



# Vatta & Associates

CHARTERED ACCOUNTANTS

First Floor, 814 Vasant Vihar,  
Opp. Rastriya Andh Vidhalya,  
Jalandhar City - 144003

## INDEPENDENT AUDITORS' REPORT

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

### Opinion

1. We have audited the accompanying financial statements of **AMRIT MALWA CAPITAL LIMITED, JALANDHAR** which comprises the Balance Sheet as at 31<sup>st</sup> March, 2022, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.
2. 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, 2022, its profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for opinion

3. We conducted our audit in accordance with the standards on auditing ("SA") 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.

### Key audit matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the year under report. 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.



5. 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

6. 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 Company's annual report like Management Discussion and Analysis, Director's Report including Annexures to the Director's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon which we obtained prior to the date of this auditors' report, and Annual Report, which is expected to be made available to us after that date.
7. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
8. 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

9. 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 state of affairs, profit and other comprehensive income, 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 as amended. 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 the 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.
10. 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.
11. 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

12. 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.
13. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - 13.1 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.
  - 13.2 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.
  - 13.3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - 13.4 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.
  - 13.5 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.
14. 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.



15. 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.

#### Other Matter

16. The comparative financial statements of the Company for the year ended 31<sup>st</sup> March, 2021 included in Financial Statements, were audited by the then statutory auditors "Ashish Thukral & Associates, Chartered Accountants whose reports dated 30th June, 2021 expressed an unmodified opinion on those financial statements. Our opinion is not modified in respect of this matter.

#### Report on other legal and regulatory requirements

17. As required by the Companies (Auditor's Report) Order, 2020 ("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.
18. As required by Section 143(3) of the Act, we report that:
- 18.1 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;
- 18.2 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;
- 18.3 The balance sheet, the statement of profit and loss including other comprehensive income, the Statement of changes in Equity and the cash flow statement dealt with by this report are in agreement with the books of account;
- 18.4 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;
- 18.5 On the basis of the written representations received from the directors as on March 31, 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- 18.6 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;



18.7 With respect to the other matter to be included in the Auditors' Report in accordance with the requirements of section 197(16) of the Act:

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 31<sup>st</sup> March, 2022 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.

19. 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 as amended, in our opinion and to the best of our information and according to the explanations given to us, we report as under;

19.1 The Company does not have any pending litigations as at 31<sup>st</sup> March, 2022 which would impact its financial position;

19.2 The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

19.3 There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company;

19.4 (a) The management has represented to us that, to the best its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recording in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend to or to invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. Based on such audit procedures, considered reasonable and appropriate, adopted by us, nothing has come to our notice indicating that such representation contains any material misstatement.

(b) The management has also represented to us, to the best of its knowledge and belief that no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties), with the understanding whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. Based on such audit procedures, considered reasonable and appropriate, adopted by us, nothing has come to our notice indicating that such representation contains any material misstatement.

19.5 The final dividend proposed in the previous year, declared, and paid by the Company during the year is in accordance with Section 123 of the Act, as



applicable. The Board of Directors of the Company have not proposed any dividend for the current year.

For VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)



(SUMIT VATTA)  
PARTNER.  
(Membership No. 506123)

Place : Jalandhar

Dated : 28<sup>th</sup> June, 2022

UDIN : 22506123AMXODC2770



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

(Referred to in paragraph 17 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 Property, Plant and Equipments ("PPE") and the relevant details of right-of-use assets. The Company is maintaining proper records showing full particulars of intangible assets.
- b) As explained to us, all the PPE 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 (Refer Note No. 31.11 to the Financial Statements).
- d) In our opinion and according to the information and explanations given to us, the Company has not revalued its PPE (including Right to Use assets) and intangible assets or both during the year.
- e) According to the information and explanations given to us and on the basis of our examinations of the records of the Company, no proceedings have been initiated during the year or are pending against the Company as at 31<sup>st</sup> March, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988 as amended in 2016) and the rules made thereunder.
- (ii) a) The Company is in the business of providing loans and thus 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.
- d) During the year, the Company has availed sanctioned working capital limit in excess of Rs. five Crores from Banks or Financial Institutions or NBFCs on the basis of security of Loans. Based on our examination of the records of the Company, the quarterly/periodical returns/statements filed by the Company with said Bank/NBFCs are in agreement with the books of accounts maintained by the Company.
- (iii) a) Since the Company's principal business is to give loans, accordingly, the provision of clause 3(iii)(a) of the Order is not applicable to it.
- b) The Company, being a Non-Banking Financial Company ("NBFC"), is registered under provisions of RBI Act, 1934. In our opinion and according to the information and explanations given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees, provided during the year are, prima facie, not prejudicial to the Company's interest.
- c) The Company, being a Non-Banking Financial Company ("NBFC"), registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Assets classification and Provisioning Norms, monitors repayment of principal and payment of interest by its customers as stipulated. In our opinion and according to the information and explanations given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and, in the cases, where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting.  
Refer Note No. 19 to the Financial Statements for summarized details of such loans/advances which are not repaid by borrowers as per stipulations. According to the information and explanations made available to us, reasonable steps are taken by the Company for recovery thereof.
- d) The Company, being a NBFC, registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Asset Classification and visioning Norms, monitors and report total amount overdue including principal and/or payment of interest by its customers for more than 90 days. In cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting. Refer Note No. 19 to the Financial Statements for summarized details of such loans/advances which are not repaid by borrowers as per stipulations.





According to the information and explanations made available to us, reasonable steps are taken by the Company for recovery thereof.

- e) Since the Company's principal business is to give loans, accordingly, the provision of clause 3(iii)(e) of the Order is not applicable to it.
- f) Based on our audit procedures, according to the information and explanations made available to us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year.
- (iv) According to the information and explanations given to us, the Company has not granted any loans, made investments or provided guarantees in contravention of provisions of section 185 of the Act. The Company has complied with the provisions of section 186(1) of the Companies Act, 2013: the other provisions of section 186 of the Act are not applicable to the Company.
- (v) In our opinion, and according to the information and explanations given to us, 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) In our opinion and according to the information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues relating to amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income tax, Sales tax, Service tax, value added tax, cess and any other material statutory dues applicable to it with the appropriate authorities during the year. 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 31<sup>st</sup> March, 2022 for a period of more than six months from the date they became payable
- (b) 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) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, we confirm that we have not come across any transactions not recorded in the books of account which



have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)

- (ix) a) In our opinion, the Company has not defaulted in repayment of loans or other borrowings to financial institutions, banks, government and dues to debenture holders/depositors or in the payment of interest thereon to any lender.
- b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or financial institution or NBFCs or government or any government authority or any other lender.
- c) In our opinion and according to the information and explanations given to us, the Company has utilized the money obtained by way of term loans from bank during the year for the purpose for which they were obtained, other than temporary parking in Cash Credit accounts for a few days at the end of the year, pending utilization towards purpose for which the same are obtained.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short term basis have been used for long term purposes by the Company.
- e) & (f) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The Company does not have any subsidiaries or joint ventures.
- (x) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not raised any moneys raised by way of further public offer during the current financial year. In our opinion, monies raised by the Company by way of debt instruments and term loans were applied for the purposes for which those were obtained, though idle/surplus funds which were not required for immediate utilization were gainfully invested in liquid assets payable on demand.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment of Equity shares during the year. The Company has complied with the relevant provisions of the Act in connection with the funds raised through preferential allotment and the same have been utilized for the purposes for which they were raised.
- (xi) a) 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, no material fraud by the Company or on the Company has been noticed or reported during the course of our audit, other than the instances of fraud noticed and reported by the management in terms of the regulatory provisions applicable to the Company.



- b) In our opinion and according to the information and explanations given to us, no report under sub-section (12) of the section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us, there were no whistle blower complaints received during the year by the Company.
- (xii) The Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on 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 details of such transactions have been disclosed in the financial statements as required by the applicable accounting standard.
- (xiv) a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered, during the course of our audit, the reports of the Internal Auditor(s) for the period under audit, issued to the Company during the year till date, in determining the nature, timing and extent of our audit procedures in accordance with the guidance provided in SA 610 "Using the work of Internal Auditors".
- (xv) According to the information and explanations given to us, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, paragraph 3 (xv) of the Order is not applicable to the Company and hence provisions of section 192 of the Act, 2013 are not applicable to the Company.
- (xvi) a) The Company is required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934 and the Company has obtained the required registration.
- b) According to the information and explanation given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) According to the information and explanations given to us, the Company is not a Core Investment Company ("CIC") as defined under the Regulations by the Reserve Bank of India.
- d) As per information provided in course of our audit, the Group to which the Company belongs has one CIC as defined in the Core Investment Company (Reserve Bank) Directions, 2016.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.



(xviii) During the year, **Ashish Thukral & Associates**, Chartered Accountants, the Statutory auditors of the Company have resigned with effect from 20<sup>th</sup> August, 2021 consequent to amended rules/regulations applicable to the Company, (i.e. vide RBI circular dated 27<sup>th</sup> April, 2021). According to the information and explanations given to us, there have been no issues, objections or concerns raised by the said outgoing Statutory auditors of the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of Balance Sheet as and when they fall due within a period of one year from the Balance Sheet date. We, however, state that this not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the Balance Sheet date, will get discharged by the Company as and when they fall due.

(xx) a) According to the information and explanations given to us and based on our examination of the records of the Company, it is not required to transfer any unspent amount pertaining to the year under report to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub section 135 of the said Act.

b) According to the information and explanations given to us and based on our examination of the records of the Company, there is no amount which is remaining unspent under sub section 5 of section 135 of the Act pursuant to any ongoing CSR report.

(xxi) According to the information and explanations given to us and based on our examination of the records of the Company, there is no qualified or adverse remarks with respect to Associate as reported by the Auditor in their CARO report.

For **VATTA & ASSOCIATES**,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)

  
(**SUMIT VATTA**)  
PARTNER.  
(Membership No. 506123)

Place : Jalandhar

Dated : 28<sup>th</sup> June, 2022  
UDIN : 22506123AMCODC2770

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

(Referred to in paragraph 18(6) under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

Report on the Internal Financial Controls with reference to the above said Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

**Opinion**

1. We have audited the internal financial controls with reference to the Financial Statements of **AMRIT MALWA CAPITAL LIMITED, JALANDHAR** ("The Company") as at March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.
2. 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 with reference to the financial statements and such internal financial controls were operating effectively as at March 31, 2022, 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.

**Management's Responsibility for Internal Financial Controls**

3. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls; 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 the 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**

4. Our responsibility is to express an opinion on the Company's internal financial controls with reference to the financial statements 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 to the extent applicable to our audit of internal financial





controls with reference to the Financial statements. 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 whether such controls operated effectively in all material respects.

5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to the financial statements and their operating effectiveness. Our audit of internal financial controls with reference to the financial statements includes 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.
6. 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 with reference to the financial statements.

#### **Meaning of Internal Financial Controls over Financial Reporting**

7. A Company's internal financial control with reference to the financial statements 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 with reference to the financial statements 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 with reference to the Financial Statements**

8. Because of the inherent limitations of internal financial controls with reference to the financial statements, 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 with reference to the financial statements to future periods are subject to the risk that the internal financial control with reference to the financial statements may become





inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)



(SUMIT VATTA)  
PARTNER.  
(Membership No. 506123)

Place : Jalandhar

Dated : 28<sup>th</sup> June, 2022

UDIN : 22506123AMXODC2770

AMRIT MALWA CAPITAL LIMITED, JALANDHAR.

BALANCE SHEET AS AT 31st MARCH, 2022

(Amount in Rupees in hundreds unless otherwise stated)

| PARTICULARS   | Note No. |             | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|---|----------|-------------|---------------------------|---------------------------|
| <b><u>EQUITY AND LIABILITIES</u></b>  |          |             |                           |                           |
| <b>I Shareholders' Funds</b>  |          |             |                           |                           |
| a) Share Capital  | 3        | 3527603.00  |                           | 3427603.00                |
| b) Reserves & Surplus   | 4        | 2121777.47  | 5649380.47                | 1801842.44                |
| <b>II Non-current liabilities</b>   |          |             |                           |                           |
| a) Long Term Borrowings   | 5        | 15890672.39 |                           | 8718278.33                |
| b) Other Non Current Liabilities  | 6        | 2152136.70  |                           | 1497472.13                |
| c) Long Term Provisions   | 7        | 289364.59   | 18332173.68               | 206281.79                 |
| <b>III Current Liabilities</b>  |          |             |                           |                           |
| a) Short Term Borrowing   | 8        | 8704454.92  |                           | 11204540.75               |
| b) Trade Payables   | 9        | 107267.96   |                           | 130141.14                 |
| c) Other Current Liabilities  | 10       | 2850111.75  |                           | 2318194.07                |
| d) Short Term Provisions  | 11       | 246918.79   | 11908753.42               | 226431.65                 |
| <b>Totals Rs.</b>   |          |             | <b>35890307.57</b>        | <b>29530785.30</b>        |
| <b><u>ASSETS</u></b>  |          |             |                           |                           |
| <b>I Non Current Assets</b>   |          |             |                           |                           |
| a) Property, Plant and Equipments and Intangible Assets   |          |             |                           |                           |
| i) Property, Plant and Equipments   | 12       | 288229.26   |                           | 345783.26                 |
| ii) Intangible Assets   | 13       | 16103.44    |                           | 22707.64                  |
| b) Non Current Investments  | 14       | 2107579.16  |                           | 219164.46                 |
| c) Deferred Tax Assets  | 15       | 94544.52    |                           | 74578.73                  |
| d) Long Term Loans and Advances   | 16       | 8294124.63  |                           | 5715294.82                |
| e) Other Non Current Assets   | 17       | 171348.06   | 10971929.07               | 48784.02                  |
| <b>II Current Assets</b>  |          |             |                           |                           |
| a) Current Investments  | 18       | 1724225.71  |                           | 510221.00                 |
| b) Trade Receivables  | 19       | 5789151.86  |                           | 5275055.00                |
| c) Cash and Cash Equivalents  | 20       | 2261487.29  |                           | 4368511.48                |
| d) Short Term Loans and Advances  | 21       | 14461189.30 |                           | 12319593.40               |
| e) Other Current Assets   | 22       | 682324.34   | 24918378.50               | 631091.49                 |
| <b>Totals Rs.</b>   |          |             | <b>35890307.57</b>        | <b>29530785.30</b>        |
| Significant Accounting policies   | 2        |             |                           |                           |
| The accompanying Notes are an integral part of Financial Statements Schedules as per RBI requirements | 31       |             |                           |                           |
|   | 32       |             |                           |                           |

As per our report of even date attached  
For VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)

(S) MEEVATTA  
PARTNER  
(Membership No. 506123)  
PLACE: Jalandhar

DATED: 28<sup>th</sup> June 2022  
UDIN: 22506123AMXODC2770

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

COMPANY SECRETARY

(DIN: 01583946)  
Pawanjeet  
(DIN: 01601518)  
Yachar  
(DIN: 02427688)  
Jaspreet Singh  
(DIN: 01593590)


**AMRIT MALWA CAPITAL LIMITED, JALANDHAR.**

**STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2022**

(Amount in Rupees in hundreds unless otherwise stated)

| PARTICULARS  | Note No. | Current Year ended 31st March, 2022 | Previous Year ended 31st March, 2021 |
|--|----------|-------------------------------------|--------------------------------------|
| <b>I. Income</b>   |          |                                     |                                      |
| Revenue from Operations  | 23       | 5999048.68                          | 5323892.33                           |
| Other Incomes  | 24       | 43993.51                            | 33543.64                             |
| <b>Totals Rs.</b>  |          | <b>6043042.19</b>                   | <b>5357435.97</b>                    |
| <b>II. Expenditure</b>   |          |                                     |                                      |
| Employee Benefit Expenses  | 25       | 1248528.72                          | 1031527.23                           |
| Finance Cost   | 26       | 2917607.20                          | 2828317.24                           |
| Administration and other Office Expenses                             | 27       | 698625.23                           | 507936.66                            |
| Provisions and Write off   | 28       | 465339.10                           | 488574.58                            |
| Depreciation, Amortisation & Impairment Expenses                     | 29       | 81137.92                            | 73396.31                             |
| <b>Totals Rs.</b>  |          | <b>5411238.17</b>                   | <b>4929752.02</b>                    |
| Profit Before Tax  |          | 631804.02                           | 427683.95                            |
| Less: Provisions for Current Taxation                                |          | 167427.71                           | 107888.88                            |
|  |          | 464376.31                           | 319795.07                            |
| Add: Deferred Tax Assets (Reversed)                                  |          | 19965.79                            | 7677.22                              |
| <b>Profit for the year Rs.</b>                                       |          | <b>484342.10</b>                    | <b>327472.29</b>                     |
| <b>III. Earnings per Equity Share of face value of Rs 100/- each</b> |          |                                     |                                      |
| Basic and Diluted (in Rs.)   | 30       | 11.851                              | 7.354                                |
| 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 VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)

  
(SUMIT VATTA)  
PARTNER  
(Membership No. 506123)  
PLACE: Jalandhar

DATED: 28<sup>th</sup> June 2022  
UDIN: 22506123AMXODC2770

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



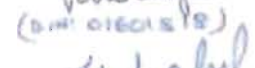
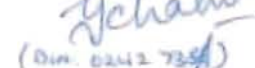
**CHIEF FINANCIAL OFFICER**

**DIRECTORS**



**COMPANY SECRETARY**



  
(DIN: 01583946)  
  
(DIN: 01601218)  
  
(DIN: 02427354)  
  
(DIN: 01593590)

**AMRIT MALWA CAPITAL LIMITED, JALANDHAR.**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022**

(Amount in Rupees in hundreds unless otherwise s

| PARTICULARS  | Current Year ended<br>31st March, 2022 | Previous Year ended<br>31st March, 2021 |
|--|--|---|
| <b>A. Cash Flow from Operating Activities</b>                      |  |   |
| Profit Before Tax  | 631804.02                              | 427683.95                               |
| Adjustments for :  |  |   |
| Depreciation and amortisation expenses                             | 81137.92                               | 73396.31                                |
| Provisions/(reversal of provisions) and write offs (Net)           | 51175.87                               | 18790.03                                |
| (Profit)/Loss on Sale of Fixed Assets                              | (937.13)                               | 282.68                                  |
| (Profit)/Loss on Sale of Securities                                | 0.00                                   | 0.00                                    |
| (Profit)/Loss on Sale of Investments                               | (2554.69)                              | (13478.89)                              |
| <b>Operating Cash flow before Working Capital Changes</b>          | <b>760625.99</b>                       | <b>506674.08</b>                        |
| Adjustments for working capital changes :                          |  |   |
| (Increase)/Decrease in loans/ advances                             | (4689289.24)                           | 1171421.56                              |
| (Increase)/Decrease in trade receivables                           | (514096.86)                            | (587194.88)                             |
| (Increase)/Decrease in other current assets                        | (173796.89)                            | 11240.13                                |
| Increase/(Decrease) in other liabilities and provisions            | 1183377.90                             | (147525.30)                             |
| Increase/(Decrease) in trade payables                              | (22873.18)                             | (15918.26)                              |
| Cash generated from operations                                     | (3456052.28)                           | 938697.33                               |
| Direct Taxes paid  | (140411.10)                            | (109274.34)                             |
| <b>Net Cash generated from/(used in) operating Activities (A)</b>  | <b>(3596463.38)</b>                    | <b>829422.99</b>                        |
| <b>B. Cash Flow from Investing Activities</b>                      |  |   |
| Purchase of Fixed Assets   | (25567.56)                             | (79910.86)                              |
| Purchase of Intangible Assets                                      | 0.00                                   | (14475.20)                              |
| Purchase of Government Securities                                  | (124199.46)                            | 0.00                                    |
| Proceeds from Sale of Fixed Assets                                 | 9525.00                                | 11298.00                                |
| Proceeds from Sale of Debentures/Bonds (Investments)               | 300000.00                              | 1213478.89                              |
| (Increase)/Decrease in other investments                           | (3278210.95)                           | (1583503.46)                            |
| <b>Net cash generated/(used in) investing activities (B)</b>       | <b>(3118461.97)</b>                    | <b>(453112.63)</b>                      |
| <b>C. Cash flow from Financing Activities</b>                      |  |   |
| Increase in Preference Share Capital                               | 100000.00                              | 125000.00                               |
| Premium received on issues of Equity/Preference Shares             | 100000.00                              | 125000.00                               |
| Increase/(Decrease) in Debentures/Bonds/Deposits and Term Loans    | 4672308.23                             | 1327707.12                              |
| Dividends Paid   | (264407.07)                            | (219487.92)                             |
| <b>Net cash generated from/(used in) financing activities (C)</b>  | <b>4607901.16</b>                      | <b>1358219.20</b>                       |
| <b>Net increase/(decrease) in Cash and Cash Equivalent (A+B+C)</b> | <b>(2107024.19)</b>                    | <b>1734529.56</b>                       |
| <b>Add: Cash and Cash Equivalent at the beginning of the year</b>  | <b>4368511.48</b>                      | <b>2633981.92</b>                       |
| <b>Cash and Cash Equivalent at the end of the year</b>             | <b>2261487.29</b>                      | <b>4368511.48</b>                       |

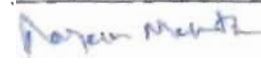
Note : Cash & Cash Equivalents pertains to Cash, Cheques/Drafts in Hand and Bank balances including Fixed Deposits with Banks.

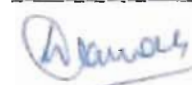
As per our report of even date attached  
For VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 02069134)

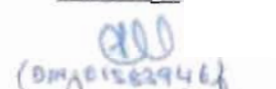
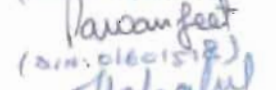
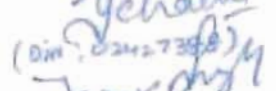
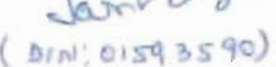
  
(SUMIT YATTA)  
PARTNER  
(Membership No. 506123)  
PLACE, Jalandhar

DATED: 28<sup>th</sup> June 2022  
UDIN: 22506123AMXODC2770

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

  
COMPANY SECRETARY



  
(DIN: 01562946)  
  
(DIN: 01601518)  
  
(DIN: 02427398)  
  
(DIN: 01593590)

## AMRIT MALWA CAPITAL LIMITED, JALANDHAR

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022

#### 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 and properties. The Company is registered with Reserve Bank of India as a Deposit taking Non-Banking Finance Company (NBFC) and Ministry of Corporate Affairs (MCA). 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 as amended. Based on the nature of the services and the time between rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve 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) in hundreds 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 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).

Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets





and cost of assets not yet complete and not put to use before such date are disclosed under “Capital work-in-progress”.

Property, plant and equipment is derecognized on when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in other income/expense in the statement of profit or loss in the year the asset is derecognized.

#### **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 periodically 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 with zero residual value, 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. Any expenses on such software for support and maintenance payable annually are charged to Statement of Profit or Loss.



## **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. For loans that are individually assessed for impairment, the timing of write off is determined on a case to case basis. A write off constitutes a de-recognition event. The Company has a right to apply enforcement activities to recover such written off financial assets, Any subsequent recoveries of amounts previously written off 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 FINANCE 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 fee, 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. 3,27,42,181/- for the year ending 31st March, 2022(Rs. 2,16,81,256/- for the year ending 31<sup>st</sup> March, 2021).
- 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. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.



### **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 TAX 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 31<sup>st</sup> March, 2022 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 are recognized when there is a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date.





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 net amount of short-term, highly liquid investments that are readily convertible to known amounts of cash (short term deposits with an original maturity of three months or less) and are subject to an insignificant risk of change in value, Cheques on hand, balance with banks in current accounts. They are held for the purposes of meeting short-term cash commitments (rather than for investments or other purposes).

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash on hand, cheques on hand, balances with banks (of the nature of cash and cash equivalents) and short-term deposits, as defined above.

#### **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 is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earning per share is the net profit or loss for the year after deducting preference dividends and any attributable tax thereto for 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**

On March 24, 2021 the Ministry of Corporate affairs (MCA) through a Notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III) and are applicable from April 1, 2021. The Company has evaluated the same for reporting.





AMRIT MALWA CAPITAL LIMITED, JALANDHAR.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

NOTE No. 3

SHARE CAPITAL

(Amount in Rupees In hundreds unless otherwise stated)

| PARTICULARS   | As At 31st March, 2022 |            | As at 31st March, 2021 |            |
|---|------------------------|------------|------------------------|------------|
|   | Number                 | Amount     | Number                 | Amount     |
| <b>AUTHORISED</b>   |                        |            |                        |            |
| Equity Shares of 100/- each   | 3,000,000              | 3000000.00 | 3,000,000              | 3000000.00 |
| Preference Shares of Rs 10/- each   | 10,000,000             | 1000000.00 | 8,000,000              | 800000.00  |
|   |                        | 4000000.00 |                        | 3800000.00 |
| <b>Issued, Subscribed and Paid Up</b>   |                        |            |                        |            |
| Equity Shares of Rs. 100/- each fully called and Paid Up                        | 2,679,603              | 2679603.00 | 2,679,603              | 2679603.00 |
| 20% Non Convertible Preference Shares of Rs. 10/- each fully called and Paid up | 475,000                | 47500.00   | 475,000                | 47500.00   |
| 21% Convertible Preference Shares of Rs 10/- each fully called and Paid up      | 8,005,000              | 800500.00  | 7,005,000              | 700500.00  |
| Totals Rs.  |                        | 3527603.00 |                        | 3427603.00 |

3.1 The detail of Shareholders holding more than 5% shares

| Name of the Shareholder | As at 31st March, 2022 |        | As at 31st March, 2021 |        |
|-------------------------|------------------------|--------|------------------------|--------|
|                         | No. of shares          | % held | No. of shares          | % held |
| Mr. Ajit Pal Singh      | 630797                 | 23.54  | 611597                 | 22.82  |
| Mrs. Hardeep Gill       | 144160                 | 5.38   | 144160                 | 5.38   |
| Mrs. Pawanjeet Kaur     | 135065                 | 5.04   | 84865                  | 3.17   |

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

| Particulars                         | AS AT            | AS AT            |
|-------------------------------------|------------------|------------------|
|                                     | 31st March, 2022 | 31st March, 2021 |
| Shares at the beginning of the year | 2,679,603        | 2,679,603        |
| Add: Shares issued and allotted     | 0                | 0                |
| 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, 2022 | 31st March, 2021 |
| 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, 2022 | 31st March, 2021 |
| Shares at the beginning of the year | 7,005,000        | 5,755,000        |
| Add: Shares issued and allotted     | 1,000,000        | 1,250,000        |
| Shares at the end of the year       | 8,005,000        | 7,005,000        |

3.5 Shareholding of Promoters

List of Promoters-Equity Shares

| Promoter Name  | As at 31-03-2022 |                   |                          |
|--|------------------|-------------------|--------------------------|
|  | No. of Shares    | % of total shares | % change during the year |
| Mr. Ajit Pal Singh S/O Lt. Col. J.S. Gill (Retd)                 | 630797           | 23.54             | 0.72                     |
| Mrs. Hardeep Kaur W/O S. Bhajan Singh                            | 27000            | 1.01              | 0.01                     |
| Mrs. Tejwant Kaur W/O Maj. J.S. Gill (Retd)                      | 26975            | 1.01              | 0.00                     |
| Mrs. Pawanjeet Kaur W/O Sh. Ajitpal Singh                        | 135065           | 5.04              | 1.87                     |
| Mrs. Malinder Jit Kaur W/O Mr. Balwinder Singh                   | 2500             | 0.09              | 0.00                     |
| Mr. Charanjeet Singh Chahal S/O Mr. Mohan Singh                  | 66660            | 2.49              | 0.00                     |
| Mr. Sandeep Singh Goraya S/O Bhanjan Singh                       | 6150             | 0.23              | 0.22                     |
| Mrs. Gurmej Kaur W/O Mr. C.S. Chahal                             | 10260            | 0.38              | 0.00                     |
| Sh. Mohinder Singh S/O Late Sh. Sohan Singh                      | 8050             | 0.30              | 0.00                     |
| Mrs. Narinjan Kaur W/O Late Sh. Gurdeep Singh                    | 26190            | 0.98              | 0.00                     |
| Mrs. Jaspreet Kaur W/O Maj. GPS Gill                             | 3302             | 0.12              | 0.00                     |
| Mrs. Rita Bajwa & Mr. Gurnam Singh Bajwa W/O Col. G.S. Bajwa     | 3800             | 0.14              | 0.00                     |
| Mr. Gurnam Singh Bajwa & Mrs. Rita Bajwa S/O Late Mr. S.S. Bajwa | 13120            | 0.49              | 0.00                     |
| Lt. Col. C.S. Chahal (Huf)                                       | 20256            | 0.76              | 0.00                     |



|   |                |              |       |
|---|----------------|--------------|-------|
| Mrs. Rajinder Kaur Bajwa W/O Late Brig J.S. Bajwa   | 30578          | 1.14         | 0.00  |
| Mr. Harcharan Singh Gill S/O Mr. Dasunda Singh & Mrs. Surinder Gill                                   | 10930          | 0.41         | 0.07  |
| Mrs. Surinder Gill W/O Mr. Harcharan Singh Gill & Mr. Harcharan Singh Gill                            | 17800          | 0.66         | -0.12 |
| Capt. Udham Singh Randhawa S/O Mr. Lachaman Singhi Randhawa (Retd.)                                   | 16100          | 0.60         | 0.00  |
| Mrs. Rattan Sandhu W/O Mr. R.S. Sandhu & Mr. R.S. Sandhu  | 18000          | 0.67         | 0.00  |
| Brig. Jagbir Singh (Retd.) S/O Mr. Hamam Singh  | 10810          | 0.40         | 0.00  |
| Major G.P. Singh(HUF) C/O Lt. Col. C.S. Chahal  | 1080           | 0.04         | 0.00  |
| Mrs. Gagandeep Kaur Virk D/O Mr. Gurdial Singh & Mrs. Gurdeep Kaur                                    | 3800           | 0.14         | -0.15 |
| Mrs. Gurdeep Kaur W/O Mr. Gurdial Singh   | 2600           | 0.10         | 0.06  |
| Mr. Guriqbal Singh S/O Mr. Pritam Singh & Mrs. Satwani Kaur   | 33628          | 1.25         | 0.00  |
| Mrs. Hardeep Bajwa W/O Mr. K.S. Bajwa   | 11100          | 0.41         | 0.00  |
| Ms. Kanwaldeep Kang D/O Mr. K.S. Bajwa  | 1600           | 0.06         | 0.00  |
| Ms. Mandeep Bajwa D/O Mr. K.S. Bajwa  | 18600          | 0.69         | 0.00  |
| Mrs. Mandeep Kaur Dhillon W/O Mr. Davinder Singh Dhillon  | 40000          | 1.49         | 0.00  |
| Mrs. Satwant Kaur W/O Mr. Guriqbal Singh And Mr. Guriqbal Singh                                       | 6450           | 0.24         | 0.00  |
| Mr. Balwinder Singh S/O Late Mr. Avtar Singh & Mrs. Kamaljit Kaur                                     | 72800          | 2.72         | 0.12  |
| Mr. Kuldeep Singh Bajwa S/O Mr. Dalip Singh & Mrs. Hardeep Bajwa                                      | 45100          | 1.68         | 1.08  |
| Mr. Preet Kamal Singh S/O Mr. Harbans Singh & Mrs. Dalvir Kaur W/O Preet Kamal                        | 2960           | 0.11         | 0.00  |
| Mr. Baljit Singh Goraya S/O Late Mr. Bhajan Singh   | 8450           | 0.32         | 0.15  |
| Mr. Jatinder Singh Bajwa S/O Late Brig. J.S. Bajwa  | 10000          | 0.37         | 0.00  |
| Col. Jaswant Singh (Retd.) S/O Mr. Kabir Singh & Mrs. Herdish Kaur                                    | 8400           | 0.31         | 0.00  |
| Mr. Holders Gurpreet Singh Gill S/O Mr. Harinder Singh  | 7410           | 0.28         | 0.00  |
| Mrs. Rupinder Sahota W/O Mr. R.S. Sahota  | 16615          | 0.62         | 0.00  |
| Mr. Roopneet Dhillon S/O Mr. Daljinder Singh Dhillon  | 51096          | 1.91         | 0.00  |
| Mrs. Hardeep Bajwa & Mr. Kuldeep Singh Bajwa  | 48000          | 1.79         | 0.00  |
| Mr. Harchan Singh Gill S/O Mr. Dasunda Singh  | 3600           | 0.13         | 0.12  |
| Mrs. Swinder Kaur Sekhon W/O Mr. Baljit Singh   | 10500          | 0.39         | 0.00  |
| Mrs. Ravinder Kaur W/O Mr. Sarabjit Singh   | 2250           | 0.08         | 0.00  |
| Miss Raveen Sahota D/O Mr. R.S. Sahota  | 10650          | 0.40         | 0.00  |
| Mrs. Kamaljit Kaur W/O Mr. Balwinder Singh  | 1600           | 0.06         | 0.00  |
| Mr. J.P.S. Cheema S/O Mr. A.S. Cheema   | 59000          | 2.20         | 0.00  |
| Mr. Jagdeep Singh Gill And Mr. Hardeep Gill   | 24800          | 0.93         | 0.00  |
| Mrs. Satinder Pal Kaur & Mr. Raminder Singh   | 16000          | 0.60         | 0.00  |
| Mrs. Hardeep Gill W/O Mr. Jagdeep Gill  | 144160         | 5.38         | 0.00  |
| Mr. Raminder Singh & Mrs. Satinder Pal Kaur   | 19000          | 0.71         | 0.00  |
| Miss Noor Gill D/O Mr. Gurpreet Singh Gill  | 9072           | 0.34         | 0.00  |
| Mr. Lember Singh S/O Mr. Gurnish Singh & Mrs. Surinderjit Kaur W/O Mr. Lember Singh                   | 5350           | 0.20         | 0.00  |
| Mrs. Surinderjit Kaur W/O Mr. Lember Singh & Mr. Lember Singh S/O Mr. Kundan                          | 5330           | 0.20         | 0.00  |
| Mr. Karamjit Singh S/O Sh. Gurbakash Singh Sidhu  | 16000          | 0.60         | 0.00  |
| Mrs. Gurpreet Gill W/O Mr. HBS Lachar & Mr. Harcharan Singh Gill                                      | 18905          | 0.71         | 0.00  |
| M/S Amrit CIC Pvt. Ltd., Jalandhar  | 81306          | 3.03         | 1.52  |
| Mrs. Surinder Kaur W/O Mr. Kuldeep Singh Sooch & Mr. Kuldeep Singh Sooch                              | 0.00           | 0.00         | -0.35 |
| Mr. Balwinder Pal Singh Thakar S/O Mr. Uttam Singh & Mrs. Kamaljit Kaur & Mr. Harinder Singh Takhar   | 0.00           | 0.00         | -0.09 |
| Mrs. Surinder Kaur W/O Mr. Kuldeep Singh Sooch & Lt. Col Kuldeep Singh Sooch (Retd)                   | 0.00           | 0.00         | -0.13 |
| Mr. Sandeep Singh S/O Late Mr. Bhajan Singh   | 0.00           | 0.00         | -0.22 |
| Mrs. Avinder Bhinder W/O Late Mr. Jagtar Singh  | 0.00           | 0.00         | -0.37 |
| Mr. Kuldeep Singh Sooch S/O Mr. Chanchal Singh & Mrs. Surinder Kaur W/O Mr. Kuldeep Singh Sooch       | 0.00           | 0.00         | -0.26 |
| Mr. Harcharan Singh Gill & Mrs. Surinder Gill   | 0.00           | 0.00         | -0.07 |
| Mr. Harinderpal Singh Takhar S/O Mr. Uttam Singh & Mrs. Kamaljit Kaur & Mr. Balwinderpal Singh Takhar | 0.00           | 0.00         | -0.09 |
| Mr. Baljit Singh S/O Late Mr. Bhajan Singh & Mrs. Hardeep Kaur  | 0.00           | 0.00         | -0.13 |
| Mr. Baljit Singh S/O Late Mr. Bhajan Singh & Mr. Sandeep Singh  | 0.00           | 0.00         | -0.02 |
| Mr. Kuldeep Singh Bajwa S/O Mr. Dalip Singh & Mrs. Hardeep Bajwa                                      | 0.00           | 0.00         | -1.08 |
| Mrs. Gurdip Kaur W/O Mr. Gurdial Singh  | 0.00           | 0.00         | -0.06 |
| <b>Total</b>  | <b>1901555</b> | <b>70.96</b> |       |

List of Promoters-Compulsorily 21% Convertible Preference Shares

| Promoter Name                            | As at 31-03-2022 |                   |                          |
|--|------------------|-------------------|--------------------------|
|  | No. of Shares    | % of total shares | % change during the year |
| M/S Amrit CIC Private Limited, Jalandhar | 7005000          | 87.50             | -12.50                   |
| Mr. Ajit Pal Singh                       | 500000           | 6.25              | 6.25                     |
| Mrs. Pawanjeet Kaur                      | 500000           | 6.25              | 6.25                     |
| <b>Total</b>                             | <b>8005000</b>   | <b>100</b>        | <b>0.00</b>              |



**List of Promoters- 20% Non Convertible Preference Shares**

| Promoter Name  | As at 31-03-2022 |                   | % change during the year |
|--|------------------|-------------------|--------------------------|
|  | No. of Shares    | % of total shares |                          |
| Balwinder Singh S/O Sh. Avtar Singh  | 90000            | 18.95             | 0.00                     |
| Miss Anju Singh D/O Col Jaswant Singh & Col. Jaswant Singh S/O Mr. Kabul Singh | 30000            | 6.31              | 0.00                     |
| Mrs. Rajinder Bajwa W/O Mr. J.S. Bajwa   | 20000            | 4.21              | 0.00                     |
| Mrs. Jaspreet Kaur W/O Mr. Gurpreet Singh & Mr. Gurpreet Singh                 | 10000            | 2.10              | 0.00                     |
| <b>Total</b>   | <b>150000</b>    | <b>31.57</b>      |                          |

3.6 The Company has only one class of Equity Shares having a par value of Rs. 100/- per Share. All Equity Shares rank pari 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 ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.7 The Company has issued and allotted 10,00,000, 21% Convertible Preference Shares of Rs. 10/- each at a premium of Rs. 10/- per share to Key Management Personnels ( 5,00,000, 21% Convertible Preference Shares to Mr. Ajit Pal Singh the Managing Director and 5,00,000, 21% Convertible Preference Shares to Mrs. Pawanjeet Kaur the Whole time Director of the Company). 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, 2022 |                   | As at 31st March, 2021 |                   |
|--|------------------------|-------------------|------------------------|-------------------|
|  |                        |                   |                        |                   |
| <b>Statutory Reserve</b>                                     |                        |                   |                        |                   |
| As per Last Balance Sheet                                    | 366807.63              |                   | 301313.17              |                   |
| Add: Trf from Profit & Loss Account                          | 96868.42               | 463676.05         | 65494.46               | 366807.63         |
| <b>Securities Premium Account</b>                            |                        |                   |                        |                   |
| As per Last Balance Sheet                                    | 1056712.00             |                   | 931712.00              |                   |
| Add: Additions during the year on account of issue of Shares | 100000.00              | 1156712.00        | 125000.00              | 1056712.00        |
| <b>Profit and Loss Account</b>                               |                        |                   |                        |                   |
| As per Last Balance Sheet                                    | 378322.81              |                   | 335832.90              |                   |
| Add: Profit during the year                                  | 484342.10              |                   | 327472.29              |                   |
|  | 862664.91              |                   | 663305.19              |                   |
| Less: Appropriations   |                        |                   |                        |                   |
| Transferred to Statutory Reserve                             | 96868.42               |                   | 65494.46               |                   |
| Dividend on Equity/Preference Shares                         | 264407.07              | 501389.42         | 219487.92              | 378322.81         |
| <b>Totals Rs.</b>  |                        | <b>2121777.47</b> |                        | <b>1801842.44</b> |

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 Account 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 (F) dated August 16, 2019 issued by the Ministry of Corporate Affairs, Non Banking Finance Companies registered with Reserve Bank of India under section 45-1A 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, 2021 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, 2022 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, 2022 |                    | As at 31st March, 2021 |                   |
|--|------------------------|--------------------|------------------------|-------------------|
|  |                        |                    |                        |                   |
| <b>SECURED</b>                                 |                        |                    |                        |                   |
| Secured Non convertible redeemable Debentures* |                        | 7808960.00         |                        | 2739780.00        |
| Term Loans from Banks                          |                        | 1283937.48         |                        | 1088693.80        |
| Term Loans from NBFC's                         |                        | 4074524.91         |                        | 2578234.53        |
| <b>UNSECURED</b>                               |                        |                    |                        |                   |
| Fixed Deposits**                               | 1577680.00             |                    | 1125200.00             |                   |
| Sub-Ordinated Bonds                            | 1145570.00             | 2723250.00         | 1186370.00             | 2311570.00        |
| <b>Totals Rs.</b>                              |                        | <b>15890672.39</b> |                        | <b>8718278.33</b> |





\* Secured Non convertible Redeemable Debentures of Rs. 780,896,000/- includes Rs. 550,000,000/- as on 31st March, 2022 (Rs. Nil as on 31st March, 2021) being Non convertible redeemable Debentures held by Corporate entities.

\*\* Fixed Deposits (Unsecured) of Rs. 157,768,000 includes Rs Nil as on 31st March, 2022 (Rs. Nil as on 31st March, 2021) 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 under the financing activities and are personally guaranteed by the Directors. The Company has filed quarterly returns or statements of current assets (receivables) with Banks/NBFC's and the said returns/statements are in agreement with books of accounts
- 5.3 During the period presented there were no defaults in the repayment of principal and interest.
- 5.4 The Company has utilised the funds raised from Banks/NBFC's for the specific purpose for which they were borrowed
- 5.5 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 % |
|--------------------------|------------|-------------------|-------------------|------------------------|--------------------|
|                          |            | 31.03.2022        | 31.03.2021        |                        |                    |
| Secured NCD - Series CM  | 1,000      | 44000.00          | 0.00              | Feb-29                 | 11.00%             |
| Secured NCD - Series CM  | 1,000      | 89500.00          | 0.00              | Jan-29                 | 11.00%             |
| Secured NCD - Series CL  | 1,000      | 222860.00         | 0.00              | Nov-28                 | 11.00%             |
| Secured NCD - Series CM  | 1,000      | 142300.00         | 0.00              | Oct-28                 | 11.00%             |
| Secured NCD - Series CM  | 1,000      | 70000.00          | 0.00              | Sep-28                 | 11.00%             |
| Secured NCD - Series CJ  | 1,000      | 45500.00          | 0.00              | Sep-28                 | 11.00%             |
| Secured NCD - Series CI  | 1,000      | 100000.00         | 0.00              | Sep-28                 | 11.00%             |
| Secured NCD - Series CL  | 1,000      | 86820.00          | 0.00              | Jul-28                 | 11.00%             |
| Secured NCD - Series CH  | 1,000      | 156000.00         | 0.00              | Jun-28                 | 11.00%             |
| Secured NCD - Series CJ  | 1,000      | 34500.00          | 0.00              | May-28                 | 11.00%             |
| Secured NCD - Series CI  | 1,000      | 150300.00         | 0.00              | May-28                 | 11.00%             |
| Secured NCD - Series CH  | 1,000      | 120150.00         | 0.00              | Feb-28                 | 11.00%             |
| Secured NCD - Series CE  | 1,000      | 70720.00          | 73220.00          | Mar-27                 | 11.00%             |
| Secured NCD - Series CD  | 1,000      | 38500.00          | 38500.00          | Dec-26                 | 11.00%             |
| Secured NCD - Series CE  | 1,000      | 51150.00          | 52150.00          | Nov-26                 | 11.00%             |
| Secured NCD - Series CC  | 1,000      | 14000.00          | 25000.00          | Sep-26                 | 11.00%             |
| Secured NCD - Series CD  | 1,000      | 171070.00         | 179570.00         | Aug-26                 | 11.00%             |
| Secured NCD - Series CB  | 1,000      | 80100.00          | 80100.00          | Aug-26                 | 11.00%             |
| Secured NCD - Series CC  | 1,000      | 20000.00          | 24900.00          | May-26                 | 11.00%             |
| Secured NCD - Series CB  | 1,000      | 122900.00         | 130900.00         | Apr-26                 | 11.00%             |
| Secured NCD - Series CA  | 1,000      | 58840.00          | 58840.00          | Mar-26                 | 11.00%             |
| Secured NCD - Series BV  | 1,000      | 7000.00           | 7000.00           | Jan-26                 | 11.61%             |
| Secured NCD - Series BT  | 1,000      | 600.00            | 600.00            | Dec-25                 | 11.61%             |
| Secured NCD - Series BZ  | 1,000      | 73410.00          | 89260.00          | Dec-25                 | 11.00%             |
| Secured NCD - Series BZ  | 1,000      | 84400.00          | 85500.00          | Oct-25                 | 11.00%             |
| Secured NCD - Series BY  | 1,000      | 110060.00         | 123940.00         | Sep-25                 | 11.00%             |
| Secured NCD - Series BU  | 1,000      | 700.00            | 700.00            | Sep-25                 | 11.61%             |
| Secured NCD - Series BX  | 1,000      | 37290.00          | 37290.00          | Aug-25                 | 11.00%             |
| Secured NCD - Series BX  | 1,000      | 36020.00          | 40020.00          | Jul-25                 | 11.00%             |
| Secured NCD - Series BT  | 1,000      | 1500.00           | 1500.00           | Jul-25                 | 11.61%             |
| Secured NCD - Series BW  | 1,000      | 33040.00          | 48740.00          | Jun-25                 | 11.00%             |
| Secured NCD - Series BS  | 1,000      | 3000.00           | 3000.00           | May-25                 | 11.61%             |
| Secured NCD - Series BW  | 1,000      | 28030.00          | 32250.00          | May-25                 | 11.00%             |
| Secured NCD - Series BR  | 1,000      | 4500.00           | 4500.00           | Mar-25                 | 11.61%             |
| Secured NCD - Series CN  | 1,000,000  | 2500000.00        | 0.00              | Mar-25                 | 14.75%             |
| Secured NCD - Series CO  | 1,000,000  | 1000000.00        | 0.00              | Sep-24                 | 14.75%             |
| Secured NCD - Series CK  | 1,000,000  | 400000.00         | 0.00              | Mar-24                 | 15.00%             |
| Secured NCD - Series CG  | 10         | 1200000.00        | 400000.00         | Dec-23                 | 15.15%             |
| Secured NCD - Series CF  | 1,000,000  | 400000.00         | 400000.00         | Aug-23                 | 15.00%             |
| Secured NCD - Series CG  | 10         | 0.00              | 400000.00         | Mar-23                 | 15.00%             |
| Secured NCD - Series CG  | 10         | 0.00              | 400000.00         | Sep-22                 | 15.00%             |
| Secured NCD - Series BU  | 1,000      | 1500.00           | 1500.00           | Aug-22                 | 11.23%             |
| Secured NCD - Series BV  | 1,000      | 800.00            | 800.00            | Jul-22                 | 11.23%             |
| Secured NCD - Series CG  | 10         | 0.00              | 400000.00         | Mar-22                 | 15.00%             |
| Secured NCD - Series BIJ | 1,000      | 0.00              | 1800.00           | Mar-22                 | 11.23%             |
| Secured NCD - Series BR  | 1,000      | 0.00              | 4200.00           | Feb-22                 | 11.23%             |
| Secured NCD - Series BT  | 1,000      | 0.00              | 1000.00           | Jan-22                 | 11.23%             |
| Secured NCD - Series BS  | 1,000      | 0.00              | 4500.00           | Nov-21                 | 11.23%             |
| Secured NCD - Series BR  | 1,000      | 0.00              | 2000.00           | Sep-21                 | 11.23%             |
| Secured NCD - Series CG  | 10         | 0.00              | 400000.00         | Sep-21                 | 15.00%             |
| Secured NCD - Series CE  | 1,000,000  | 0.00              | 1000000.00        | Sep-21                 | 14.25%             |
| Secured NCD - Series CE  | 1,000,000  | 0.00              | 500000.00         | Aug-21                 | 14.25%             |
| Secured NCD - Series CE  | 1,000,000  | 0.00              | 500000.00         | Jul-21                 | 14.25%             |
| <b>Total</b>             |            | <b>7811260.00</b> | <b>5553280.00</b> |                        |                    |



5.6 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 % |
|----------------------------------|---------------|------------|------------------------|--------------------|
|                                  | 31.03.2022    | 31.03.2021 |                        |                    |
| Fixed Deposits (5)               | 17550.00      | 0.00       | Mar-27                 | 11.00%             |
| Fixed Deposits (2)               | 10000.00      | 0.00       | Feb-27                 | 11.00%             |
| Fixed Deposits (1)               | 2500.00       | 0.00       | Jan-27                 | 11.00%             |
| Fixed Deposits (3)               | 4500.00       | 0.00       | Dec-26                 | 11.00%             |
| Fixed Deposits (4)               | 12600.00      | 0.00       | Nov-26                 | 11.00%             |
| Fixed Deposits (3)               | 3000.00       | 0.00       | Oct-26                 | 11.00%             |
| Fixed Deposits (5)               | 6140.00       | 0.00       | Sep-26                 | 11.00%             |
| Fixed Deposits (2)               | 5150.00       | 0.00       | Aug-26                 | 11.00%             |
| Fixed Deposits (17)              | 9900.00       | 0.00       | Jul-26                 | 11.00%             |
| Fixed Deposits (20)              | 53100.00      | 0.00       | Jun-26                 | 11.00%             |
| Fixed Deposits (17)              | 23020.00      | 0.00       | May-26                 | 11.00%             |
| Fixed Deposits (31)              | 113230.00     | 0.00       | Apr-26                 | 11.00%             |
| Fixed Deposits (11)              | 74800.00      | 74800.00   | Mar-26                 | 11.00%             |
| Fixed Deposits (4)               | 12000.00      | 12000.00   | Feb-26                 | 11.00%             |
| Fixed Deposits (23)              | 45600.00      | 45600.00   | Jan-26                 | 11.00%             |
| Fixed Deposits (12)              | 48000.00      | 0.00       | Mar-25                 | 11.00%             |
| Fixed Deposits (2)               | 1500.00       | 0.00       | Feb-25                 | 11.00%             |
| Fixed Deposits (6)               | 9250.00       | 0.00       | Jan-25                 | 11.00%             |
| Fixed Deposits (2)               | 3750.00       | 0.00       | Nov-24                 | 11.00%             |
| Fixed Deposits (5)               | 17700.00      | 0.00       | Oct-24                 | 11.00%             |
| Fixed Deposits (1)               | 5000.00       | 0.00       | Sep-24                 | 11.00%             |
| Fixed Deposits (4)               | 3550.00       | 0.00       | Aug-24                 | 11.00%             |
| Fixed Deposits (9)               | 23100.00      | 0.00       | Jul-24                 | 11.00%             |
| Fixed Deposits (4)               | 27000.00      | 0.00       | Jun-24                 | 11.00%             |
| Fixed Deposits (5)               | 24750.00      | 0.00       | May-24                 | 11.00%             |
| Fixed Deposits (14)              | 34000.00      | 0.00       | Apr-24                 | 11.00%             |
| Fixed Deposits (7)               | 20250.00      | 5350.00    | Mar-24                 | 11.00%             |
| Fixed Deposits (2)               | 2300.00       | 1000.00    | Feb-24                 | 11.00%             |
| Fixed Deposits (16)              | 72360.00      | 52900.00   | Jan-24                 | 11.00%             |
| Fixed Deposits (11)              | 72500.00      | 72500.00   | Dec-23                 | 10.00%             |
| Fixed Deposits (1)               | 120.00        | 0.00       | Dec-23                 | 11.00%             |
| Fixed Deposits (6)               | 13020.00      | 20020.00   | Nov-23                 | 10.00%             |
| Fixed Deposits (13)              | 54820.00      | 71320.00   | Oct-23                 | 10.00%             |
| Fixed Deposits (46)              | 174200.00     | 210560.00  | Sep-23                 | 11.00%             |
| Fixed Deposits (16)              | 85600.00      | 91050.00   | Aug-23                 | 11.00%             |
| Fixed Deposits (40)              | 144590.00     | 141860.00  | Jul-23                 | 11.00%             |
| Fixed Deposits (33)              | 94050.00      | 81750.00   | Jun-23                 | 11.00%             |
| Fixed Deposits (14)              | 95500.00      | 84000.00   | May-23                 | 11.00%             |
| Fixed Deposits (51)              | 157680.00     | 0.00       | Apr-23                 | 11.00%             |
| Fixed Deposits (59)              | 219430.00     | 9240.00    | Mar-23                 | 11.00%             |
| Fixed Deposits (32)              | 129750.00     | 10000.00   | Feb-23                 | 11.00%             |
| Fixed Deposits (22)              | 61920.00      | 31500.00   | Jan-23                 | 11.00%             |
| Fixed Deposits (14)              | 17570.00      | 0.00       | Dec-22                 | 11.00%             |
| Fixed Deposits (27)              | 79580.00      | 0.00       | Nov-22                 | 11.00%             |
| Fixed Deposits (20)              | 44140.00      | 0.00       | Oct-22                 | 11.00%             |
| Fixed Deposits (2)               | 3500.00       | 3500.00    | Oct-22                 | 10.00%             |
| Fixed Deposits (35)              | 249040.00     | 10000.00   | Sep-22                 | 11.00%             |
| Fixed Deposits (35)              | 98530.00      | 3900.00    | Aug-22                 | 11.00%             |
| Fixed Deposits (29)              | 90650.00      | 0.00       | Jul-22                 | 11.00%             |
| Fixed Deposits (2)               | 41030.00      | 0.00       | Jun-22                 | 10.00%             |
| Fixed Deposits (25)              | 85270.00      | 10000.00   | Jun-22                 | 11.00%             |
| Fixed Deposits (1)               | 12750.00      | 0.00       | May-22                 | 10.00%             |
| Fixed Deposits (36)              | 158030.00     | 20000.00   | May-22                 | 11.00%             |
| Fixed Deposits (25)              | 72350.00      | 62350.00   | Apr-22                 | 11.00%             |
| Fixed Deposits (1)               | 27780.00      | 0.00       | Apr-22                 | 10.00%             |
| Fixed Deposits (36)              | 0.00          | 92870.00   | Mar-22                 | 11.00%             |



|                     |      |                   |        |                   |
|---------------------|------|-------------------|--------|-------------------|
| Fixed Deposits (34) | 0.00 | 121600.00         | Feb-22 | 11.00%            |
| Fixed Deposits (1)  | 0.00 | 500.00            | Jan-22 | 11.00%            |
| Fixed Deposits (10) | 0.00 | 27430.00          | Jan-22 | 10.00%            |
| Fixed Deposits (9)  | 0.00 | 21280.00          | Dec-21 | 10.00%            |
| Fixed Deposits (4)  | 0.00 | 7000.00           | Nov-21 | 10.00%            |
| Fixed Deposits (21) | 0.00 | 89900.00          | Oct-21 | 11.00%            |
| Fixed Deposits (10) | 0.00 | 22520.00          | Sep-21 | 11.00%            |
| Fixed Deposits (25) | 0.00 | 113700.00         | Aug-21 | 11.00%            |
| Fixed Deposits (17) | 0.00 | 61900.00          | Jul-21 | 11.00%            |
| Fixed Deposits (12) | 0.00 | 35250.00          | Jun-21 | 11.00%            |
| Fixed Deposits (2)  | 0.00 | 27020.00          | Jun-21 | 11.00%            |
| Fixed Deposits (1)  | 0.00 | 11680.00          | May-21 | 11.00%            |
| Fixed Deposits (1)  | 0.00 | 15690.00          | Apr-21 | 11.00%            |
| <b>Total</b>        |      | <b>2969000.00</b> |        | <b>1773540.00</b> |

5.7 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 % |
|--------------------------------------|------------|-------------------|-------------------|------------------------|--------------------|
|                                      |            | 31.03.2022        | 31.03.2021        |                        |                    |
| Unsecured Sub Ord Bonds - Series U   | 1,000      | 91360.00          | 91360.00          | Jul-25                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series T | 1,000      | 95540.00          | 95540.00          | May-25                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series U | 1,000      | 108220.00         | 108220.00         | Mar-25                 | 11.00%             |
| Unsecured Sub. Ord Bonds - Series S  | 1,000      | 47180.00          | 47180.00          | Mar-25                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series R | 1,000      | 76250.00          | 76250.00          | Feb-25                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series T | 1,000      | 57230.00          | 57230.00          | Jan-25                 | 11.00%             |
| Unsecured Sub Ord Bonds - Series Q   | 1,000      | 54200.00          | 54200.00          | Dec-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series S | 1,000      | 60250.00          | 60250.00          | Nov-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series R | 1,000      | 90990.00          | 90990.00          | Oct-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series P | 1,000      | 59920.00          | 59920.00          | Oct-24                 | 11.00%             |
| Unsecured Sub. Ord Bonds - Series Q  | 1,000      | 113950.00         | 113950.00         | Aug-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series P | 1,000      | 101420.00         | 101420.00         | Jun-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series O | 1,000      | 65500.00          | 65500.00          | Jun-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series O | 1,000      | 114050.00         | 114050.00         | Feb-24                 | 11.00%             |
| Unsecured Sub. Ord. Bonds - Series N | 1,000      | 9010.00           | 9010.00           | Jun-23                 | 11.61%             |
| Unsecured Sub. Ord. Bonds - Series L | 1,000      | 500.00            | 500.00            | Jun-23                 | 11.61%             |
| Unsecured Sub. Ord. Bonds - Series K | 1,000      | 3000.00           | 3000.00           | Mar-23                 | 11.61%             |
| Unsecured Sub Ord. Bonds - Series M  | 1,000      | 2050.00           | 2050.00           | Dec-22                 | 11.61%             |
| Unsecured Sub Ord Bonds - Series J   | 1,000      | 5600.00           | 5600.00           | Dec-22                 | 11.61%             |
| Unsecured Sub. Ord. Bonds - Series L | 1,000      | 650.00            | 650.00            | Sep-22                 | 11.61%             |
| Unsecured Sub. Ord. Bonds - Series K | 1,000      | 23160.00          | 23160.00          | Jun-22                 | 11.61%             |
| Unsecured Sub Ord. Bonds - Series I  | 1,000      | 6340.00           | 6340.00           | Jun-22                 | 11.61%             |
| <b>Total</b>                         |            | <b>1186370.00</b> | <b>1186370.00</b> |                        |                    |

5.8 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    |                  |  |
|                                  |           |             | 31.03.2022       | 31.03.2021       |  |
| 14.50%                           | <1 year   | 12          | 171432.00        | 171432.00        |  |
|                                  | 1-2 years | 11          | 157136.00        | 328568.00        |  |
|                                  | 2-3 years | 0           | 0.00             | 0.00             |  |
|                                  |           |             | 328568.00        | 500000.00        |  |
| Less. Current Term Loan          |           |             | 171432.00        | 171432.00        |  |
| <b>Net Non Current Term Loan</b> |           |             | <b>157136.00</b> | <b>328568.00</b> |  |

| REPAYMENT OF 14.00 % TERM LOAN   |           |             |                  |                  |  |
|----------------------------------|-----------|-------------|------------------|------------------|--|
| Rate of Interest                 | Maturity  | Instalments | Balance As at    |                  |  |
|                                  |           |             | 31.03.2022       | 31.03.2021       |  |
| 14.00%                           | <1 year   | 24          | 571479.96        | 500315.25        |  |
|                                  | 1-2 years | 13          | 204813.33        | 399999.96        |  |
|                                  | 2-3 years | 11          | 157040.00        | 33333.33         |  |
|                                  |           |             | 933333.29        | 933648.54        |  |
| Less. Current Term Loan          |           |             | 571479.96        | 500315.25        |  |
| <b>Net Non Current Term Loan</b> |           |             | <b>361853.33</b> | <b>433333.29</b> |  |





REPAYMENT OF 13.87 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.87%                    | <1 year   | 0           | 0.00          | 167951.94  |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             | 0.00          | 167951.94  |
| Less: Current Term Loan   |           |             | 0.00          | 167951.94  |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 13.75 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.75%                    | <1 year   | 0           | 0.00          | 151316.70  |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             | 0.00          | 151316.70  |
| Less: Current Term Loan   |           |             | 0.00          | 151316.70  |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 13.50 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.50%                    | <1 year   | 12          | 333333.24     | 326948.66  |
|                           | 1-2 years | 12          | 333333.24     | 0.00       |
|                           | 2-3 years | 7           | 194444.67     | 0.00       |
|                           |           |             | 861111.15     | 326948.66  |
| Less: Current Term Loan   |           |             | 333333.24     | 326948.66  |
| Net Non Current Term Loan |           |             | 527777.91     | 0.00       |

REPAYMENT OF 13.35 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.35%                    | <1 year   | 1           | 21807.48      | 260880.00  |
|                           | 1-2 years | 0           | 0.00          | 21807.48   |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             | 21807.48      | 282687.48  |
| Less: Current Term Loan   |           |             | 21807.48      | 260880.00  |
| Net Non Current Term Loan |           |             | 0.00          | 21807.48   |

REPAYMENT OF 13.15 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.15%                    | <1 year   | 0           | 0.00          | 43475.01   |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             | 0.00          | 43475.01   |
| Less: Current Term Loan   |           |             | 0.00          | 43475.01   |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 12.50 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 12.50%                    | <1 year   | 24          | 68266.50      | 60283.97   |
|                           | 1-2 years | 24          | 77306.09      | 68266.50   |
|                           | 2-3 years | 28          | 104886.99     | 170719.57  |
|                           | >3 years  | 12          | 54977.16      | 65998.96   |
|                           |           |             | 305436.74     | 365269.00  |
| Less: Current Term Loan   |           |             | 68266.50      | 60283.97   |
| Net Non Current Term Loan |           |             | 237170.24     | 304985.03  |

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

REPAYMENT OF 15.75 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 15.75%                    | <1 year   | 12          | 120000.00     | 0.00       |
|                           | 1-2 years | 12          | 120000.00     | 0.00       |
|                           | 2-3 years | 2           | 20687.38      | 0.00       |
|                           |           |             | 260687.38     | 0.00       |
| Less: Current Term Loan   |           |             | 120000.00     | 0.00       |
| Net Non Current Term Loan |           |             | 140687.38     | 0.00       |



REPAYMENT OF 15.65 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 15.65%                    | <1 year   | 0           | 0.00          | 825359.71  |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 0.00       |
| Less: Current Term Loan   |           |             | 0.00          | 825359.71  |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 15.50 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 15.50%                    | <1 year   | 10          | 156419.19     | 524831.71  |
|                           | 1-2 years | 0           | 0.00          | 157946.71  |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 156419.19  |
| Less: Current Term Loan   |           |             | 156419.19     | 524831.71  |
| Net Non Current Term Loan |           |             | 0.00          | 157946.71  |

REPAYMENT OF 15.25 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 15.25%                    | <1 year   | 36          | 246015.80     | 244204.83  |
|                           | 1-2 years | 26          | 189692.96     | 256112.70  |
|                           | 2-3 years | 6           | 41351.06      | 138793.72  |
|                           |           |             |               | 477059.82  |
| Less: Current Term Loan   |           |             | 246015.80     | 244204.83  |
| Net Non Current Term Loan |           |             | 231044.02     | 394906.42  |

REPAYMENT OF 15.00 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 15.00%                    | <1 year   | 64          | 793767.61     | 338398.02  |
|                           | 1-2 years | 37          | 496207.92     | 167493.32  |
|                           | 2-3 years | 0           | 0.00          | 12489.92   |
|                           |           |             |               | 1289975.53 |
| Less: Current Term Loan   |           |             | 793767.61     | 338398.02  |
| Net Non Current Term Loan |           |             | 496207.92     | 179983.24  |

REPAYMENT OF 14.75 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 14.75%                    | <1 year   | 22          | 458694.12     | 250576.02  |
|                           | 1-2 years | 12          | 219394.14     | 271857.67  |
|                           | 2-3 years | 1           | 23610.90      | 0.00       |
|                           |           |             |               | 701699.16  |
| Less: Current Term Loan   |           |             | 458694.12     | 250576.02  |
| Net Non Current Term Loan |           |             | 243005.04     | 271857.67  |

REPAYMENT OF 14.50 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 14.50%                    | <1 year   | 56          | 994145.67     | 548871.97  |
|                           | 1-2 years | 28          | 626687.81     | 173308.70  |
|                           | 2-3 years | 12          | 142857.12     | 0.00       |
|                           | >3 years  | 2           | 28823.61      | 0.00       |
|                           |           |             |               | 1792514.21 |
| Less: Current Term Loan   |           |             | 994145.67     | 548871.97  |
| Net Non Current Term Loan |           |             | 798368.54     | 173308.70  |

REPAYMENT OF 14.25 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 14.25%                    | <1 year   | 40          | 641112.68     | 1608778.47 |
|                           | 1-2 years | 2           | 10988.66      | 643357.68  |
|                           | 2-3 years | 0           | 0.00          | 11802.36   |
|                           |           |             |               | 652101.34  |
| Less: Current Term Loan   |           |             | 641112.68     | 1608778.47 |
| Net Non Current Term Loan |           |             | 10988.66      | 655160.04  |



REPAYMENT OF 14.10 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 14.10%                    | <1 year   | 0           | 0.00          | 439382.10  |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 0.00       |
| Less: Current Term Loan   |           |             | 0.00          | 439382.10  |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 14.00 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 14.00%                    | <1 year   | 59          | 1888886.65    | 865258.47  |
|                           | 1-2 years | 31          | 1211654.59    | 540062.93  |
|                           | 2-3 years | 16          | 541343.62     | 0.00       |
|                           | >3 years  | 7           | 100000.15     | 0.00       |
|                           |           |             | 3741885.01    | 1405321.40 |
| Less: Current Term Loan   |           |             | 1888886.65    | 865258.47  |
| Net Non Current Term Loan |           |             | 1852998.36    | 540062.93  |

REPAYMENT OF 13.80 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.80%                    | <1 year   | 12          | 600000.00     | 0.00       |
|                           | 1-2 years | 6           | 301224.99     | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 901224.99  |
| Less: Current Term Loan   |           |             | 600000.00     | 0.00       |
| Net Non Current Term Loan |           |             | 301224.99     | 0.00       |

REPAYMENT OF 13.50 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.50%                    | <1 year   | 0           | 0.00          | 23228.95   |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 0.00       |
| Less: Current Term Loan   |           |             | 0.00          | 23228.95   |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 13.00 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 13.00%                    | <1 year   | 0           | 0.00          | 114674.69  |
|                           | 1-2 years | 0           | 0.00          | 0.00       |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 0.00       |
| Less: Current Term Loan   |           |             | 0.00          | 114674.69  |
| Net Non Current Term Loan |           |             | 0.00          | 0.00       |

REPAYMENT OF 12.51 % TERM LOAN

| Rate of Interest          | Maturity  | Instalments | Balance As at |            |
|---------------------------|-----------|-------------|---------------|------------|
|                           |           |             | 31.03.2022    | 31.03.2021 |
| 12.51%                    | <1 year   | 8           | 204674.02     | 276532.28  |
|                           | 1-2 years | 0           | 0.00          | 205008.82  |
|                           | 2-3 years | 0           | 0.00          | 0.00       |
|                           |           |             |               | 204674.02  |
| Less: Current Term Loan   |           |             | 204674.02     | 276532.28  |
| Net Non Current Term Loan |           |             | 0.00          | 205008.82  |

NOTE No. 6

OTHER NON CURRENT LIABILITIES

| Particulars   | As at            | As at            |
|---|------------------|------------------|
|   | 31st March, 2022 | 31st March, 2021 |
| Unearned Interest under Hypothecation Loan Accounts | 1420013.17       | 904171.62        |
| Interest accrued but not due on Borrowings          | 732123.53        | 593300.51        |
| Totals Rs.  | 2152136.70       | 1497472.13       |



**NOTE NO. 7****LONG TERM PROVISIONS**

| Particulars                                   | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|---|---------------------------|---------------------------|
| Provision for Non Performing Assets           | 195100.80                 | 128565.72                 |
| Contingent Provisions against Standard Assets | 94263.79                  | 77716.07                  |
| <b>Totals Rs.</b>                             | <b>289364.59</b>          | <b>206281.79</b>          |

**NOTE NO. 8****SHORT TERM BORROWINGS**

| Particulars                                   | As at 31st March, 2022 |                   | As at 31st March, 2021 |                    |
|---|------------------------|-------------------|------------------------|--------------------|
| <b>Secured</b>                                |                        |                   |                        |                    |
| Secured Non-convertible Redeemable Debentures |                        | 2300.00           |                        | 2813500.00         |
| Term Loan from Banks                          |                        | 1166319.18        |                        | 1682603.53         |
| Term Loans from NBFC's                        |                        | 6103715.74        |                        | 6060097.22         |
| <b>UNSECURED</b>                              |                        |                   |                        |                    |
| Fixed Deposits*                               | 1391320.00             |                   | 648340.00              |                    |
| Sub-Ordinated Bonds                           | 40800.00               | 1432120.00        | 0.00                   | 648340.00          |
| <b>Totals Rs.</b>                             |                        | <b>8704454.92</b> |                        | <b>11204540.75</b> |

\* Fixed Deposits (Unsecured) of Rs. 139,132,000/- includes Rs 20,356,000/- as on 31st March, 2022 (Rs 6,439,000/- as on 31st March, 2021) being Fixed Deposits received from Corporate entities.

- 8.1 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.
- 8.2 All the above Term Loans from various NBFC's/Banks are secured by specific charges on hypothecation of Company's present and future Loans receivables under the financing activities and are personally guaranteed by the Directors. The Company has filed quarterly returns or statements of current assets (receivables) with Banks/NBFC's and the said returns/statements are in agreement with books of accounts.
- 8.3 During the period presented there were no defaults in the repayment of principal and interest.
- 8.4 The Company has utilised the funds raised from Banks/NBFC's for the specific purpose for which they were borrowed.

**NOTE NO. 9****TRADE PAYABLES**

| Particulars  | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|--|---------------------------|---------------------------|
| <b>Trade Payables</b>  |                           |                           |
| i) Total outstanding dues to micro and small enterprises                       | 0.00                      | 0.00                      |
| ii) Total outstanding dues to creditors other than micro and small enterprises | 107267.96                 | 130141.14                 |
| <b>Totals Rs.</b>  | <b>107267.96</b>          | <b>130141.14</b>          |

**9.1 Trade Payable ageing Schedule**

As at March 31, 2022

| Particulars                 | Outstanding for following periods from due date of payment |                |             |                   | Total            |
|-----------------------------|--|----------------|-------------|-------------------|------------------|
|                             | Less than 1 year   | 1-2 years      | 2-3 years   | More than 3 years |                  |
| (i) MSME                    | 0.00   | 0.00           | 0.00        | 0.00              | 0.00             |
| (ii) Others                 | 101199.44  | 6068.52        | 0.00        | 0.00              | 107267.96        |
| (iii) Disputed dues - MSME  | 0.00   | 0.00           | 0.00        | 0.00              | 0.00             |
| (iv) Disputed dues - Others | 0.00   | 0.00           | 0.00        | 0.00              | 0.00             |
| <b>Totals Rs.</b>           | <b>101199.44</b>   | <b>6068.52</b> | <b>0.00</b> | <b>0.00</b>       | <b>107267.96</b> |



As at March 31, 2021

| Particulars                | Outstanding for following periods from due date of payments |               |             |                   | Total            |
|----------------------------|---|---------------|-------------|-------------------|------------------|
|                            | Less than 1 year  | 1-2 years     | 2-3 years   | More than 3 years |                  |
| (i) MSME                   | 0.00  | 0.00          | 0.00        | 0.00              | 0.00             |
| (ii) Others                | 129959.75   | 181.39        | 0.00        | 0.00              | 130141.14        |
| (iii) Disputed dues - MSME | 0.00  | 0.00          | 0.00        | 0.00              | 0.00             |
| (v) Disputed dues - Others | 0.00  | 0.00          | 0.00        | 0.00              | 0.00             |
| <b>Totals Rs.</b>          | <b>129959.75</b>  | <b>181.39</b> | <b>0.00</b> | <b>0.00</b>       | <b>130141.14</b> |

- 9.2 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.
- 9.3 Trade payables amounting to Rs. 10,726,796/- outstanding as on March 31, 2022 includes Rs. 5,50,000/- received as advance for sale of land and building of the Company situated at Melerkotta.

**NOTE NO. 10**

**OTHER CURRENT LIABILITIES**

| Particulars   | As at 31st March, 2022 | As at 31st March, 2021 |
|---|------------------------|------------------------|
| Unearned Interest under Hypothecation Loan Accounts | 2519744.53             | 2153400.36             |
| Interest accrued but not due on Borrowings          | 116376.90              | 28728.71               |
| <b>Statutory dues Payable</b>                       |                        |                        |
| GST/Service Tax Payable                             | 1121.84                | 0.00                   |
| TDS Payable   | 46150.76               | 2596.89                |
| Professional Dev. Tax payable                       | 42.00                  | 88.00                  |
| Provident/ESI/Labour Fund Payable                   | 21532.54               | 13143.15               |
| Stamp Duty (on Deb./Bonds) Payable                  | 207.79                 | 0.00                   |
| Other Expenses Payables                             | 143185.39              | 120236.96              |
| Dividends Payable                                   | 1750.00                | 0.00                   |
| <b>Totals Rs.</b>                                   | <b>2850171.75</b>      | <b>2318194.07</b>      |

- 10.1 Creditors for other expenses 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.
- 10.2 Dividends payable amounting to Rs. 1,75,000/- is the amount payable to deceased shareholders whose legal heirs are not yet decided and the matter is in court among the self-declared legal heirs. The amount payable is lying in Current Account with Capital Small Finance Bank Ltd Jalandhar Dividend unpaid Account.

**NOTE NO. 11**

**SHORT TERM PROVISIONS**

| Particulars  | As at 31st March, 2022 | As at 31st March, 2021 |
|--|------------------------|------------------------|
| Income Tax   | 167427.71              | 107888.88              |
| Provision for diminution in Value of Repossessed Stock | 79491.08               | 118542.77              |
|  | <b>246918.79</b>       | <b>226431.65</b>       |





**NOTE NO. 12****PROPERTY, PLANT AND EQUIPMENTS**

(Amount in Rupees in hundreds unless otherwise stated)

| Descriptions                                 | Land     | Land and Building | Furniture and Fixtures | Office Equipments | Computers | Electric Implants | Vehicles  | Leasehold Improvements | Total     |
|--|----------|-------------------|------------------------|-------------------|-----------|-------------------|-----------|------------------------|-----------|
| <b>Gross Block</b>                           |          |                   |                        |                   |           |                   |           |                        |           |
| Balance as at 1st April, 2021                | 14926.90 | 14875.43          | 76718.70               | 37029.49          | 66187.86  | 124281.04         | 169410.15 | 212152.07              | 715581.64 |
| Additions during the period                  | 0.00     | 0.00              | 3624.82                | 2252.59           | 11571.19  | 2720.51           | 5398.48   | 0.00                   | 25567.59  |
| Disposals during the period                  | 0.00     | 0.00              | 0.00                   | 0.00              | 0.00      | 0.00              | 54611.19  | 0.00                   | 54611.19  |
| Balance as at 31st March, 2022               | 14926.90 | 14875.43          | 80343.52               | 39282.08          | 77759.05  | 127001.55         | 120197.44 | 212152.07              | 686538.04 |
| <b>Accumulated depreciation/Amortisation</b> |          |                   |                        |                   |           |                   |           |                        |           |
| Balance as at 1st April, 2021                | 0.00     | 7805.79           | 52891.98               | 24097.39          | 33808.21  | 87798.20          | 113894.63 | 49502.18               | 369798.38 |
| Additions during the period                  | 0.00     | 343.10            | 6490.78                | 6083.99           | 22880.04  | 9705.05           | 14887.28  | 14143.48               | 74533.72  |
| Disposals during the period                  | 0.00     | 0.00              | 0.00                   | 0.00              | 0.00      | 0.00              | 46023.32  | 0.00                   | 46023.32  |
| Balance as at 31st March, 2022               | 0.00     | 8,148.89          | 59,382.76              | 30,181.38         | 56,688.25 | 97,503.25         | 82,758.59 | 63,645.66              | 398308.78 |
| <b>Net Block</b>                             |          |                   |                        |                   |           |                   |           |                        |           |
| Balance as at 31st March, 2021               | 14926.90 | 7069.64           | 23826.72               | 12932.10          | 32379.65  | 36482.84          | 55515.52  | 162649.89              | 345783.26 |
| Balance as at 31st March, 2022               | 14926.90 | 6726.54           | 20960.76               | 9100.70           | 21070.80  | 29498.30          | 37438.85  | 148506.41              | 288229.26 |



## NOTE NO. 13

## INTANGIBLE ASSETS

(Amount in Rupees in hundreds unless otherwise stated)

| Descriptions                                 | Computer Software | Total           |
|--|-------------------|-----------------|
| <b>Gross Block</b>                           |                   |                 |
| Balance as at 1st April, 2021                | 33021.00          | 33021.00        |
| Additions during the period                  | 0.00              | 0.00            |
| Disposals during the period                  | 0.00              | 0.00            |
| <b>Balance as at 31st March, 2022</b>        | <b>33021.00</b>   | <b>33021.00</b> |
| <b>Accumulated depreciation/Amortisation</b> |                   |                 |
| Balance as at 1st April, 2021                | 10313.36          | 10313.36        |
| Additions during the period                  | 6604.20           | 6604.20         |
| Disposals during the period                  | 0.00              | 0.00            |
| <b>Balance as at 31st March, 2022</b>        | <b>16917.56</b>   | <b>16917.56</b> |
| <b>Net Block</b>                             |                   |                 |
| Balance as at 31st March, 2021               | 22707.64          | 22707.64        |
| <b>Balance as at 31st March, 2022</b>        | <b>16103.44</b>   | <b>16103.44</b> |

## NOTE NO. 14

## NON CURRENT INVESTMENTS

| Particulars   | As at 31st March, 2022 |                   | As at 31st March, 2021 |                  |
|---|------------------------|-------------------|------------------------|------------------|
| <b>In Government Securities- quoted</b>   |                        |                   |                        |                  |
| 6.01% Government of India 2028 Bonds<br>(Face value of Rs. 2,00,000/-)            | 2012.00                |                   | 2012.00                |                  |
| 6.13% Government of India 2028 Bonds<br>(Face value of Rs. 1,00,000/-)            | 940.00                 |                   | 940.00                 |                  |
| 6.13% Government of India 2028 Bonds<br>(Face value of Rs. 3,00,000/-)            | 2550.00                |                   | 2550.00                |                  |
| 8.03% Government of India 2024 Bonds<br>(Face value of Rs.1,40,000/-)             | 1416.10                |                   | 1416.10                |                  |
| 8.40% Government of India 2025 Bonds<br>(Face value of Rs. 2,00,000/-)            | 2064.00                |                   | 2064.00                |                  |
| 8.28% Government of India Fertilizer 2027 Bonds<br>(Face Value of Rs. 6,50,000/-) | 6399.25                |                   | 6399.25                |                  |
| 7.95% Government of India 2026 Bonds<br>(Face Value of Rs. 7,00,000/-)            | 6678.00                |                   | 6678.00                |                  |
| 8.32% Government of India 2032 Bonds<br>(Face Value of Rs. 4,50,000/-)            | 4188.15                |                   | 4188.15                |                  |
| 7.50% Government of India 2034 Bonds<br>(Face Value of Rs. 3,00,000/-)            | 2880.00                |                   | 2880.00                |                  |
| 6.01% Government of India 2028 Bonds<br>(Face Value of Rs. 5,00,000/-)            | 4100.00                |                   | 4100.00                |                  |
| 7.95% Government of India Fertilizer 2026 Bonds<br>(Face value of Rs. 8,00,000/-) | 7632.00                |                   | 7632.00                |                  |
| 8.80% TN SDL 2022 Bonds<br>(Face Value of Rs. 100,00,000/-)                       | 0.00                   |                   | 108225.10              |                  |
| 7.50% Government of India 2034 Bonds<br>(Face Value of Rs. 45,00,000/-)           | 47938.50               |                   | 0.00                   |                  |
| 9.23% Government of India 2043 Bonds<br>(Face Value of Rs. 60,00,000/-)           | 76,260.96              | 165058.96         | 0.00                   | 149084.60        |
| Fixed Deposits with HDFC Bank Ltd., Jalandhar (SLR)                               |                        | 115956.28         |                        | 70079.86         |
| Fixed Deposits with Banks (Pledged for OD limits)                                 |                        | 468608.69         |                        | 0                |
| Other Fixed Deposits with Banks   |                        | 1357955.23        |                        | 0                |
| <b>Totals Rs.</b>   |                        | <b>2107579.16</b> |                        | <b>219164.46</b> |

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. 11,595,628/- forms part of the SLR required to be maintained under RBI Directions

## NOTE NO. 15

## DEFERRED TAX ASSETS

| Particulars  | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|--|---------------------------|---------------------------|
| Opening Balance  | 74578.73                  | 66901.51                  |
| Add. Provision(Reversal) for Deferred Tax Assets during the year | 19965.79                  | 7677.22                   |
| <b>Totals Rs.</b>  | <b>94544.52</b>           | <b>74578.73</b>           |



## NOTE NO. 16

## LONG TERM LOANS AND ADVANCES

| Particulars  | As at             | As at             |
|--|-------------------|-------------------|
|  | 31st March, 2022  | 31st March, 2021  |
| Loans under Hypothecation Agreements<br>(Secured and considered good unless otherwise stated including unaccrued Interest/Finance Charges) | 8294124.63        | 5715294.82        |
| <b>Totals Rs.</b>  | <b>8294124.63</b> | <b>5715294.82</b> |

## NOTE NO. 17

## OTHER NON CURRENT ASSETS

| Particulars  | As at            | As at            |
|--|------------------|------------------|
|  | 31st March, 2022 | 31st March, 2021 |
| <b>Unamortised Expenses</b>  |                  |                  |
| Authorised Capital Expenses  | 1350.00          | 2025.00          |
| Cost of Borrowings   | 89648.30         | 39262.12         |
| Amalgamation Expenses  | 0.00             | 800.00           |
| Prepaid Expenses   | 218.00           | 0.00             |
| Security Deposits (includes Security deposits with landlords of various collection Centres and security with Revenue departments.) | 6966.90          | 6696.90          |
| Capital Work in Progress   | 73164.86         | 0.00             |
| <b>Totals Rs.</b>  | <b>171348.06</b> | <b>48784.02</b>  |

## 17.1 Capital Work in Progress (CWIP)

## Ageing Schedule

| CWIP                 | Amount of CWIP for a period of |           |           |                   | Total    |
|----------------------|--------------------------------|-----------|-----------|-------------------|----------|
|                      | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |          |
| Projects in progress | 73164.86                       | 0.00      | 0.00      | 0.00              | 73164.86 |

There is no Capital Work in progress which is overdue. The present Projects in progress is expected to be completed by 30th September, 2022

## NOTE NO. 18

## CURRENT INVESTMENTS

| Particulars  | As at 31st March, 2022 |                   | As at 31st March, 2021 |                  |
|--|------------------------|-------------------|------------------------|------------------|
|  |                        |                   |                        |                  |
| <b>In Government Securities- quoted</b>                              |                        |                   |                        |                  |
| 10.25% Government of India 2021 Bonds<br>(Face Value Rs. 3,50,000/-) | 5022.50                |                   | 5022.50                |                  |
| 8.80% TN SDL 2022 Bonds<br>(Face Value of Rs. 10,000,000/-)          | 108225.10              | 113247.60         | 0.00                   | 5022.50          |
| <b>Other Investments (quoted)</b>                                    |                        |                   |                        |                  |
| Kotak Liquid Direct Plan Growth Fund                                 | 200000.00              |                   | 300000.00              |                  |
| IDBI Liquid Fund Regular Plan Growth                                 | 0.00                   | 200000.00         | 200000.00              | 500000.00        |
| Fixed Deposits with NBFC's   |                        | 17105.51          |                        | 5198.50          |
| Fixed Deposits with Banks  |                        | 1393872.60        |                        | 0.00             |
| <b>Totals Rs.</b>  |                        | <b>1724225.71</b> |                        | <b>510221.00</b> |

18.1 Other Investments being quoted and the market value of the said quoted investment as on 31st March, 2022 is Rs. 20,002,955/-.

18.2 10.25% Government of India 2021 Bonds with carrying cost of Rs. 5,02,250/- was due for maturity on 30-05-2021 and this was overdue as on 31-03-2022. It was explained by the management that due to non updation of Bank account by the authorities, the said Bonds could not be got encashed.

## NOTE NO. 19

## TRADE RECEIVABLES

| Particulars   | As at 31st March, 2022 |                   | As at 31st March, 2021 |                   |
|---|------------------------|-------------------|------------------------|-------------------|
|   |                        |                   |                        |                   |
| Loans under Hypothecation Agreements<br>(Secured and considered good unless otherwise stated) |                        | 3646181.57        |                        | 3315318.62        |
| Balance with Dealers<br>(Unsecured but considered Good)                                       |                        | 2142970.35        |                        | 1959736.38        |
| <b>Totals Rs.</b>   |                        | <b>5789151.86</b> |                        | <b>5275055.00</b> |



19.1 Trade receivables ageing

As at March 31, 2022

| Particulars   | Outstanding for following period from the date of payments |                    |                 |                |                   | Total             |
|---|--|--------------------|-----------------|----------------|-------------------|-------------------|
|   | Less than 6 months   | 6 months to 1 year | 1-2 years       | 2-3 years      | More than 3 years |                   |
| (i) Undisputed Trade receivables - considered good      | 5592823.97   | 105155.71          | 83897.17        | 7275.01        | 0.00              | 5789151.86        |
| (ii) Undisputed Trade receivables - Considered Doubtful | 0.00   | 0.00               | 0.00            | 0.00           | 0.00              | 0.00              |
| (iii) Disputed Trade receivables - considered good      | 0.00   | 0.00               | 0.00            | 0.00           | 0.00              | 0.00              |
| (v) Disputed Trade receivables - Considered doubtful    | 0.00   | 0.00               | 0.00            | 0.00           | 0.00              | 0.00              |
| <b>Totals Rs.</b>                                       | <b>5592823.97</b>  | <b>105155.71</b>   | <b>83897.17</b> | <b>7275.01</b> | <b>0.00</b>       | <b>5789151.86</b> |

As at March 31, 2021

| Particulars   | Outstanding for following period from the date of payments |                    |                  |                 |                   | Total             |
|---|--|--------------------|------------------|-----------------|-------------------|-------------------|
|   | Less than 6 months   | 6 months to 1 year | 1-2 years        | 2-3 years       | More than 3 years |                   |
| (i) Undisputed Trade receivables - considered good      | 4895609.28   | 223175.57          | 132041.55        | 23754.45        | 384.15            | 5275055.00        |
| (ii) Undisputed Trade receivables - Considered Doubtful | 0.00   | 0.00               | 0.00             | 0.00            | 0.00              | 0.00              |
| (iii) Disputed Trade receivables - considered good      | 0.00   | 0.00               | 0.00             | 0.00            | 0.00              | 0.00              |
| (v) Disputed Trade receivables - Considered doubtful    | 0.00   | 0.00               | 0.00             | 0.00            | 0.00              | 0.00              |
| <b>Totals Rs.</b>                                       | <b>4895609.28</b>  | <b>223175.57</b>   | <b>132041.55</b> | <b>23754.45</b> | <b>384.15</b>     | <b>5275055.00</b> |

19.2 Non Performing Assets under Hypothecation Loan Agreements

| Particulars         | As at            | As at            |
|---------------------|------------------|------------------|
|                     | 31st March, 2022 | 31st March, 2021 |
| Sub-Standard Assets | 274616.93        | 197409.97        |
| Doubtful Assets     | 492540.01        | 386327.14        |
| Loss Assets         | 0.00             | 0.00             |
| <b>Totals Rs.</b>   | <b>767156.94</b> | <b>583737.11</b> |

19.3 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.

19.4 There are no Trade or other receivables due from directors or other officers of the Company either severally or jointly with any other person, or from firm or private limited companies respectively in which any director is a partner, a director or a member

19.5 Loans or Advances in the nature of loans granted to promoters, directors, KMPs and the related parties, either severally or jointly with any other person :

| Particulars        | As at 31st March, 2,022 | % of total loans and advances in the nature of loans | As at 31st March, 2,021 | % of total loans and advances in the nature of loans |
|--------------------|-------------------------|--|-------------------------|--|
|                    | 1. Promoters            | Nil  | Nil                     | Nil  |
| 2. Directors       | Nil                     | Nil  | Nil                     | Nil  |
| 3. KMPs            | Nil                     | Nil  | Nil                     | Nil  |
| 4. Related parties | Nil                     | Nil  | Nil                     | Nil  |

NOTE NO. 20

CASH AND CASH EQUIVALENTS

| Particulars                          | As at             | As at             |
|--------------------------------------|-------------------|-------------------|
|                                      | 31st March, 2022  | 31st March, 2021  |
| Cash-in-Hand                         | 439268.14         | 594534.69         |
| Balance with Banks                   | 1496896.75        | 1592112.10        |
| Cheques in Hand                      | 225223.77         | 140040.00         |
| Balance with Banks in Fixed Deposits | 100098.63         | 2041824.69        |
| <b>Totals Rs.</b>                    | <b>2261487.29</b> | <b>4368511.48</b> |

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

20.2 As on 31st March, 2022, balance with Banks in Fixed Deposits were with an original maturity period of three months or less.



**NOTE NO. 21****SHORT TERM LOANS & ADVANCES**

| Particulars  | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|--|---------------------------|---------------------------|
| Loans under Hypothecation Agreements<br>(Secured and considered good unless otherwise<br>stated including unearned Interest/Finance Charges) | 13896714.69               | 11813132.62               |
| Other Sundry Loans<br>(Secured against pledge of Fixed Deposits Receipts/<br>Debentures of the Company)                                      | 167220.66                 | 138184.65                 |
| <b>Unamortised Expenses</b>  |                           |                           |
| Authorised Capital Expenses  | 1875.00                   | 2933.35                   |
| Cost of Borrowings   | 103862.32                 | 73381.63                  |
| Amalgamation Expenses  | 800.00                    | 3911.41                   |
| Prepaid Expenses   | 109.00                    | 0.00                      |
| Advance Income Tax and Tax deducted at Source  | 140411.10                 | 109274.34                 |
| Income Tax/Fringe Benefit Tax Refund due   | 14819.45                  | 45009.86                  |
| GST ITC C/d  | 9727.54                   | 3106.73                   |
| * Advances recoverable in cash or in kind (Unsecured<br>but considered good)   | 125649.54                 | 128658.81                 |
| <b>Totals Rs.</b>  | <b>14461189.30</b>        | <b>12319593.40</b>        |

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. 50,33,971/- (Pv. Year Rs. 32,89,217/-) being cheques deposited in various Banks but not yet credited by Banks.
- Rs. 17,19,566/- (Pv. Year Rs. 21,55,699/-) being TDS recoverable from various lenders (NBFC's)
- Rs. 13,10,408/- (Pv. Year Rs. 14,66,790/-) as Staff Advance

**NOTE NO. 22****OTHER CURRENT ASSETS**

| Particulars                                  | As at<br>31st March, 2022 | As at<br>31st March, 2021 |
|--|---------------------------|---------------------------|
| Stock of Office Materials                    | 52925.00                  | 45866.00                  |
| Assets Repossessed from Borrowers            | 620711.08                 | 578720.59                 |
| Interest receivable on Government Securities | 8688.26                   | 6504.90                   |
| <b>Totals Rs.</b>                            | <b>682324.34</b>          | <b>631091.49</b>          |

22.1 Assets financed with total outstanding of Rs. 62,071,108/- have been repossessed from borrowers and have been shown above at Loan outstanding value of Rs. 62,071,108/- Provision for Loss of Rs. 79,49,108/- (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. 39,05,169/- (difference being provision reversed during the year) have been shown under Note No. 24 under the head " Other Incomes" as Provision for diminution in value of repossessed assets reversed

**NOTE NO. 23****REVENUE FROM OPERATIONS**

| Particulars              | Year ended<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|--------------------------|--------------------------------|--------------------------------|
| Interest income          | 5816863.37                     | 5210128.28                     |
| Loans Processing Charges | 178465.57                      | 111682.49                      |
| Other Direct Income      | 3719.74                        | 2081.56                        |
| <b>Totals Rs.</b>        | <b>5999048.68</b>              | <b>5323892.33</b>              |

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

**NOTE NO. 24****OTHER INCOMES**

| Particulars   | Year ended<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|---|--------------------------------|--------------------------------|
| Other Interest from Dealers                                       | 1450.00                        | 0.00                           |
| Profit on Sale of Fixed Assets                                    | 937.13                         | 0.00                           |
| Profit on Sale of Investments (MF)                                | 2554.69                        | 13478.89                       |
| Provision for Moratorium reversed                                 | 0.00                           | 19084.13                       |
| Provision for Standard Assets reversed                            | 0.00                           | 980.62                         |
| Provision for diminution in value of repossessed assets reversed. | 39051.69                       | 0.00                           |
| <b>Totals Rs.</b>   | <b>43993.51</b>                | <b>33543.64</b>                |

**NOTE NO. 25****EMPLOYEE BENEFIT EXPENSES**

| Particulars  | Year ended<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|--|--------------------------------|--------------------------------|
| Salaries and Wages (including Bonus and incentives<br>paid to staff) | 1118378.14                     | 941947.61                      |
| Contribution to Provident and other Funds                            | 109503.78                      | 76022.90                       |
| Staff Welfare Expenses   | 20646.80                       | 13556.72                       |
| <b>Totals Rs.</b>  | <b>1248528.72</b>              | <b>1031527.23</b>              |





**NOTE NO. 26**  
**FINANCE COST**

| Particulars           | Year ended<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|-----------------------|--------------------------------|--------------------------------|
| Interest expenses     | 2791735.87                     | 2659886.15                     |
| Other Borrowing Costs | 125871.33                      | 168431.09                      |
| <b>Totals Rs.</b>     | <b>2917607.20</b>              | <b>2828317.24</b>              |

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<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|---|--------------------------------|--------------------------------|
| Rent  | 60541.19                       | 55757.80                       |
| Electricity & Fuel Expenses                             | 25388.81                       | 20067.83                       |
| Telephone & Mobile Expenses                             | 21238.54                       | 18874.39                       |
| Vehicles Petrol/Diesel Repairs & Maintenance            | 178319.80                      | 144637.92                      |
| Repairs & Maintenance - Premises                        | 22854.09                       | 23115.39                       |
| Repairs & Maintenance - Others                          | 23464.18                       | 19014.60                       |
| Insurance Charges                                       | 3540.00                        | 2655.00                        |
| Commission/ Brokerage Expenses                          | 90783.67                       | 50353.85                       |
| Travelling & Conveyance Expenses                        | 80756.53                       | 39681.00                       |
| Meeting & Conference Expenses                           | 3205.35                        | 211.91                         |
| Auditor's Remuneration (Refer Note 27.1 below)          | 2654.00                        | 2372.00                        |
| Rates and Taxes   | 2222.58                        | 139.59                         |
| Legal and Professional Charges                          | 93153.88                       | 46102.97                       |
| Business Promotion/Advertisement and publicity Expenses | 44958.78                       | 53913.51                       |
| Other Office Administration Expenses                    | 30348.83                       | 24832.69                       |
| Miscellaneous Expenses                                  | 15194.91                       | 6205.21                        |
| <b>Totals Rs.</b>                                       | <b>698625.23</b>               | <b>507936.66</b>               |

**27.1 PAYMENT TO AUDITORS AS**

| Particulars  | Year ended<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|--|--------------------------------|--------------------------------|
| a) Statutory Audit fee and Tax Audit fee                     | 2381.50                        | 2122.00                        |
| b) In other capacity (Tax matters & certification work etc.) | 272.50                         | 250.00                         |
| <b>Totals Rs.</b>  | <b>2654.00</b>                 | <b>2372.00</b>                 |

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 requisite 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<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|--|--------------------------------|--------------------------------|
| Rebate & Remissions                                      | 375111.54                      | 449437.12                      |
| Loss on Sale of Fixed Assets (Net)                       | 0.00                           | 282.68                         |
| Authorised Capital Expenses Written Off                  | 3233.35                        | 2933.36                        |
| Amalgamation Expenses Written off                        | 3911.41                        | 3911.38                        |
| Contingent Provisions against Standard Assets            | 16547.72                       | 0.00                           |
| Provision for Non Performing Assets                      | 66535.08                       | 22508.40                       |
| Provision for diminution in value of repossessed assets. | 0.00                           | 9501.64                        |
| <b>Totals Rs.</b>  | <b>465339.10</b>               | <b>488574.58</b>               |

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<br>31st March, 2022 | Year ended<br>31st March, 2021 |
|--|--------------------------------|--------------------------------|
| Depreciation on Property, Plant and Equipment    | 74533.72                       | 66792.11                       |
| Amortization and impairment of intangible assets | 6604.20                        | 6604.20                        |
| <b>Totals Rs.</b>                                | <b>81137.92</b>                | <b>73396.31</b>                |



**NOTE NO. 30**  
**EARNINGS PER SHARE**

| Particulars   | Year ended       | Year ended       |
|---|------------------|------------------|
|   | 31st March, 2022 | 31st March, 2021 |
| Net Profit after tax  | 484342.10        | 327472.29        |
| Less: Dividends payable to Preference Shareholders              | 166788.56        | 130426.92        |
| Net Profit attributable to Equity Shareholders                  | 317553.54        | 197045.37        |
| Number of Equity Shares used as denominator for calculating EPS | 2679603          | 2679603          |
| Basic Earnings per shares                                       | 11.851           | 7.354            |
| Diluted Earnings per shares                                     | 11.851           | 7.354            |

**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 as amended. 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 further impact of COVID-19 on the Company's performance will depend on the ongoing as well as future developments, including, among other things, any new information concerning the COVID-19 pandemic and any measure to contain its spread or mitigate its impact, whether mandated by the Government or adopted by us.

**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 Auditors discuss 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 31-03-2022 | As at 31-03-2021  |  |
| Total Advances of twenty largest borrowers                                       | 146.98           | 108.75            |  |
| Percentage of Advances of twenty largest borrowers to Total Advances of the NBFC | 0.57%            | 0.52%             |  |

| Concentration of NPA                    |                  | (Amount in Lakhs) |  |
|---|------------------|-------------------|--|
| Particulars                             | As at 31-03-2022 | As at 31-03-2021  |  |
| Total Exposure of top four NPA Accounts | 12.61            | 9.8               |  |

#### 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 events 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. 39,426,284 /- ( Previous year Rs. 22,418,696/-) in favour of trustees representing the public deposit holders of the Company.



31.9 The disclosures on the following matters required under Schedule III as amended not being relevant or applicable in case of the Company, same are not covered :

- The Company has not traded or invested in crypto currency or virtual currency during the financial year.
- No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (43 of 1988) and rules made thereunder
- The Company has not been declared willful defaulter by any bank or financial institution or Government or any Government authority.
- The Company has not entered into any scheme of arrangement.
- There are no transactions which are not recorded in the books of accounts which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961
- There is no relationship with any Struck off Company U/S 248 or 560 of the Companies Act on the basis of available data as on date of reporting

31.10 Charges or Satisfaction yet to be registered with Registrar of Companies

Though the following loans have been duly paid, the Charges for which were duly registered with Registrar of Companies but the satisfaction of the said Charges have not been registered with the Registrar of Companies :

| Charge Holders' name and Charge registered ID                                  | Date of Loan | Loan Closed date | Charge Amount | Reasons                      |
|--|--------------|------------------|---------------|------------------------------|
| 1. Punjab National Bank - ID No. 90169769                                      | 14/02/2003   | 27/06/2003       | 5000.00       | NOC not received from Lender |
| 2. Hinduja Leyland Finance Ltd., - ID No. 100121290                            | 31/07/2017   | 07/11/2020       | 300000.00     | NOC not received from Lender |
| 3. Hinduja Leyland Finance Ltd., - ID No. 100121288                            | 31/07/2017   | 07/10/2020       | 300000.00     | NOC not received from Lender |
| 4. IFMR Capital Finance Pvt. Ltd.(Now Northern Arc Limited) - ID No. 100126513 | 14/09/2017   | 17/12/2020       | 500000.00     | NOC not received from Lender |
| 5. IFMR Capital Finance Pvt. Ltd.(Now Northern Arc Limited) - ID No. 100132496 | 16/10/2017   | 18/11/2020       | 300000.00     | NOC not received from Lender |
| 6. IFMR Capital Finance Pvt. Ltd.(Now Northern Arc Limited) - ID No. 100132494 | 16/10/2017   | 07/06/2021       | 450000.00     | NOC not received from Lender |
| 7. Hinduja Leyland Finance Limited- ID No. 100148495                           | 28/12/2017   | 28/02/2021       | 250000.00     | NOC not received from Lender |
| 8. Shriram City Union Finance Limited- ID No. 1001640                          | 28/02/2018   | 05/05/2021       | 700000.00     | NOC not received from Lender |
| 9. Capri Global Capital Limited - ID No. 100204199                             | 31/08/2018   | 15/02/2022       | 1000000.00    | NOC not received from Lender |

However, the statutory period for registering Satisfaction of Charges with Registrar of Companies starts from the date of issue of NOC by the Lender. Since the Lenders have not yet issued NOC in all the above cases, the statutory period has not yet commenced to file Satisfaction of Charges within normal time.

31.11 Title deeds of Immovable Properties not held in the name of the Company

Details of all Immovable Properties (other than under lease and the agreement is in the name of the Company) whose title deeds are not held in the name of the Company :

| Description of item of property    | Gross carrying value | Title deeds held in the name of     | Whether title deed holder is a promoter, director or relative of promoter/director or employee of the promoter/director | Property held since which date | Reason for not being held in the name of the Company |
|------------------------------------|----------------------|-------------------------------------|---|--------------------------------|--|
| 1. Land and Building at Malerkotla | 8,935.88             | Amrat Hirc Purchase Limited         | No  | 09/03/1998                     | The name of the Company is Changed                   |
| 2. Land and Building at Malerkotla | 6,839.55             | Malwa (Ludhiana) Motor Finance Ltd. | No  | 06/04/1998                     | The Company was amalgamated with our Company         |
| 3. Land at Jalandhar               | 14,926.90            | Malwa (Ludhiana) Motor Finance Ltd. | No  | 19/03/2010                     | The Company was amalgamated with our Company         |

31.12 Important Financial Ratios

| Particulars                 | Numerator  | Denominator                                  | UOM      | Current Period | Previous Period | % change | Reason for variance  |
|-----------------------------|--|--|----------|----------------|-----------------|----------|--|
| Current Ratio               | Total Current Assets   | Total Current Liability                      | in times | 2.46           | 1.76            | 39.77%   | The company has cash balance of Rs. 5013.32 lakhs as compared to previous year Rs. 4368.51 lakhs due to surplus funds raised in last quarter |
| Debt:Equity Ratio           | Total Debt (Non-current borrowings + Current Borrowings + Total Lease Liability) | Total Net Worth                              | in times | 4.50           | 3.93            | 14.50%   | N.A.   |
| Debt Service Coverage Ratio | Earning for Debt Service = Earning before interest, taxes and depreciation       | Debt service = Long term and Short term debt | in times | 0.14           | 0.16            | -12.50%  | N.A.   |





|                                  |  |   |          |        |        |         |  |
|----------------------------------|--|---|----------|--------|--------|---------|--|
| Return on Equity Ratio           | Profit for the year less Preference dividend (if any)              | Average total equity  | in %     | 6.84%  | 4.51%  | 51.66%  | The ROE is high on account of increase in profit attributable to equity shareholders amounting to Rs. 317.55 lakhs as compared to Rs. 197.04 lakhs as compared to previous year  |
| Inventory turnover ratio         | Revenue from operations  | Average Inventory   | in times | N.A.   | N.A.   | N.A.    | N.A.   |
| Trade Receivables turnover ratio | Revenue from operations  | Average trade receivables                                       | in times | N.A.   | N.A.   | N.A.    | N.A.   |
| Trade payables turnover ratio    | Purchase of Raw Materials, Packing Materials and Stores and spares | Average trade payables  | in times | N.A.   | N.A.   | N.A.    | N.A.   |
| Net capital turnover ratio       | Revenue from operations  | Average Working Capital<br>Current Assets - Current Liabilities | in times | 0.43   | 0.59   | -27.12% | The ratio has fallen due to excess cash & bank balance as on March 22 resulting in increase in working capital, thus depicting fall in Net capital turnover as compared to previous year.  |
| Net profit ratio                 | Net Profit (After Tax)   | Revenue from operations   | in %     | 8.07%  | 6.15%  | 31.22%  | Company has saved judiciously on finance cost due to raise in low cost deposits in borrowings as compared to previous year. Also, Provisions & write off has decreased slightly in contrary to trend of increase in Revenue from operations which resulted in higher proportionate rise in profits as compared to last year. |
| Return on Capital employed       | Profit before tax and finance costs                                | Capital Employed<br>Total Assets - Current Liabilities          | in %     | 19.28% | 21.88% | -11.88% | N.A.   |
| Return on investment             | Income generated from Investments                                  | Average fair market value of investments                        | in %     | N.A.   | N.A.   | N.A.    | N.A.   |

The abovesaid Financial Ratios are as prepared and provided by the management and are subject to verification.

### 31.13 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 "Contributions to Provident and other Funds" in Statement of Profit and Loss". The details is as follows:

(Amount in Rupees in hundreds unless otherwise stated)

|   | Year ended 31st March, 2022 | Year ended 31st March, 2021 |
|---|-----------------------------|-----------------------------|
| Provident Fund                              | 6139.37                     | 52130.90                    |
| Employee State Insurance Corporation (ESIC) | 22350.56                    | 14982.47                    |
| Labour Welfare Fund                         | 1074.00                     | 851.60                      |

#### 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.

### 31.14 In our Opinion and according to information and explanation given to us,

- The Company has an adequate Internal Audit System commensurate with its size and nature of business.
- 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.
- The Company complies with the various provisions of Anti Money Laundering Act.
- The Company is maintaining the prescribed accounts and registers required under various provisions of Acts.

### 31.15 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 since the business of the Company is primarily concentrated in India, the Company is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

#### 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, 2022. 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.

### 31.16 Related Party Disclosures

#### A) Associates Concerns

- Amrit CIC Private Limited, Jalandhar

There are no related party transactions during the year ending 31st March, 2022

#### B) Key Management Personnel

- Mr. Ajit Pal Singh (Managing Director)
- Mrs. Pawanjeet Kaur (Whole time Director)
- Mr. Jasvir Singh (Whole Time Director)
- Mr. Rajesh Mehra (Chief Financial Officer)
- Mr. Harsh Kumar (Company Secretary)





Transactions during the year with Key Management Personnel:

| Name and designation                           | Accounts Head | Year ended<br>31st March, 2022<br>(in Rupees) | Year ended<br>31st March, 2021<br>(in Rupees) |
|--|---------------|---|---|
| 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      | Rest          | 1,200,000                                     | 1,200,000                                     |
| Mr. Ajit Pal Singh - Managing Director         | Rest          | 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        | 0   | 192,800                                       |
| Mr. Rajesh Mehra - Chief Financial Officer     | Salary        | 730,084                                       | 551,184                                       |
| Mr. Harsh Kumar - Company Secretary            | Salary        | 778,478                                       | 720,200                                       |

31.17 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 VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS

(Registration No. 120691 N)

*Smit Vatta*  
(S. MIT VATTA)  
PARTNER

(Membership No. 500143)

PLACE, Jalandhar

DATED: 28<sup>th</sup> June 2022

UDIN: 22506123AMXODC2770

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

CHIEF FINANCIAL OFFICER

DIRECTORS

*Rajesh Mehra*

COMPANY SECRETARY

*Harsh Kumar*

*AOO*  
(DIN: 01583946)  
*Pawanjeet*  
(DIN: 01601518)  
*Rajesh*  
(DIN: 02427308)  
*Jasvir Singh*  
(DIN: 01593590)



| S.No. | PARTICULARS   | Amount Outstanding as at   |   |
|-------|---|--|---|
|       |   | 31st March, 2022   | 31st March, 2021  |
| 3     | Assets Side:<br>Break-up Loans and Advances including bills receivables<br>(other than those included in 4 below)<br>a) Secured<br>b) Unsecured   | 167.22<br>0.00   | 138.18<br>0.00  |
| 4     | Break-up of Leased Assets and Stock on Hire and other assets<br>counting towards AFC activities<br>i) Leased assets including lease rentals under sundry<br>debtors:<br>a) Financial Lease<br>b) Operating Lease<br>ii) Stock on hire including hire charges under sundry<br>debtors (Total dues from Hirers)<br>a) Assets on Hire<br>b) Repossessed Assets<br>iii) Hypothecation loans counting towards AFC<br>activities:<br>a) Loans where assets have been repossessed<br>b) Loans other than a above | 0.00<br>0.00<br>0.00<br>0.00<br>0.00<br>0.00<br>25837.02                                     | 0.00<br>0.00<br>0.00<br>0.00<br>0.00<br>20843.75                                |
| 5     | Break-up of Investments<br>Current Investments<br>1. Quoted<br>i) Shares : (a) Equity<br>(b) Preference<br>ii) Debentures and Bonds<br>iii) Units of Mutual funds<br>iv) Government Securities<br>v) Others (please specify)<br>2. Unquoted<br>i) Shares : (a) Equity<br>(b) Preference<br>ii) Debentures and Bonds<br>iii) Units of Mutual funds<br>iv) Government Securities<br>v) Others (Fixed Deposits with Banks and NBFCs)   | 0.00<br>0.00<br>0.00<br>200.00<br>113.25<br>0.00<br>0.00<br>0.00<br>0.00<br>0.00<br>1,410.98 | 0.00<br>0.00<br>0.00<br>500.00<br>5.02<br>0.00<br>0.00<br>0.00<br>0.00<br>5.20  |
|       | Long Term Investments :<br>1. Quoted<br>i) Shares : (a) Equity<br>(b) Preference<br>ii) Debentures and Bonds<br>iii) Units of Mutual funds<br>iv) Government Securities<br>v) Others (please specify)<br>2. Unquoted<br>i) Shares : (a) Equity<br>(b) Preference<br>ii) Debentures and Bonds<br>iii) Units of Mutual funds<br>iv) Government Securities<br>v) Others (Fixed Deposits with Banks and NBFC)   | 0.00<br>0.00<br>0.00<br>0.00<br>165.06<br>0.00<br>0.00<br>0.00<br>0.00<br>0.00<br>1,942.52   | 0.00<br>0.00<br>0.00<br>0.00<br>149.09<br>0.00<br>0.00<br>0.00<br>0.00<br>70.08 |



|   |  |  |                                      |           |
|---|--|--|--------------------------------------|-----------|
| 6 | <b>Borrower group-wise classification of assets financed as in (3) and (4) above:</b>  |  |                                      |           |
|   | Category   | Amount net of provisions as at 31st March, 2022      |                                      |           |
|   |  | 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  | 26,004.24  | 0.00                                 | 26,004.24 |
|   | Totals   | 26,004.24  | 0.00                                 | 26,004.24 |
|   | 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 |
| 7 | <b>Investor group-wise classification of all investments(current and long term) in shares and securities (both quoted and unquoted):</b> |  |                                      |           |
|   | Category   | Market Value/<br>Break-up or<br>fair value<br>of NAV | Book Value<br>(Net of<br>provisions) |           |
|   | <u>As at 31st March, 2022</u>  |  |                                      |           |
|   | 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  | 3,831.81   | 3,831.81                             |           |
|   | Totals   | 3,831.81   | 3,831.81                             |           |
|   | <u>As at 31st March, 2021</u>  |  |                                      |           |
|   | 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   | 729.39                               |           |
|   | Totals   | 729.39   | 729.39                               |           |
| 8 | <b>Other Information</b>   |  | Amount Outstanding as at             |           |
|   |  | 31st March, 2022                                     | 31st March, 2021                     |           |
|   | (i) Gross Non-Performing Assets  |  |                                      |           |
|   | (a) Related Parties  | 0.00   | 0.00                                 |           |
|   | (b) Other than related Parties   | 767.16   | 583.74                               |           |
|   | (ii) Net Non-Performing Assets   |  |                                      |           |
|   | (a) Related Parties  | 0.00   | 0.00                                 |           |
|   | (b) Other than related parties   | 572.06   | 455.17                               |           |
|   | (iii) Assets acquired in satisfaction of Debt  | 620.71   | 578.72                               |           |

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 31-03-2022 | As at 31-03-2021 |
|--|------------------|------------------|
| Tier I capital   | 5,480.60         | 5,074.99         |
| Tier II Capital  | 518.40           | 803.17           |
| Total Capital  | 5,999.00         | 5,878.16         |
| Total Risk Weighted Assets                                       | 26,098.26        | 21,504.93        |
| <b>Capital Ratios</b>  |                  |                  |
| Tier I Capital as a percentage of Total Risk Weighted Assets(%)  | 21.00            | 23.60            |
| Tier II Capital as a percentage of Total Risk Weighted Assets(%) | 1.99             | 3.73             |
| Total (%)  | 22.99            | 27.33            |
| 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 31-03-2022 | As at 31-03-2021 |
|-------------|--|------------------|------------------|
| 1)          | <b>Value of Investments</b>  |                  |                  |
| (i)         | Gross Value of Investments   |                  |                  |
| a)          | In India   | 3,831.81         | 729.39           |
| 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   | 3,831.81         | 729.39           |
| b)          | Outside India  | 0.00             | 0.00             |
| 2)          | <b>Movement of provisions held towards depreciation on investments</b> |                  |                  |
| (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 31-03-2022 | As at 31-03-2021 |
|-------------|---|------------------|------------------|
| 1)          | <b>Disclosure on securitisation</b>   |                  |                  |
| 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  |                  |                  |
| 11)         | <b>Details of Financial Assets sold to Securitisation/ reconstruction Company for the Asset reconstruction</b>              |                  |                  |
| (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     | Details of Non-performing financial assets purchased:                                 |  |  |
| 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.    | Details of Non-performing Financial Assets sold:                                      |  |  |
| 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, 2022 (Amount in Lakhs)

| Particulars               | Deposits | Advances  | Investments | Borrowings | Foreign Currency Assets/Liabilities |
|---------------------------|----------|-----------|-------------|------------|-------------------------------------|
| Upto 1 month              | 106.33   | 6,117.15  | 305.84      | 736.47     | 0.00                                |
| Over 1 month to 2 months  | 182.63   | 1,939.44  | 192.60      | 689.09     | 0.00                                |
| Over 2 months to 3 months | 130.04   | 1,924.26  | 890.10      | 764.33     | 0.00                                |
| Over 3 months to 6 months | 448.31   | 3,769.17  | 467.68      | 2,662.76   | 0.00                                |
| Over 6 months to 1 year   | 567.74   | 6,103.06  | 277.39      | 3,933.13   | 0.00                                |
| Over 1 year to 3 years    | 1,269.82 | 8,177.60  | 1,420.67    | 10,519.23  | 0.00                                |
| Over 3 years to 5 years   | 408.56   | 107.50    | 104.63      | 1,737.37   | 0.00                                |
| Over 5 years              | 0.00     | 9.03      | 172.90      | 1,287.82   | 0.00                                |
| Total                     | 3,113.43 | 28,147.21 | 3,831.81    | 22,330.20  | 0.00                                |

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

| Particulars               | Deposits | Advances  | Investments | Borrowings | Foreign Currency Assets/Liabilities |
|---------------------------|----------|-----------|-------------|------------|-------------------------------------|
| 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                                |

vi) Exposures

1. Exposure to Real Estate Sector, both Direct and Indirect

(Amount in Lakhs)

| Category   | As at 31-03-2022 | As at 31-03-2021 |
|--|------------------|------------------|
| a) Direct Exposure   |                  |                  |
| (i) Residential Mortgage-<br>Lending fully secured Mortgages on residential property that is or will be occupied by the borrower or that is rented:  |                  |                  |
| (ii) Commercial Real Estate<br>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 limits |                  |                  |
| (iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures-<br>• Residential<br>• Commercial Real Estate  |                  |                  |
| b) Indirect Exposure<br>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 31-03-2022 | As at 31-03-2021 |
|---|------------------|------------------|
| (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)  |                  |                  |
| <b>Total Exposure to Capital Market</b>   |                  |                  |

**vii) Other Regulatory Registrations**

| S.No. | Regulator                   | Registration No.          |
|-------|-----------------------------|---------------------------|
| 1     | Ministry of Company Affairs | U65921PB1987PLC007523     |
| 2     | Reserve Bank of India       | 06.00180 dated 14-12-1998 |

**viii) Penalties levied by RBI and other Regulators-**

A penalty of Rs. 10 Lakhs was levied by Reserve Bank of India vide Order No. : CO.ENFD.DENBFC.NO. S411/02.14.135/2021-22 dated 28 for non-filig/late filing of certain Statutory Returns for the year 2018-19 and 2019-20 and was paid by the Company.

**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 | 65(Rs. Sixty five Crores) | CARE BBB-: Stable     |
| 3     | Medium Term Fixed Deposits       | 50(Rs. Fifty 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 31-03-2022 | As at 31-03-2021 |
|---|------------------|------------------|
| Provisions for depreciation on investment   | 0.00             | 0.00             |
| Provision towards NPA   | 66.54            | 22.51            |
| Provisions made towards Income Tax  | 167.43           | 107.89           |
| Other Provision and Contingencies (With Details)  | 0.00             | 0.00             |
| Provision for diminution in value of Repossessed assets   | (39.05)          | 9.50             |
| Provision on Loans under Moratorium   | 0.00             | 0.00             |
| Provisions for Standard Assets  | 16.55            | 0.00             |
| <b>Total</b>  | <b>211.47</b>    | <b>139.90</b>    |

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**

**1. Concentration of Deposits**

(Amount in Lakhs)

| Particulars   | As at 31-03-2022 | As at 31-03-2021 |
|---|------------------|------------------|
| Total deposits of twenty largest depositors   | 1,140.46         | 699.47           |
| Percentage of deposits of twenty largest depositors to Total depositors of the NBFC | 36.63%           | 38.34%           |



II Concentration of Advances (Amount in Lakhs)

| Particulars  | As at 31-03-2022 | As at 31-03-2021 |
|--|------------------|------------------|
| Total Advances of twenty largest borrowers                                       | 146.98           | 108.75           |
| Percentage of Advances of twenty largest borrowers to Total Advances of the NBFC | 0.57%            | 0.52%            |

III Concentration of Exposures

| Particulars  | As at 31-03-2022 | As at 31-03-2021 |
|--|------------------|------------------|
| Total Exposure of twenty largest borrowers/customers   |                  |                  |
| Percentage of Exposure of twenty largest borrowers/Customers to Total Exposures of the NBFC on borrowers/customers | NA               |                  |

IV Concentration of NPA (Amount in Lakhs)

| Particulars                             | As at 31-03-2022 | As at 31-03-2021 |
|---|------------------|------------------|
| Total Exposure of top four NPA Accounts | 12.61            | 9.80             |

xii) Sector-wise NPAs

| S.No. | Sector                          | Percentage of NPA to Total Advances in that Sector as on 31-03-2022 | Percentage of NPA to Total Advances in that Sector as on 31-03-2021 |
|-------|---------------------------------|---|---|
| 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                      | 3.48  | 3.26  |
| 7     | Other personal Loans            | 0.00  | 0.00  |

xiii) Movement of NPA (Amount in Lakhs)

| Particulars   | As at 31-03-2022 | As at 31-03-2021 |
|---|------------------|------------------|
| (i) Net NPAs to Net Advances (%)  | 2.62%            | 2.56%            |
| (ii) Movement of NPA (Gross)  |                  |                  |
| a) Opening Balance  | 583.74           | 577.75           |
| b) Added under Scheme of Amalgamation                                       | 0.00             | 0.00             |
| c) Additions during the year  | 183.42           | 5.99             |
| d) Reduction during the year  | 0.00             | 0.00             |
| e) Closing Balance  | 767.16           | 583.74           |
| (iii) Movement of Net NPA   |                  |                  |
| a) Opening Balance  | 455.17           | 471.69           |
| b) Added under Scheme of Amalgamation                                       | 0.00             | 0.00             |
| c) Additions during the year  | 116.89           | 0.00             |
| d) Reduction during the year  | 0.00             | 16.52            |
| e) Closing Balance  | 572.06           | 455.17           |
| (iv) Movement of provision for NPA (excluding provision on Standard Assets) |                  |                  |
| a) Opening Balance  | 128.57           | 106.06           |
| b) Added under Scheme of Amalgamation                                       | 0.00             | 0.00             |
| c) Provisions made during the year  | 66.53            | 22.51            |
| d) Write-off/Write-back of excess provisions                                | 0.00             | 0.00             |
| e) Closing Balance  | 195.10           | 128.57           |

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

Disclosure as per the circular no. RBI/2019-20/88 DOR.NBFC (PD) (C.C. No.102/03.10.001/2019-20 dated November 04, 2019 issued by Reserve Bank of India on "Liquidity Coverage Ratio (LCR)"

Liquidity Coverage Ratio (LCR) for the quarter ended March 31, 2022

LCR Disclosure Template (Appendix I)

{Rs. In lakhs}

| Particulars                       |  | March 31,2022                     |                                  | December 31,2021                  |                                  | September 30,2021                 |                                  | June 30,2021                      |                                  | March 31,2021                     |                                  |
|-----------------------------------|--|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|
|                                   |  | Total Unweighted Value (average)* | Total Weighted Value (average) # | Total Unweighted Value (average)* | Total Weighted Value (average) # | Total Unweighted Value (average)* | Total Weighted Value (average) # | Total Unweighted Value (average)* | Total Weighted Value (average) # | Total Unweighted Value (average)* | Total Weighted Value (average) # |
| <b>High Quality Liquid Assets</b> |  |                                   |                                  |                                   |                                  |                                   |                                  |                                   |                                  |                                   |                                  |
| 1                                 | Total High Quality Liquid Assets (HQLA)  | 4788.09                           | 3399.12                          | 2634.98                           | 2363.44                          | 2483.26                           | 2333.14                          | 2640.48                           | 3200.19                          | 4228.47                           | 3293.71                          |
| <b>Cash Outflows</b>              |  |                                   |                                  |                                   |                                  |                                   |                                  |                                   |                                  |                                   |                                  |
| 2                                 | Deposits (for deposit taking companies)  | 106.33                            | 122.28                           | 39.67                             | 45.62                            | 120.72                            | 138.83                           | 97.60                             | 112.24                           | 16.02                             | 18.42                            |
| 3                                 | Unsecured wholesale funding  | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             |
| 4                                 | Secured wholesale funding  | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             |
| 5                                 | Additional requirements, of which  | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 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                             | 0.00                              | 0.00                             | 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                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             |
|                                   | (iii) Credit and liquidity facilities  | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             |
| 6                                 | Other contractual funding obligations  | 736.47                            | 846.94                           | 1327.17                           | 1526.25                          | 1285.86                           | 1478.74                          | 1200.89                           | 1381.02                          | 847.10                            | 974.17                           |
| 7                                 | Other contingent funding obligations   | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             | 0.00                              | 0.00                             |
| 8                                 | <b>TOTAL CASH OUTFLOWS</b>   | <b>842.80</b>                     | <b>969.22</b>                    | <b>1366.84</b>                    | <b>1571.87</b>                   | <b>1406.58</b>                    | <b>1617.57</b>                   | <b>1298.49</b>                    | <b>1493.26</b>                   | <b>863.12</b>                     | <b>992.59</b>                    |





| Cash Inflows |   |         |                      |         |                      |         |                      |         |                      |         |                      |
|--------------|---|---------|----------------------|---------|----------------------|---------|----------------------|---------|----------------------|---------|----------------------|
| 9            | Secured lending                         | 0.00    | 0.00                 | 0.00    | 0.00                 | 0.00    | 0.00                 | 0.00    | 0.00                 | 0.00    | 0.00                 |
| 10           | Inflows from fully performing exposures | 1399.48 | 1049.61              | 1381.59 | 1036.19              | 1280.73 | 960.55               | 1282.64 | 961.98               | 1258.47 | 943.85               |
| 11           | Other cash inflows                      | 1175.00 | 881.25               | 1175.00 | 881.25               | 776.82  | 582.62               | 339.33  | 254.50               | 975.00  | 731.25               |
| 12           | <b>TOTAL CASH INFLOWS</b>               | 2574.48 | 1930.86              | 2556.59 | 1917.44              | 2057.55 | 1543.16              | 1621.97 | 1216.48              | 2233.47 | 1675.10              |
|              |   |         | Total Adjusted Value |         | Total Adjusted Value |         | Total Adjusted Value |         | Total Adjusted Value |         | Total Adjusted Value |
| 13           | <b>TOTAL HQLA</b>                       |         | 3399.12              |         | 2363.44              |         | 2333.14              |         | 3200.19              |         | 3293.71              |
| 14           | <b>TOTAL NET CASH OUTFLOWS</b>          |         | 242.31               |         | 392.97               |         | 404.39               |         | 373.32               |         | 248.15               |
| 15           | <b>LIQUIDITY COVERAGE RATIO (%)</b>     |         | 1402.83%             |         | 601.44%              |         | 576.95%              |         | 857.23%              |         | 1327.32%             |

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

# Weighted values calculated after the application of respective haircuts (for HQLA) and stress factors on inflow and outflow

## The figures pertaining to June 30, 2021, Sep 30, 2021 & Dec 31, 2021 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.

#### Qualitative disclosure 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 asset size of Rs. 10,000 Crores and above, and all deposit taking NBFCs irrespective of their asset size, is required to maintain a liquidity buffer in terms of LCR which will promote resilience of NBFCs to potential Liquidity Coverage Ratio (LCR) ratio comprises of high quality liquid assets (HQLAs) as numerator and net cash outflows disruptions by ensuring that they have sufficient High Quality Liquid Assets (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 requirement was applicable from December 1, 2020 with the minimum HQLA s to be held being 50% of the LCR, progressively reaching a level upto 60%, 70%, 85% and 100% by December 1, 2021, December 1, 2022, December 1, 2023, December 1, 2024 respectively.

Liquidity Coverage Ratio (LCR) ratio comprises of high quality liquid assets (HQLAs) as numerator and net cash outflows in 30 days as denominator.

The average LCR for the quarter ended March 31, 2021 is computed 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). The Company has implemented the LCR framework and has maintained LCR well above the regulatory threshold.

The HQLA primarily includes Cash in hand, bank balances in current accounts and demand deposits with scheduled commercial Banks held as per the provisions of section 451B of RBI Act is reckoned as HQLA.

The average LCR for the quarter ended June 30, 2021 onwards is computed as simple averages of daily observations over the previous quarter (i.e. daily average of the quarter ended June 30, 2021, September 30, 2021, December 31, 2021 and March 31, 2022).





### 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)

| (Rs. In lakhs)         |                                      |           |                     |                        |
|------------------------|--------------------------------------|-----------|---------------------|------------------------|
| Sr. No                 | Number of significant counterparties | Amount*   | % of Total deposits | % of Total liabilities |
| As at 31st March, 2022 | 19                                   | 17,816.71 | 572.25%             | 67.74%                 |
| As at 31st March, 2021 | 19                                   | 19,531.57 | 1070.50%            | 91.94%                 |

\* includes securitisation liabilities exposures

#### (ii) Top 20 large deposits

| (Rs. In lakhs)  |                      |                      |
|---|----------------------|----------------------|
| Particulars   | As at March 31, 2022 | As at March 31, 2021 |
| Total amount of top 20 large deposits                           | 1,140.46             | 699.47               |
| Percentage of amount of top 20 large deposits to total deposits | 36.63%               | 38.34%               |

#### (iii) Top 10 borrowings

| (Rs. In lakhs)  |                      |                      |
|---|----------------------|----------------------|
| Particulars   | As at March 31, 2022 | As at March 31, 2021 |
| Total amount of top 10 borrowings                             | 14,491.61            | 16,385.61            |
| Percentage of amount of top 10 borrowings to total borrowings | 64.90%               | 87.53%               |

#### (iv) Funding concentration based on significant instrument/product

| (Rs. In lakhs) |  |                      |                        |                      |                        |
|----------------|--|----------------------|------------------------|----------------------|------------------------|
| Sr. No.        | Name of the instrument/product                   | As at March 31, 2022 |                        | As at March 31, 2021 |                        |
|                |  | Amount               | % of Total Liabilities | Amount               | % of Total Liabilities |
| 1              | Secured Redeemable non-convertible Debentures    | 8,149.34             | 30.99%                 | 5,834.26             | 27.46%                 |
| 2              | Term Loan from banks                             | 2,450.26             | 9.32%                  | 2,771.29             | 13.05%                 |
| 3              | Term loan from Financial institutions/Corporates | 10,178.24            | 38.70%                 | 8,638.33             | 40.66%                 |
| 4              | Deposits   | 3,113.43             | 11.84%                 | 1,824.53             | 8.59%                  |
| 5              | Sub-ordinated debts                              | 1,552.36             | 5.90%                  | 1,476.43             | 6.95%                  |

#### (v) Stock Ratios:

| Particulars  | As at March 31, 2022         |                             |                        | As at March 31, 2021         |                             |                        |
|--|------------------------------|-----------------------------|------------------------|------------------------------|-----------------------------|------------------------|
|  | As a % of Total Public funds | As a % of Total liabilities | As a % of Total Assets | As a % of Total Public funds | As a % of Total liabilities | As a % of Total Assets |
| (a) Commercial papers  | Nil                          | Nil                         | Nil                    | Nil                          | Nil                         | Nil                    |
| (b) Non-convertible debentures (original maturity of less than one year) | Nil                          | Nil                         | Nil                    | Nil                          | Nil                         | Nil                    |
| (c) Other short-term liabilities   | 3.37%                        | 3.26%                       | 2.68%                  | 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 Management Framework for Non-Banking Financial Companies and Core Investment Companies.
- 2) Significant instruments/product is defined as a single instrument/product or 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, 2022.

32.5 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



32.6 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 VATTA & ASSOCIATES,  
CHARTERED ACCOUNTANTS  
(Registration No. 020691N)

(SUMIT VATTA)  
PARTNER  
(Membership No. 306123)  
PLACE: Jalandhar

DATED, 28<sup>th</sup> June 2022

UDIN : 22506123AMXODC2770



For and on behalf of Board of Directors  
of Anrit Malwa Capital Limited  
CHIEF FINANCIAL OFFICER

*Rajesh Mehta*

COMPANY SECRETARY

*Dhruv*

DIRECTORS

*AD*  
(DIN: 01583946)  
*Pawanjeet*  
(DIN: 01601518)  
*Yehahal*  
(DIN: 02427382)  
*Jaspreet*  
(DIN: 01593590)