



DIRECTORS REPORT

To,  
The Members,  
Shri Ram Finance Corporation Private Limited

Dear Members,

Your directors take great pleasure in presenting the 19<sup>th</sup> Annual Report of the Shri Ram Finance Corporation Private Limited ("the Company"), together with the Audited Statement of Accounts, Auditor's Report and the Report on the business and operations of the Company, for the financial year ended March 31, 2023.

**FINANCIAL HIGHLIGHTS**

The Company prepares its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2021 and the RBI guidelines as applicable to a Non-Banking Finance Company (NBFC). These financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

The summary of the Company's financial performance for the financial year ended March 31, 2023 as compared to the previous financial year ended March 31, 2022 is given below:

*Amount (in Rs.)*

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
<b>Revenue from operations</b>		
Revenue from Interest income	1,69,30,20,796	1,21,66,68,405
Revenue from Others Charges	14,65,90,337	7,18,93,198
Interest on Fixed Deposits	1,13,78,994	52,73,774
<b>Total revenue from operations</b>	<b>1,85,09,90,127</b>	<b>1,29,38,35,377</b>
Other income	1,58,95,296	1,45,22,366
<b>Total income</b>	<b>1,86,68,85,423</b>	<b>1,30,83,57,743</b>
<b>Expenses</b>		
Finance costs	66,75,93,264	45,65,72,177
Employee benefits expense	31,51,53,691	22,82,05,136
Depreciation, amortization and impairment	4,00,97,921	2,66,46,145
Other expenses	21,13,85,211	14,77,03,091
Provisions & Write offs	13,72,00,585	11,83,55,685
<b>Total Expenses</b>	<b>1,37,14,30,672</b>	<b>97,74,82,234</b>
<b>Profit before tax</b>	<b>46,13,89,209</b>	<b>26,63,15,001</b>
<b>Tax Expense:</b>		
- Current tax	11,29,91,024	6,51,26,666
- Deferred tax credit	(20,99,065)	17,68,238
<b>Profit for the year</b>	<b>35,04,97,249</b>	<b>19,94,20,097</b>
Earnings per equity share (Nominal value of equity share ₹10 per share)		

- Basic (₹)	21.02	15.18
- Diluted (₹)	21.02	15.18

### **OPERATIONAL REVIEW**

During the financial year under review, your Company continued its focus on its business and posted revenue from operations and Net Profit amounting to Rs 1,85,09,90,127/- and 35,04,97,249/- respectively as against Rs. 1,29,38,35,377/- and 19,94,20,097/- during the financial year 2021-22 respectively.

### **SHARE CAPITAL**

#### **A. Authorized Share Capital**

During the financial year under review, there has been change in the authorized share capital of the Company from 16,50,00,000 (Rupees Sixteen Crores fifty lakhs only) to Rs. 25,00,00,000/- (Rupees Twenty-five Crores only) during the Financial Year. The authorized share capital of the Company as on March 31, 2023 stands at Rs. 25,00,00,000/- (Rupees Twenty-five Crores only) consisting of 2,50,00,000 Equity Shares of 10/- each.

#### **B. Issued and Paid-up Capital**

The paid-up equity share capital of the Company is Rs. 17,81,91,840/- (Rupees Seventeen Crores Eighty-One Lakhs Ninety-one thousand eight hundred Forty only) comprising of 1,78,19,184 fully paid equity shares of face value of Rs. 10/- each.

### **ANNUAL RETURN**

A copy of the annual return as provided under section 92(3) of the Act, in the prescribed form, which will be filed with the Registrar of Companies/MCA, is hosted on the Company's website and can be accessed at <https://www.srfc.org.in/>

### **MEETINGS OF BOARD OF DIRECTORS**

The Board meets at regular intervals to inter-alia discuss about the Company's policies and strategy apart from other Board matters. The Board is responsible to exercise their business judgment to act in what they reasonably believe to be in the best interests of the Company and its shareholders. The Board of Directors along with its constituted Committees provide direction and guidance to the Company's Leadership Team and further direct, supervise as well as review the performance of the Company.

During the year under review, 29 (Twenty-Nine) Board Meetings were convened and the required quorum was present for all the Board meetings and the gap between two meetings did not exceed a period of 120 days.

The Company adheres to the applicable provisions of the Act and the Secretarial Standards on the Board Meetings as prescribed by the Institute of Company Secretaries of India. Agenda papers containing all necessary information / documents are made available to the Board Committee Members in advance to enable them to discharge their responsibilities effectively and take informed decisions.

The dates on which the meeting was held are as follows:

Sr. No.	Date of Board Meeting	Strength of meeting	No. of directors' present
1	11.04.2022	3	3
2	13.05.2022	3	2
3	10.06.2023	3	2
4	20.06.2022	3	2
5	28-06-2022	3	2
6	30.06.2022	3	2
7	12.07.2022	3	2
8	16.07.2022	3	2
9	01-08-2022	3	2
10	29-08-2022	3	2
11	27-09-2022	3	2
12	30-09-2022	3	2
13	11-10-2022	3	2
14	18-10-2022	3	2
15	20-10-2022	3	2
16	24-10-2022	3	2

17	10-12-2022	3	2
18	20-12-2022	3	2
19	31-12-2022	3	2
20	21-01-2023	3	2
21	30-01-2023	3	2
22	31.01.2023	3	2
23	16.02.2023	3	2
24	01.03.2023	3	2
25	10.03.2023	3	2
26	15.03.2023	3	2
27	23.03.2023	3	2
28	29.03.2023	3	2
29	31.03.2023	3	2

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirements under Section 134(3)(c) read with Section 134(5) of the Act with respect to Directors' Responsibility Statement, the Directors, to the best of their knowledge and belief, and as per the information and explanations obtained by them, hereby confirm that:

- a) In the preparation of the Annual Accounts for the financial year ended March 31, 2023 the applicable accounting standards have been followed;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for the year;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the annual accounts on a going concern basis;
- e) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively and;
- f) Internal financial controls to be followed by the Company had been laid down and such internal financial controls are adequate and were operating effectively.

#### **FRAUDS REPORTED BY AUDITORS u/s 143 OF THE COMPANIES ACT, 2013**

The Auditors have not reported any incident of fraud to the Board during the financial year 2022- 2023.

#### **DECLARATION BY AN INDEPENDENT DIRECTOR**

The Independent Director has submitted the disclosures to the Board that he fulfils all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify himself to be appointed as an Independent Director under the provisions of the Companies Act, 2013 and the relevant rules.

#### **COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION & DISCHARGE OF THEIR DUTIES**

In terms of Section 178 of the Companies Act, 2013, your Board have adopted 'Nomination and Remuneration Policy' inter-alia setting out the criteria for deciding remuneration of Executive Directors, Non-Executive Directors, Senior Management Personnel and other Employees of the Company.

#### **AUDITORS' REPORT**

##### **STATUTORY AUDITORS**

At the Annual General Meeting (AGM) of the Company held on 30.09.2022, M/s S S S D & CO (Firm Registration Number 020203C), Chartered Accountants were appointed as the Statutory Auditors of the Company for a period of three years to hold office from the conclusion of the said AGM until the conclusion of the AGM of the Company for the financial year 2024-25.

The audit report given by M/s S S S D & CO (Firm Registration Number 020203C), Chartered Accountants is unmodified, i.e., it does not contain any qualification, reservation or adverse remark or disclaimer.

##### **SECRETARIAL AUDITORS**

Pursuant to the applicable provisions of Section 204 of the Act and Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had at their meeting held on April 11, 2022 appointed Nitesh Jain, FCS- 8216, C.P. No. 9273, Peer Review No: 2230/2022, has been

appointed as the Secretarial Auditor of the Company for the year under review. The Secretarial Audit Report of the Company for the financial year under review is appended as Annexure E to this Report. There are no observations, reservations or qualifications or adverse remark in any of the aforesaid report.

#### **INTERNAL AUDITORS**

Pursuant to the requirements of Section 138 of the Act and rule 13 of Companies (Accounts) Rules, 2014, the Board of Directors of the Company had at their meeting held on April 11, 2022 appointed PINKESH JAIN & CO., Chartered Accountants (FRN: 025573C) Raipur as the Internal Auditors of the Company for the financial year ended March 31, 2023.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Pursuant to Section 186(11) of the Companies Act, 2013 (the 'Act') read with Rule 11(2) of the Companies (Meetings of Board and its Powers) Rules, 2014, the loan made, guarantee given or security provided in the ordinary course of business by an NBFC registered with Reserve Bank of India are exempt from the applicability of provisions of Section 186 of the Act. As such, the particulars of loans have not been disclosed in this Report. Further the Company has not made any investments during the year.

#### **RELATED PARTY TRANSACTIONS**

All transactions with Related Parties are placed before the Board for approval. All related party transactions that were entered into during the financial year were on an arm's length basis and in the ordinary course of business, the particulars of such transactions are disclosed in the notes to the financial statements. Further, there has been no materially significant related party transactions between the Company and its directors, their relatives, subsidiaries or associates. Form AOC-2 forms part of the Annual Report in Annexure A.

#### **TRANSFER TO RESERVES**

The Company has transferred to statutory reserve as per Section 45-IC of The RBI Act, 1934 an amount of Rs. 7,00,99,450/- for the year ended 31st March 2023 as against Rs. 3,99,57,608/- for the year ended 31st March, 2022

#### **DIVIDEND**

Considering your Company's growth and future strategy and plans, your directors consider it prudent to conserve resources and despite having sufficient distributable profits, do not recommend any dividend on equity shares for the financial year 2022-23

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Your Company being a Non-banking financial company, the operations of Company are not energy intensive and thus do not require adoption of any specific technology. However, the Company is making continuous efforts to conserve energy by adoption of innovative measures to reduce wastage and optimize consumption. Hence, the Information as required to be given under Section 134(3)(m) read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is not provided in this Report.

The foreign exchange earnings and outgo stood at Nil during the year under review.

#### **RISK MANAGEMENT**

Being in the lending business, risk management forms a vital element of our business. The Company has a well-defined risk management framework, approved by the Board of Directors. It provides the mechanism for identifying, assessing and mitigating risks.

The Company has adopted its own Risk Management policy that represent the basic standards of risk assessment to be followed by the Company. The Board is responsible for managing risk at an overall level to do this. The Board has delegated authority for overall risk management to the Risk Management Committee (RMC) to ensure focused oversight and committed board level capacity for this task.

The Board has constituted the Asset Liability Management Committee (ALCO) to assess the risk arising out of liquidity gap and interest rate sensitivity.

## **COMMITTEES**

The Board committees and other committees play an important role in the governance and focus on specific areas and make informed decisions within the terms of reference and authority delegated. The Board committees and other committees comprising senior officials of the Company as the Members are guided by their respective terms of reference. In terms of the applicable circular(s), notification(s) and direction(s) issued by the Reserve Bank of India, the applicable provisions of the Companies Act, 2013 and the Company's Internal Guidelines on Corporate Governance, the Board of Directors of the Company have constituted/reconstituted the following committees for the effective business operations and governance of the Company:

<b>SR. NO.</b>	<b>TYPE OF COMMITTEE</b>
1	CSR committee
2	Audit committee
3	Nomination Remuneration Committee
4	Risk Management Committee
5	Asset Liability Committee
6	IT COMMITTEE

## **CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The Board of the Company has constituted a Corporate Social Responsibility (the "CSR") Committee in accordance with Section 135 of the Act and applicable rules thereto. During the financial year under review, the Committee is comprised of 3 (three) directors of which 1 (one) is an independent director viz, Harsh Kumar Maheshwari, Mr. Gaurav Bhattar, Director and Mr. Ganesh Bhattar, Director. During the period under review, 1 (one) CSR Committee Meeting was convened and the required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

<b>Sr. No</b>	<b>Name of Director</b>	<b>Position</b>	<b>No. of Board meetings attended</b>
1	Mr. Ganesh Bhattar	Executive Director	1/1
2	Mr. Gaurav Bhattar	Executive Director	1/1
3	Mr. Harsh Kumar Maheshwary	Independent Director	0/1

The Report has been annexed as annexure C to this report.

The broad terms of reference of the Committee are as follows:

1. Formulating and recommending to the Board of Directors, a CSR policy which shall indicate the activities to be undertaken by the Company in areas or subject as specified in Schedule VII of Companies Act, 2013;
2. Recommending the amount of the expenditure for the CSR activities;
3. Recommending the annual action plan to undertake CSR program;
4. Monitoring CSR activities from time to time;
5. Ensuring that the funds are utilized for approved purposes and the activities are undertaken;

## **AUDIT COMMITTEE**

The Audit Committee comprises of well qualified Directors. The composition of the Audit Committee is in accordance with the RBI guidelines for NBFCs and the Act and the rules made thereunder. During the financial year under review, the Audit Committee of the Company comprised of 3 (Three) members. The members of the Committee are financially literate and learned, experienced and well known in their respective fields. During the financial year under review, 5 (Five) Audit Committee Meetings were convened and held. The required quorum was present for the meeting. The attendance of the members of the Committee at the above meetings were as under:

<b>Sr. No.</b>	<b>Name of Director</b>	<b>No. of meetings attended</b>
1	Mr. Ganesh Bhattar	5/5
2	Mr. Gaurav Bhattar	5/5
3	Mr. Harsh Kumar Maheshwary	1/5

## **NOMINATION AND REMUNERATION COMMITTEE**

The Board of the Company has constituted a Nomination and Remuneration Committee (the "NRC") in accordance with the provisions of the RBI guidelines for Non-Banking Finance Companies (NBFCs). During the financial year under review, the NRC consists of 3 (Three) members. During the financial year under review, 1 (one) Nomination Remuneration Committee Meeting was convened and held on 12th January 2023 and the

required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

Sr. No.	Name of Director	No. of meetings attended
1	Mr. Ganesh Bhattar	1/1
2	Mr. Gaurav Bhattar	1/1
3	Mr. Harsh Kumar Maheshwary	0/1

#### **RISK MANGEMENT COMMITTEE**

The Board of the Company has constituted a Risk Management Committee (RMC) in accordance with the RBI Guidelines for NBFCs. During the financial year under review, the Committee is comprised of 2 (two) Members. During the financial year under review, 1 (one) Risk Committee Meetings were convened and held on 12th January 2023 and the required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

Sr. No.	Name of Director	No. of meetings attended
1	Mr. Ganesh Bhattar	1/1
2	Mr. Gaurav Bhattar	1/1

#### **ASSET LIABILITY MANAGEMENT COMMITTEE**

The Board of Directors of the Company has constituted an Asset Liability Management Committee (hereinafter referred to as "ALM Committee") in accordance with the RBI Guidelines for NBFCs. During the financial year ended review, the ALM Committee comprised of 2 (two) Members. During the financial year under review, 1 (one) ALM Committee Meetings were convened and held on 12th January 2023 and the required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

Sr. No.	Name of Director	No. of meetings attended
1	Mr. Ganesh Bhattar	1/1
2	Mr. Gaurav Bhattar	1/1

#### **IT COMMITTEE**

The Board of Directors of the Company has constituted an IT Committee in accordance with the RBI Guidelines for NBFCs. During the financial year ended review, the ALM Committee comprised of 2 (two) Members. During the financial year under review, 2 (two) IT Committee Meetings were convened and the required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

Sr. No.	Name of Director	No. of meetings attended
1	Mr. Ganesh Bhattar	2/2
2	Mr. Gaurav Bhattar	2/2

#### **CHANGE IN NATURE OF BUSINESS OF THE COMPANY**

During the period under review, there was no change in nature of business of the Company. The Company is a systemically important non-deposit accepting Non-banking Financial Company (NBFC- ND-SI) registered with the Reserve Bank of India.

#### **DEPOSITS**

The Company being a Systemically Important non-deposit taking Non-Banking Financial Company, has not accepted nor invited any deposits from the public during the period under review within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 and shall not accept any deposits from the public without obtaining prior approval of the Reserve Bank of India. Since the Company has not accepted nor invited any deposits, there are no amounts that remained unpaid or unclaimed as at the end of the year under review.

#### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS OF THE COMPANY**

There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status and the Company's future operations.

#### **COST RECORDS**

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not applicable on the Company.

#### **POLICY FOR PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE**

The policy against sexual harassment is embodied both in the Code of Conduct in a specifically written policy in accordance with The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has adopted zero tolerance for sexual harassment at workplace. The Company has complied with the provisions relating to the constitution of the Internal Complaints Committee formed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The committee is responsible for redressal of complaints related to sexual harassment. During the period under review no cases/complaints in the nature of sexual harassment were reported

#### **DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR**

There is no application made or pending against the Company under the Insolvency and Bankruptcy Code, 2016 (31 of 2016).

#### **MATERIAL CHANGES & COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

No material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and date of this Report.

#### **DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS**

The requirement to disclose the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable during the year.

#### **SUBSIDIARY COMPANIES, JOINT VENTURE OR ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint Venture or Associate Company. During the period under review, there was no company which has become a Subsidiary/ Joint Venture/ Associate Company of the Company.

#### **MANAGEMENT DISCUSSION AND ANALYSIS REVIEW OF PERFORMANCE**

- 1) The Company recorded revenue of Rs. Rs 1,85,09,90,127/- for the year ended 31st March 2023 as against 1,29,38,35,377/- for the year ended 31st March, 2022.
- 2) The profit before tax is Rs. 46,13,89,209 /- for the year ended 31st March 2023 as against Rs. 26,63,15,001/- for the ended 31st March, 2022.
- 3) Net profit after tax at Rs. 35,04,97,249/- as against Rs. 19,94,20,097/-for the year ended 31st March, 2022.

#### **DEBT-EQUITY RATIO**

The Debt Equity Ratio of the Company as at March 31, 2023 was 3.54 Times.

#### **EARNINGS PER SHARE (EPS)**

The Earning per Share was 21.02 for the financial year ended March 31, 2023 as against 15.18 in the previous financial year ended March 31, 2022.

#### **NET OWNED FUNDS (TOTAL EQUITY)**

The Net Owned Funds of the Company as at the financial year ended March 31, 2023 stood at Rs. 1,89,86,37,971.29 as against Rs. 1,35,80,71,887/- in the previous financial year ended March 31, 2022.

#### **CAPITAL ADEQUACY**

The Capital to Risk Assets Ratio ("CRAR") of the Company was 23.56% as on March 31, 2023, as against the RBI norms of 15%.

### **CREDIT RATING**

During the year under review, Acuite Ratings and Research Limited has assigned A- (stable) rating for the Company.

### **BORROWINGS**

The Company has strengthened its relationships with banks /financial institution. During the period under review, the Company met its funding requirements through debts from Financial Institutions and Banks and issuance of Non-Convertible Debentures. The Company has been regular in servicing all its debt obligations.

### **BOARD OF DIRECTORS AND KMP**

The composition of the Board of Directors of the Company is in accordance with Companies Act, 2013 (hereinafter referred to as "the Act"). The Company has the following three (3) Directors on its Board, 1 (one) of them is Independent Director. The Company has one Key managerial Person also as Company Secretary in its Board. The details for period under review are as under:

Sr. no.	Name	Designation	DIN/PAN
1	Mr. Gaurav Bhattar	Executive Director	0001248032
2	Mr. Ganesh Kumar Bhattar	Executive Director	0001248202
3	Mr. Harsh Kumar Maheshwary	Independent Director	0000088660
4	Ms. Radha Bansal	Company Secretary	CHEPB6902M

All the Directors of the Company have confirmed that they are not disqualified to act as Director in terms of Section 164 of the Companies Act, 2013.

Further, Ms Radha Bansal ( M.No. FCS 11799) resigned as company secretary of the company w.e.f April 15, 2023 and Ms. Ayushi Saraf ( M.No. ACS 62235) was appointed as a Company secretary w.e.f. April 17, 2023.

Further, on the recommendation of the Nomination & Remuneration Committee and the Board of Directors, subject to the approval of Members in the AGM, Mr. Ajay Vyas (DIN: 07553649) will be appointed as Independent Director of the Company w.e.f. the conclusion of the AGM.

### **DIRECTOR(S) DISCLOSURE**

Based on the declarations and confirmations received in terms of the applicable provisions of the Act, circulars, notifications and directions issued by the Reserve Bank of India and other applicable laws, none of the Directors of your Company are disqualified from being appointed as Directors of the Company. Further, Company has received necessary declarations from the proposed Independent Director, affirming compliance with the criteria of independence laid under the provisions of Section 149(6) and sub rule 3 of the Companies (Appointment and Qualifications of Directors) Rules, 2014 of the Act. Your Board of Directors is of the Opinion that proposed Independent Director to be appointed in the Annual General Meeting has the required integrity, expertise and experience (including the proficiency) as required under the applicable laws.

### **COMPLIANCE OF SECRETARIAL STANDARDS**

During the year under review, the Company has complied with the applicable SS-1 (Secretarial Standard on Meetings of the Board of Directors) and SS-2 (Secretarial Standard on General Meetings) issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Companies Act, 2013.

### **RESERVE BANK OF INDIA (RBI) GUIDELINES**

The Company complies in all material respects, with the prudential norms relating to income recognition, asset classification and provisioning for bad and doubtful debts and other matters, specified in directions/ guidelines issued by Reserve Bank of India, from time to time as applicable to the Company.

The Company adheres to the Master Directions - Non-Banking Financial Company Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 issued vide notification no. RBI/DNBR/2016-17/45 Master Direction DNBR. PD. 008/03.10.119/2016-17 dated September 01, 2016 and other guidelines as applicable to the systemically important non-deposit taking NBFCs, as amended from time to time.



#### **WHISTLE BLOWER POLICY/ VIGIL MECHANISM**

The Company has established a vigil mechanism to deal with instances of fraud and mismanagement and to provide appropriate avenues to the directors and employees to report genuine concerns about unethical behaviour, actual or suspected fraud and to bring to the attention of the management, their genuine concerns and grievances about the behaviour of the employees. Adequate safeguards are provided against victimization of those who avail of the mechanism and direct access to the Chairman of the Audit Committee in exceptional cases is provided to them.

The Board of Directors of the Company have adopted a Whistle Blower Policy which is in compliance with Section 177(10) of Companies Act, 2013. During the period under review, no cases under this mechanism were reported to the Company.

#### **POLICY FOR PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE**

The policy against sexual harassment is embodied both in the Code of Conduct in a specifically written policy in accordance with The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has adopted zero tolerance for sexual harassment at workplace. The Company has complied with the provisions relating to the constitution of the Internal Complaints Committee formed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The committee is responsible for redressal of complaints related to sexual harassment. During the period under review no cases/complaints in the nature of sexual harassment were reported.

#### **INTERNAL FINANCIAL CONTROLS AND ITS ADEQUACY**

The Company has put in place adequate internal controls with reference to accuracy and completeness of the accounting records and timely preparation of reliable financial information, commensurate with the size, scale and complexity of operations and ensures compliance with various policies and statutes in keeping with the organization's pace of growth, increasing complexity of operations, prevention and detection of frauds and errors. The Company has its own process driven framework for internal financial controls. The Board is of the opinion that the Company has sound internal financial controls commensurate with the nature and size of its business operations; wherein controls are in place and operating effectively and no material weaknesses exist.

#### **TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend was declared and paid last year.

#### **ACKNOWLEDGEMENTS**

The Directors wish to place on record their sincere gratitude to the government and regulatory authorities and the bankers of the Company for the continued support and co-operation provided by them.

The Directors also place on record their sincere appreciation for the continued support extended by the Company's stakeholders/clients and trust reposed by them in the Company.

The Directors sincerely appreciate the commitment displayed by the employees of the Company across all levels.

For and on behalf of the Board of Directors,

For, Shri Ram Finance Corporation Private Limited

For, Shri Ram Finance Corporation Pvt. Ltd.

Managing Director/Director

Gaurav Bhattar

Director

DIN: 01248032

Address: 29/B7 Parishram tower,  
Anupam Nagar, Shankar Nagar opposite  
Doordarshan T.V. Tower Raipur  
Chhattisgarh, 492007

Date: 30.09.2023

Place: Raipur

For, Shri Ram Finance Corporation Pvt. Ltd.

Managing Director/Director

Ganesh Kumar Bhattar

Director

DIN: 01248202

Address: Fifth Floor Parishram  
Nagar, Raipur, Chhattisgarh, India  
492007

Annexures:

- A. AOC-2
- B. Independent Auditor's Report 2022-23
- C. Annual Report on Corporate Social Responsibility (CSR)
- D. CSR Policy
- E. Secretarial Audit Report 2022-23 (MR-3)

## FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the

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

None

- (a) Name(s) of the related party and nature of relationship  
 (b) Nature of contracts/arrangements/transactions  
 (c) Duration of the contracts/arrangements/transactions  
 (d) Salient terms of the contracts or arrangements or transactions including the value, if any  
 (e) Justification for entering into such contracts or arrangements or transactions  
 (f) Date(s) of approval by the Board  
 (g) Amount paid as advances, if any:  
 (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

**2. Details of material contracts or arrangement or transactions at arm's length basis**

- (a) Name(s) of the related party, Nature of relationship and Nature of contracts/arrangements/transactions :

Related Parties	Nature of Relationship	Type of Transactions	Amount
Gaurav Bhattar	Director	Interest paid	51,37,499
Ganesh Bhattar	Director	Interest paid	2,65,060
Gaurav Bhattar	Director	Remuneration Paid	48,00,000
Ganesh Bhattar	Director	Remuneration Paid	18,00,000
Gaurav Bhattar	Director	Rent Paid	2,09,64,000
Ganesh Bhattar	Director	Rent Paid	35,31,000
Sarla Bhattar	Director's (Ganesh Bhattar) Spouse	Rent Paid	49,80,000
Swati Bhattar	Director's (Gaurav Bhattar) Spouse	Rent Paid	1,01,40,000
Naresh Bhattar	Director's (Ganesh Bhattar) brother	Interest Received	6,46,868
Gaurav Bhattar	Director	Interest Received	1,18,566
Ganesh Bhattar	Director	Interest Received	1,28,874
Swati Bhattar	Director's (Gaurav Bhattar) Spouse	Salary Paid	6,00,000
Sarla Bhattar	Director's (Ganesh Bhattar) Spouse	Salary Paid	6,00,000
Garima Mundra	Director's (Gaurav Bhattar) Sister	Salary Paid	5,90,000
Swati Bhattar	Director's (Gaurav Bhattar) Spouse	Loans taken	5,00,000
Gaurav Bhattar	Director	Repayments made	38,97,30,045
Ganesh Bhattar	Director	Repayments made	38,48,631
Swati Bhattar	Director's (Gaurav Bhattar) Spouse	Repayments made	5,00,000
Sarla Bhattar	Director's (Ganesh Bhattar) Spouse	Loan Given	5,69,450
Gaurav Bhattar HUF	Director (Gaurav Bhattar) is Karta	Loan Given	1,42,736
Ganesh Bhattar HUF	Director (Ganesh Bhattar) is Karta	Loan Given	10,43,311
Bhanwarlal Bhattar HUF	Director (Ganesh Bhattar) is Karta	Loan Given	9,05,700
Swati Bhattar	Director's (Ganesh Bhattar) Spouse	Loan Given	18,84,782
Gaurav Bhattar	Director	Repayments received	4,02,840
Ganesh Bhattar	Director	Repayments received	4,50,000
Bhanwarlal Bhattar (HUF)	Director (Ganesh Bhattar) is Karta	Repayments received	9,05,700
Gaurav Bhattar Huf	Director (Gaurav Bhattar) is Karta	Repayments received	1,42,736
Ganesh Bhattar Huf	Director (Ganesh Bhattar) is Karta	Repayments received	10,43,311
Sarla Bhattar	Director's (Ganesh Bhattar) Spouse	Repayments received	5,69,450
Swati Bhattar	Director's (Gaurav Bhattar) Spouse	Repayments received	18,84,782
Bhanwarlal Bhattar HUF	Director (Ganesh Bhattar) is Karta	Arrangement fees Paid	10,00,000
Ganesh Bhattar HUF	Director (Ganesh Bhattar) is Karta	Arrangement fees Paid	10,00,000
<b>Total</b>			<b>46,08,25,341</b>

- (c) Duration of the contracts/arrangements/transactions
- 
- 2022-23

- (d) Salient terms of the contracts or arrangements or transactions including the value, if any:
- 
- At arms length price

- (e) Date(s) of approval by the Board, if any:
- 
- 11.04.2023

- (f) Amount paid as advances, if any:
- 
- None

For and on behalf of the Board of Directors  
For Shri Ram Finance Corporation Private Limited

Gaurav Bhattar  
 Director  
 DIN: 01248032  
 Address: 29/B7 Parishram tower,  
 Anupam Nagar, Shankar Nagar opposite  
 Doordarshan T.V. Tower Raipur  
 Chhattisgarh, 492007

For, Shri Ram Finance Corporation Pvt. Ltd.

Ganesh Kumar Bhattar  
 Director  
 DIN: 01248202  
 Address: Fifth Floor Parishram  
 Nagar, Raipur, Chattisgarh, India  
 492007

Date: 30.09.2023  
Place: Raipur

**SHRI RAM FINANCE CORPORATION PRIVATE  
LIMITED**

**Audited Financial Statement  
Financial Year : 2022-23**

**Auditors**

**S S S D & CO**

**Chartered Accountants**

**Shreemata Nilay, A-11(7), Sector-3, Udaya Society,  
Tatibandh, RAIPUR: 492099**



# SSSD & CO

Chartered Accountants

Shreemata Nilay, A-11(7) Sector-3, Udaya Society, Tatibandh, Raipur - 492 099 ☎ 9589134150  
✉: sssdandco@gmail.com, Branch : 260, Kalindi Kunj, Kabir Chowk, Raigarh - 496001 (C.G.)

## Independent Auditor's Report

To the Members of  
**SHRI RAM FINANCE CORPORATION PRIVATE LIMITED**

### Report on the Standalone Financial Statements Opinion

We have audited the accompanying Standalone Financial Statements of SHRI RAM FINANCE CORPORATION PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and notes to the Standalone Financial Statements including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the 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, 2023, the profit, and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs) and directions issued by the Reserve Bank of India from time to time for Non Banking Financial Companies. 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 (ICAI) together with the independence requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the Standalone Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

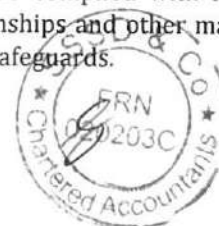
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledge user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning in the scope of our audit work in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

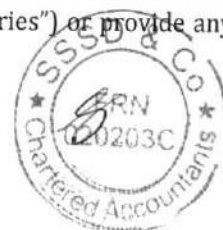
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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



## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Standalone Financial Statements comply with the mandatory Accounting Standards referred to in section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, is not applicable to the Company.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements – Refer Note 35 to the Financial Statements.
    - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii) There is no liability on the part of the company to transfer any amount to Investor Education and Protection Fund.
- iv. (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or 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;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend 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 the audit procedures that have been considered reasonable and appropriate in the circumstances,  
(c) nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(i) The company has not declared/paid dividend during the year and hence provisions of section 123 of the Companies Act 2013 are not applicable on the company.

As per our attached report of even date.

**For, SSSD & Co**

Chartered Accountants

FR No. 020203C



*Gaurav*

**(Gaurav Ashok Baradia)**

Partner

Membership No. - 164479

UDIN - 23164479 BGRUE21575

Raipur, 29th September '2023



## Annexure "A" to the Independent Auditor's Report

The Annexure referred to in paragraph "7" of our Independent Auditors' Report of even date to the members of the Company on the standalone financial statements for the year ended 31 March 2023, we report that:

- (i) (A) According to the information and explanations given to us the Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (a) (B) As per the records examined by us, there are no intangible assets in the books of the company and hence reporting under the clause 3(i)(a)(B) is not applicable to the company.
- (b) As explained to us the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of one year. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties, as disclosed in the financial statements, are held in the name of the company.
- (d) Company has not revalued its Property, Plant, and Equipment or intangible assets or both during the year.
- (e) According to information and explanation given to us, no any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 and rules made there under.
- (ii) In our opinion and according to the information and explanation given to us, the company is not having any inventory hence this paragraph 3 (ii) (a) & (b) of the Order is not applicable during the year.
- (iii) Based on the reports examined by us, the company has made investments in and provided loans and advances in the nature of loans, secured and unsecured to other parties during the year.
  - (a) As the principal business of the company is to give loans, reporting under clause 3(iii)(a) of the order is not applicable on the company.
  - (b) Based on the records examined by us, the investments made and the loans and advances in the nature of loans granted are not prejudicial to the interest of the company.
  - (c) Based on the records examined by us, the schedule of repayment of principal and interest has been stipulated and the receipts are regular, except in case of the assets classified as Non Performing Assets in the Financial Statements.
  - (d) The total amount of interest overdue for the period specified amounts to Rs. 6,76,96,185 which has been reversed during the year and as per the explanations provided to us, the company has taken reasonable steps for the recovery of the same.
  - (e) The principal business of the company is to provide loans and hence reporting under this clause is not applicable to the company.
  - (f) Based on the information and explanations provided to us, the company has not provided any loans in the nature of loans either repayable on demand or without specifying the terms of repayment to promoters and related parties as defined under clause (76) of section 2 of the Companies Act, 2013.
- (iv) The company has granted loans in its ordinary course of business covered under the provisions of section 185 & 186 of the Act and complied the applicable procedures during the year.
- (v) According to the explanation and information given to us, the Company has not accepted any deposits during the year within the meaning of section 73 to 76 of the Act and the rules framed there under to the extent notified.
- (vi) The Central Govt. has not prescribed maintenance of cost records under section 148(1) of the Companies Act 2013 in respect of activities of the company. Accordingly, paragraph 3 (vi) of the Order is not applicable during the year.



- (vii) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
- (b) According to the information and explanation given to us and the records examined by us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute.
- (viii) According to the information and explanations given to us, there are no such unrecorded transactions that have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961.
- (ix) According to the records of the company examined by us and the information and explanation given to us, the company
- (a) has not defaulted in repayment of loans or borrowings or payment of interest there on to any lender at any time during the year.
- (b) According to the information or explanation given to us, the company has not been declared an willful defaulter by any bank or financial institutions.
- (c) According to the information or explanation given to us, term loans have been utilized for the purpose they were obtained.
- (d) According to the information obtained by us, no Funds that are short term in nature have been utilized for long term purposes.
- (e) Based on the information provided us, the company has not taken any funds from an entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) As per the information provided to us the company has not raised any loan during the year on the pledge of securities held in subsidiaries, associates and Joint ventures.
- (x) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
- (a) The company has not made any preferential allotment or private placement of shares or convertible debentures during the year. However the company has issued 23,38,471 shares by way of Right issue of shares.
- (xi) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
- (a) No report under sub section (12) of section 143 of the Companies Act 2013 has been filed by the auditors.
- (b) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.
- (xii) In our opinion and according to the information and explanation given to us, the company is not a nidhi company. Accordingly, paragraph 3 (xii) of the Order is not applicable during the year.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act wherever applicable and details of such transactions have been disclosed in the financial statement as required by the applicable accounting standard.
- (xiv) Based on the information and explanations given to us and based on the records examined by us, the company has an
- (a) internal audit system commensurate with size and nature of it's business.
- (b) During the course of statutory audit, the reports of internal auditor were taken into consideration and no adverse remark on the functioning of the company has been noticed in such report.



- (xv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with them as prescribed under section 192 of the Act. Accordingly, paragraph 3 (xv) of the Order is not applicable during the year.
- (xvi) The company has obtained registration as an Asset Financing NBFC under section 45-IA with the registration number  
(a) B-03.00170 of the Reserve Bank of India Act 1934.  
(b) The company has conducted Non Banking Financial activities with a valid certificate of registration from the Reserve Bank of India.  
(c) Based on the records examined by us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.  
(d) There are no companies falling within the ambit of group companies and hence reporting under the clause 3(xvi)(d) of the order is not applicable on the company.
- (xvii) As per the records examined by us and the information provided to us, the company has not incurred any cash losses during the financial year or the immediately preceding financial year.
- (xviii) There has been resignation of Statutory Auditors during the year. No objections, issues or concerns have been raised by the outgoing auditors.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, we are of the opinion that no material uncertainty exists as on the date of the audit report on the capability of the company in 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
- (xx) There is no requirement of transferring any amount to special account prescribed under section 135 of the Companies Act, 2013.
- (xxi) The company is not a holding of any other company and therefore this clause is not applicable on the company.

As per our attached report of even date.



For, SSSD & Co  
FR No. 020203C

*Gaurav*

(Gaurav Ashok Baradia)

Partner

Membership No. - 164479

UDIN - 23164479BGRUE21575

Raipur, 29th September '2023

## **Annexure "B" to the Independent Auditor's Report:**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section-3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the Internal Financial controls over financial reporting of **Shri Ram Finance Corporation Private Limited** ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on the date.

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

The Company's management is responsible for establishing and maintaining internal financial controls 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 (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 company's policies, the 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 Act.

#### **Auditor's Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting including those policies and procedures that (1) pertain to the maintenance of records that, in reasonable details, 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 statement.



**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, 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.

As per our attached report of even date.

**For, SSSD & Co**

Chartered Accountants

FR No. 020203C



A handwritten signature in black ink, appearing to read "Gaurav".

**(Gaurav Ashok Baradia)**

Partner

Membership No. - 164479

UDIN - 23164479BGRUE21575

Raipur, 29th September '2023

### Statutory Auditors Certificate

We have examined the books of accounts and other records of Shri Ram Finance Corporation Private Limited for the Financial Year ending March 31, 2023. On the basis of the information submitted to us, we certify the following:

S.No.	Particulars	Details
1	Name of the company	Shri Ram Finance Corporation Private Limited
2	Certificate of Registration No.	B-03.00170
3	Registered office Address	Raipur Road, Baloda Bazar (Chhattisgarh)
4	Corporate office Address	B-7 Plot No. 29, Shri Ram Nagar Phase-I, In front of Doordarshan TV Tower, Shankar Nagar, Raipur-492007
5	The company has been classified by RBI as : (Investment Company / Loan Company /AFC / NBFC-MFI / NBFC- Factor / IFC / IDF- NBFC)	AFC
6	Net Owned Fund (in Rs. Crore) (Calculation of the same is given in the Annex)	189.86
7	Total Assets (in Rs. Crore)	885.47
8	Asset-Income pattern: (in terms of RBI Press Release 1998-99/1269 dated April 8, 1999) a) % of Financial Assets to Total Assets	a) 93.1%
	b) % of Financial Income to Gross Income (NBFC-Factor / NBFC-MFI / AFC / IFC may also report separately below)	a) 99.13%
9	Whether the company was holding any Public Deposits, as on March 31, 2021 If Yes, the amount in Rs. Crore	No
10	Has the company transferred a sum not less than 20% of its Net Profit for the year to Reserve Fund? (in terms of Sec 45-IC of the RBI Act, 1934).	Yes
11	Has the company received any FDI? If Yes, did the company comply with the minimum capitalization norms for the FDI?	No
12	If the company is classified as an NBFC-Factor: a) % of Factoring Assets to Total Assets b) % of Factoring Income to Gross Income	Not Applicable
13	If the company is classified as an NBFC-MFI: % of Qualifying Assets to Net Assets (refer to Notification DNBS.PD.No.234 CGM (US) 2011 dated December 02, 2011)	Not Applicable



14	If the company is classified as an AFC: a) % of Advances given for creation of physical / real assets supporting economic activity to Total Assets	a) 93.1%
	b) % of income generated out of these assets to Total Income	a) 99.13%
15	If the company is classified as an NBFC- IFC % of Infrastructure Loans to Total Assets	Not Applicable
16	Has there been any takeover/ acquisition of control/change in shareholding/ Management during the year which required prior approval from RBI? (please refer to Master Directions issued by DNBR i) Master Direction- Non-Banking Financial Company- Systemically Important Non-Deposit taking company (Reserve Bank) Direction; and ii) Master Direction- Non Banking Financial Company- Systemically Important Non-Deposit taking Company and Deposit taking Copany (Reserve Bank) Directions.)	No

In terms of Chapter II of the Master Direction- Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016, a separate report to the Board of Directors of the company has been prepared.

I have read and understood Chapter III of the Master Direction- Non Banking Financial Companies Auditor's Report (Reserve bank) Directions, 2016

For and on behalf of the Board of Directors.



Gaurav Bhattar  
(Director)  
DIN-01248032  
Raipur, 29th September 2023



## Annexure

As at 31.03.2023

Capital Funds - Tier I		(` In crore)
1	Paid up Equity Capital	17.82
2	Pref. shares to be compulsorily converted into equity	-
3	Free Reserves:	
	a. General Reserve	-
	b. Share Premium	56.48
	c. Capital Reserves	-
	d. Debenture Redemption Reserve	-
	e. Capital Redemption Reserve	-
	f. Credit Balance in P&L Account	93.49
	g. Statutory Reserves	23.22
4	Special Reserves	-
	<b>Total of 1 to 4</b>	<b>191.00</b>
5	Less: i. Accumulated balance of loss	-
	ii. Deferred Revenue Expenditure	-
	ii. Deferred Tax Assets (Net)	1.14
	iii. Other intangible Assets	-
	<b>Owned Fund</b>	<b>189.86</b>
6	Investment in shares of:	
	(i) Companies in the same group	-
	(ii) Subsidiaries	-
	(iii) Wholly Owned Subsidiaries	-
	(iv) Other NBFCs	-
7	Book value of debentures, bonds, outstanding loans and advances, bills purchased and is counted (including H.P. and lease finance) made to, and deposits with	
	(i) Companies in the same group	-
	(ii) Subsidiaries	-
	(iii) Wholly Owned Subsidiaries/Joint Ventures Abroad	-
8	Total of 6 and 7	-
9	Amount in item 8 in excess of 10% of Owned Fund	NA
10	<b>Net Owned Fund</b>	<b>189.86</b>





**SHRI RAM FINANCE CORPORATION PRIVATE LIMITED**  
**CIN -U65100CT2004PTC016590**  
**BALANCE SHEET AS AT 31st MARCH, 2023**

(Amount in Lakh)

Particulars	Note No.	As at 31.03.2023	As at 31.03.2022
<b><u>I. EQUITY AND LIABILITIES</u></b>			
<b>(1) Shareholders' Fund</b>			
(a) Share Capital	3	1,781.92	1,548.07
(b) Reserve & Surplus	4	17,908.07	12,718.95
<b>(2) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	5	36,857.92	21,753.81
(b) Long Term provisions	6	420.10	341.64
<b>(3) Current Liabilities</b>			
(a) Short-Term Borrowings	7	30,294.04	21,513.01
(b) Trade payable			
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		383.34	390.47
(c) Other Current Liabilities	8	479.57	550.36
(d) Short-Term Provisions	6	421.91	266.20
<b>TOTAL::</b>		<b>88,546.88</b>	<b>59,082.51</b>
<b><u>II. ASSETS</u></b>			
<b>(1) Non-current Assets</b>			
(a) Property, Plant, Equipment and Intangible Assets			
Property, Plant, Equipment	9	1,905.07	1,604.07
Intangible Assets	9	216.32	210.22
(b) Deferred Tax Assets (Net)	10	113.97	92.98
(c) Long-term loans and advances	11	36,203.99	20,308.10
(d) Other Non-Current Assets	13	2,633.37	1,353.88
<b>(2) Current Assets</b>			
(a) Current Investments	14	296.04	84.27
(b) Cash and cash equivalents	12	857.36	3,755.87
(c) Short-Term loans and advances	11	45,361.50	30,454.47
(d) Other Current Assets	13	959.25	1,218.64
<b>TOTAL::</b>		<b>88,546.88</b>	<b>59,082.51</b>

Significant Accounting Policies

2

The accompanying notes are an integral part of the financial statements.

3 to 48

As per our attached report

For SSSD & CO  
Chartered Accountants  
ICAI FRN: 020203C



Gaurav Ashok Baradia  
(Partner)

ICAI Membership No. 164479

UDIN: 23164479B4RUE21575

Raipur, 29th September 2023

For and on behalf of the Board of Directors.

*(Signature)*

Ganesh Bhattar  
(Director)  
DIN- 01248302

Gaurav Bhattar  
(Director)  
DIN-01248032

*(Signature)*

Ayushi Saraf  
(Company Secretary)  
ICSI Membership No. 62235

Raipur, 29th September 2023

**SHRI RAM FINANCE CORPORATION PRIVATE LIMITED**  
**CIN -U65100CT2004PTC016590**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2023**

(Amounts in Lakh)

Particulars	Note No.	Year Ended 31.03.2023	Year Ended 31.03.2022
I. Revenue From Operations	15	18,509.90	12,938.35
II. Other Income	16	158.95	145.22
III. Gross Total Income (I+II)		<b>18,668.85</b>	<b>13,083.58</b>
Less : Off Book Interest (Direct Assignment, Securitization Interest)		(340.66)	(645.61)
Total Income		<b>18,328.20</b>	<b>12,437.97</b>
IV. Expenses			
Employee benefit Expenses	17	3,151.54	2,282.05
Finance Cost	18	6,675.93	4,565.72
Depreciation	9	400.98	266.46
Other Expenses	19	2,113.85	1,477.03
Provisions & Write offs	20	1,372.01	1,183.56
Total Expenses		<b>13,714.31</b>	<b>9,774.82</b>
V. Profit Before Tax (III-IV)		4,613.89	2,663.15
VI. Tax expense			
Current Tax		1,129.91	651.27
Deferred Tax	10	(20.99)	17.68
VII. Profit After Tax (V-VI)		<b>3,504.97</b>	<b>1,994.20</b>
Basic / Diluted Earnings Per Equity Share (Face Value of Rs. 10/- per share)	21	21.02	15.18
Significant Accounting Policies	2		
The accompanying notes are an integral part of the financial statements.	3 to 48		

As per our attached report

**FSSS D & CO**  
Chartered Accountants  
ICAI FRN : 020203C



Gaurav Ashok Baradia  
(Partner)

ICAI Membership No. 164479

UDIN: 23164479 BGRUEZ1575

Raipur, 29th September 2023

For and on behalf of the Board of Directors.

*(Handwritten signatures)*

Ganesh Bhattar  
(Director)  
DIN- 01248032



Ganav Bhattar  
(Director)  
DIN-01248032

Ayushi Saraf  
(Company Secretary)

ICSI Membership No. 62235

Raipur, 29th September 2023

**SHRI RAM FINANCE CORPORATION PRIVATE LIMITED**

CIN -U65100CT2004PTC016590

**Cash Flow Statement for the year ended 31st March, 2023**

	31st March, 2023 (Amount in Lakh)	31st March, 2022 (Amount in Lakh)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before Tax	4,613.89	2,663.15
ADJUSTMENTS FOR:		
Depreciation	400.98	266.46
Profit on sale of Fixed Assets	(4.35)	(2.16)
Finance costs	6,699.75	4,555.39
Interest Income on Loans and Fixed Deposits	(16,703.34)	(12,219.42)
Bad debts Written off	1,121.41	1,068.45
Provision For Sub Standard Assets	125.71	(53.61)
Provision for Standard Assets as per RBI	124.89	168.71
<b>Operating Profit before working capital changes and adjustments for interest received and interest paid</b>	<b>(3,621.07)</b>	<b>(3,553.02)</b>
(Increase)/Decrease in Loans and advances	(32,050.04)	(13,688.75)
Increase/(Decrease) in provisions	109.30	8.61
Increase/(Decrease) in other current liabilities	(92.49)	(109.71)
(Increase) / Decrease in Other current assets	(1.76)	(187.54)
(Increase) / Decrease in Other non-current assets	(46.99)	(49.83)
<b>Cash used in operations before adjustments for interest received and interest paid</b>		
Interest Paid	(6,685.18)	(4,557.71)
Interest Received	16,817.13	12,166.68
<b>CASH GENERATED FROM/ (USED) IN OPERATIONS</b>	<b>(25,571.10)</b>	<b>(9,971.27)</b>
Income tax paid	(1,129.91)	(700.11)
<b>NET CASH GENERATED FROM/(USED) IN OPERATING ACTIVITIES A</b>	<b>(26,701.01)</b>	<b>(10,671.38)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
(Increase) /Decrease in Fixed Deposits	(1,085.15)	(945.76)
(Increase) /Decrease in Fixed Assets	(703.73)	(555.39)
Purchase of Investments	(211.77)	(84.27)
<b>NET CASH USED IN INVESTING ACTIVITIES B</b>	<b>(2,000.64)</b>	<b>(1,585.42)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net (repayment)/ proceeds from Long Term Borrowings	15,104.11	4,529.26
Net (repayment)/ proceeds from Short term Borrowings	8,781.03	7,383.76
Proceeds from Issue of Share Capital with Share Premium	1,918.00	1,800.00
<b>NET CASH GENERATED FROM/ (USED) IN FINANCING ACTIVITIES C</b>	<b>25,803.14</b>	<b>13,713.01</b>
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>(2,898.52)</b>	<b>1,456.22</b>
Add: Cash and Cash Equivalents at the beginning of the year	3,755.87	2,299.66
<b>Cash and Cash Equivalents at the end of the year</b>	<b>857.36</b>	<b>3,755.87</b>
<b>Components of cash and cash equivalents</b>		
Cash in hand	636.17	682.45
With banks	221.19	3,073.42
	<b>857.36</b>	<b>3,755.87</b>

**Notes :**

- Figures for the previous year have been regrouped, wherever necessary.
- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.

As per our attached report  
For SSSD & CO  
Chartered Accountants  
ICAI FRN : 020203C

Gaurav Ashok Baradia  
(Partner)

ICAI Membership No. 164479

UDIN: 23164479 BGRUEZ 1575

Raipur, 29th September 2023

For and on behalf of the Board of Directors.

Ganesh Bhattar  
(Director)  
DIN- 01248032

Gaurav Bhattar  
(Director)  
DIN-01248032

Ayushi Saraf  
(Company Secretary)

ICSI Membership No. 62235

Raipur, 29th September 2023



## SHRI RAM FINANCE CORPORATION PRIVATE LIMITED

Notes forming part of the financial statement for the year ended 31st March 2023

### 1. CORPORATE INFORMATION

Shri Ram Finance Corporation Private Limited (the 'Company') is a Private limited company domiciled in India and incorporated under the provision of the Companies Act, 1956. A Non-Banking Finance company – Systemically Important Non-Deposit taking Company duly registered with RBI. The Company provides finance for vehicle, bikes, Micro Finance and Small and Micro Enterprise sectors. The company is registered with various regulatory authorities, the registration numbers are as follows:

Corporate Identification Number (CIN) - U60232CT2004PTC016590

RBI Regd. No. - B-03.00170

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### a. Basis of Preparation of Financial Statements

The financial statements have been prepared in conformity with generally accepted accounting principles to comply in all material respects with the notified Accounting standards ('AS') under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2021 and the guidelines issued by the Reserve Bank of India ('RBI') as applicable to a Non-Banking Finance Company ('NBFC'). These financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

#### b. Use of Estimates

The preparation of financial statements ("financial statements") in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operation during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual result could differ from these estimates. Any revisions to the accounting estimates are recognised prospectively in the current and future years.

#### c. Operating Cycle

The company has classified all its assets/liabilities into current/non-current portion based on the time frame of 12 months from the date of the financial statements. Accordingly, assets /liabilities expected to be realised/ settled within 12 months from the date of financial statements are classified as current and other assets/ liabilities are classified as non-current.

#### d. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Corporation are segregated based on the available information.

#### e. Cash and Cash equivalents (For Purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term deposits with banks (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### f. Receivables under Financing Activity

Receivables under financing activities represent Principal and matured finance charges outstanding at the close of the year net of amount provided for.



**g. Provision for Loans and Advances.**

Provisions made for secured/ unsecured loans and advances as per company's policy subject to minimum provision required as per Master Direction - Non-Banking Financial Company – Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016. Accordingly, the Company has its recognition norms of Non-Performing Assets (NPA) as 90 days (RBI has stipulated 180 days).

Classification of assets as per policy of the current Financial Year	
Asset Type	Percentage of provision
<b>Standard Assets</b>	
Days past Due (DPD) upto 90 days	0.40% of Outstanding
<b>Substandard Assets</b>	
Auto Loans - DPD 91 to 360 days	12.85% of Outstanding
Unsecured Loans - Personal Loans & Micro Finance Loans - DPD 91 to 360 days	12.85% of Outstanding
Small and Medium enterprise Loans - DPD 91 to 450 days	12.85% of Outstanding
<b>Doubtful Assets</b>	
Auto Loans - DPD 361 to 450 days or POS<25000	30% of Outstanding
Unsecured Loans - Personal Loans & Micro Finance Loans - DPD 361 to 450 days	30% of Outstanding
Small and Medium enterprise Loans - DPD 451 to 750 days	30% of Outstanding
<b>Loss assets</b>	
Auto Loans - DPD Above 450 days and POS>25000.	100% of Outstanding
Unsecured Loans - Personal Loans & Micro Finance Loans - DPD Above 450 days.	100% of Outstanding
Small and Medium enterprise Loans - DPD Above 750 days	100% of Outstanding

**h. Write-Offs**

Loans and Advances are written off when the company has no reasonable expectations of recovering the loan either in its entirety or portion of it. This is the case when the company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amount subject to the write off. A write off constitutes a derecognition event. The company may apply enforcement activities to loans and advances written off. Recoveries resulting from the company's enforcement activities could result in impairment gains.

Asset Type	Percentage of provision - Write off
Auto Loans - DPD Above 450 days and POS>25000.	100% of Outstanding
Unsecured Loans - Personal Loans & Micro Finance Loans - DPD Above 450 days.	100% of Outstanding
Small and Medium enterprise Loans - DPD Above 750 days	100% of Outstanding

**i. Revenue recognition**

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the revenue can be reliably measured.

**i) Interest Income on loans given:**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable. Income including interest or any other charges on non-performing asset is recognized on receipt basis as per the RBI guidelines. Any such income recognized before the asset become non-performing and remaining unrealized is reversed.

**ii) Fee Income:**

Loan origination fee i.e. processing fees and other charges collected upfront, are recognized at the inception of the loan.

**iii) Other operating Income:**

Additional charges such as penal interest, moratorium interest, cheque bounce charges, recovery charges, rescheduling charges are recognized on accrual basis on standard assets.

**iv) Income from Deposits:**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.



*Handwritten signature/initials*

**j. Securitization and Assignment**

In case of securitization of receivable, the assets are de-recognised in the books as all the rights, title, future receivable and interest thereof are transferred to the purchaser. The gain arising on such transfer is accounted over the tenure of the assets. In case of loss if any, the same is charged to the statement of profit and loss immediately at the time of transfer. Company's contractual rights to receive the share of future interest(i.e. interest spread), in the transferred asset from the SPV is capitalized at the present value as interest only strip with a corresponding liability created for unrealized gain on loan transfer transactions. The excess interest spread on the securitization are recognized as and when it is redeemed by the SPV agreement.

In case of assignment of receivable, the assets are de-recognised in the books as all the rights, title, future receivable and interest thereof are transferred to the purchaser(assignee). The gain arising on such transfer is accounted over the tenure of the assets. In case of loss if any, the same is charged to the statement of profit and loss immediately at the time of transfer. The interest on the assigned receivables (assignee part) in de-recognised from the income in the profit and loss statement of the Company.

**k. Repossessed Vehicles**

The seized vehicles at the year end are transferred to a separate ledger including the interest outstanding and charges but excluding the penal interest. The interest outstanding and the charges are then reversed and reduced from the seized ledgers and the same is recognized (debited) in the profit and loss statement and the balance is shown at the principal outstanding value, i.e. basic value.

**l. Borrowing Costs**

Borrowing cost attributable to the acquisition or construction of a qualifying asset is capitalised as a part of the cost of that asset. Other borrowing cost are recognised as an expense in the year in which they are incurred.

**m. Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items are classified as operating leases. Operating lease payments are charged off to the statement of profit and loss on a straight-line basis over the lease term.

**n. Investments**

Long Term Investments are stated at cost including directly attributable cost. A provision for diminution in the value of long term investments is made in accordance with the Accounting Standard on 'Accounting for Investments' (AS 13) only if such diminution is other than temporary, in the opinion of Management.

Current Investment is stated at lower of cost or fair value by category of investments.

**o. Impairment of Assets other than Loans and Advances**

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its estimated recoverable amount and the amount of such impairment loss is charged to profit & loss account. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

**p. Property, plant & equipment, depreciation/amortisation and impairment**

**Property, plant & equipment and Intangible assets**

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Lease hold building is amortised on WDV basis over the period of lease. Addition to lease hold building (lease hold improvements) are charged over the remaining period of lease subject to maximum of 10 years.

**Depreciation on property, plant & equipment and Intangible assets**

Depreciation is provided (WDV Method) based on useful life of the assets and scrap value (5% of the original cost) as prescribed in Schedule II to the Companies Act, 2013.

**q. Provisions and Contingent Liabilities**

The company recognises a provision when there is a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation on the balance sheet date. These are reviewed at each balance sheet date.

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and are disclosed by way of notes to the accounts.



**r. Employee benefits**

Employee benefits include provident fund, employee state insurance scheme and gratuity fund.

**i) Defined contribution plans:**

The eligible employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' salary), which is recognised as an expense in the Statement of Profit and Loss in the year in which they occur. The Company is generally liable for annual contributions and any deficiency in interest cost compared to interest computed based on the rate of interest declared by the Central Government under the employee provident scheme, 1952 is recognised as an expense in the year in which it is determined.

**ii) Defined benefit plans:**

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the year in which they occur. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

**iii) Short term employee benefits:**

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus, the undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognised as an expense as the related services is rendered by employees. Contribution payable by the company to the concern government authority in respect of provident fund & employee state insurance are charged to profit & loss account. In accordance with the payment of Gratuity Act 1972 the company provide for the gratuity covering eligible employees. Gratuity valuation is recognized based on actuarial valuation report as at year end.

**s. Goods and services Tax**

Goods & Service Tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

**t. Taxes on Income**

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is a reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at the balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

Current tax and deferred tax assets and liabilities are offset to the extent to which the Company has a legally enforceable right to set off and they relate to taxes on income levied by the same governing taxation laws.

**u. Earnings per Share**

Basic earnings per share is computed by dividing net profit or loss for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period. Diluted earnings per share is computed after adjusting the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

**v. Segment Reporting**

The Company has only one segment of operation namely "Financing Company" and the operations are located in India. Consequently, the requirement for a separate disclosure as required under Accounting Standard 17 "Segment Reporting" is not applicable. The company shall not undertake banking business as defined under the Banking Regulation Act, 1949.



*CSH*

## 3. SHARE CAPITAL

(Amounts in Lakh)

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
<b>(A) Authorised, Issued, Subscribed and paid-up share capital</b>		
<b>Authorised Share Capital</b>		
1,65,00,000 Equity Shares of Rs. 10/- each (Previous Year 1,35,00,000)	1650.00	1350.00
Addition 85,00,000 Equity Shares of Rs. 10/- each During The Year (Previous Year 30,00,000)	850.00	300.00
2,50,00,000 Equity Shares of Rs. 10/- each (Previous year 1,65,00,000)	<b>TOTAL::</b> 2500.00	1650.00
<b>Issued, Subscribed &amp; Fully Paid-up Share Capital</b>		
1,54,80,713 Equity Shares of Rs. 10/- each (Previous Year 1,31,29,923)	1548.07	1312.99
Issue of 23,38,471 Equity Shares of Rs. 10/- each During The Year (Previous Year 23,50,790)	233.85	235.08
1,78,19,184 Equity Shares of Rs. 10/- each (Previous Year 1,54,80,713)	<b>TOTAL::</b> 1781.92	1548.07

**(B) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year**

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
No of shares outstanding As at the beginning of the year	1,54,80,713	1,31,29,923
Add : Number of shares allotted during the year as fully paid-up	23,38,471	23,50,790
<b>Number of shares outstanding As at the end of the year</b>	<b>TOTAL::</b> 1,78,19,184	1,54,80,713

**(C) Shares in the company held by each shareholder holding more than 5% shares**

Sl. No.	Name of Shareholders	As at 31.03.2023		As at 31.03.2022	
		No. of shares	% of Shares Held	No. of shares	% of Shares Held
1	Gaurav Bhattar	1,47,19,661	82.61%	1,11,81,190	72.23%
2	Ganesh Bhattar	1,846,343	10.36%	30,46,343	19.68%

**(D)** The Company has only one class of shares referred to as equity shares having a par value of 10/-. Each holder of equity shares is entitled to one vote per share.**(E) Shares held by promoters at the end of the year**

Sl. No.	Name of Promoters	% Change during the year	As at 31.03.2023		As at 31.03.2022	
			No. of shares	% of Total shares	No. of shares	% of Total shares
1	Gaurav Bhattar	10.38%	1,47,19,661	82.61%	1,11,81,190	72.23%
2	Ganesh Bhattar	(9.32%)	1,846,343	10.36%	30,46,343	19.68%

## 4. RESERVES &amp; SURPLUS

(Amounts in Lakh)

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
Securities Premium Reserve - Opening Balance	3963.61	2398.69
Add : Addition during the year	1684.15	1564.92
Securities Premium Reserve - Closing Balance	5647.76	3963.61
Statutory Reserve as per Section 45-IC of The RBI Act, 1934 - Opening Balance	1619.88	1221.04
Add: Current year Surplus	700.99	398.84
Statutory Reserve - Closing Balance	2320.88	1619.88
Revaluation Reserve- opening Balance	593.32	670.18
Less: Reversed during the year	-	(76.86)
Revaluation Reserve- closing Balance	593.32	593.32
Surplus Brought forward from previous year	6542.14	4886.52
Add: Current year Surplus	3,504.97	1,994.20
	10047.11	6880.72
Less : Transfer to statutory reserve as per Section 45-IC of The RBI Act, 1934	(700.99)	(398.84)
Add : Transfer from Revaluation reserve	-	60.26
Net Carried Forward Surplus	9346.12	6542.14
<b>TOTAL::</b>	<b>17908.07</b>	<b>12718.95</b>

# Represents reversal of revaluation reserve on PPE (Land) to carry the previously revalued land at FMV as per latest available valuation report as at March 31, 2023.

Note: The company has not declared any dividend in current year or previous year.



Signature



## 5. LONG TERM BORROWINGS

(Amounts in Lakh)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Non-Current	Current	Non-Current	Current
<b>(a) Car Loan</b>				
<b>Bank of Baroda - Car Loan</b>	31.62	7.51	38.56	7.84
(Secured by Hypothecation of Vehicle, Term loan is repayable in 84 monthly instalment starting from November 2019 & ending on October 2026)				
<b>Punjab National Bank - Car Loan</b>	18.26	3.37		
(Secured by Hypothecation of Vehicle, Term loan is repayable in 84 monthly instalment starting from September 2022 & ending on August 2029.)				
<b>(b) Secured Term Loan from Banks</b>				
<b>AU Small Finance Bank</b>				27.65
(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 monthly Instalments starting from April 2019 to May 2022)				
<b>IDFC First Bank</b>				
(A) (Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 18 Equated Quarterly Instalments starting from November 2018 to February 2023)		173.74	173.74	347.48
(B) (Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 30 Equated Monthly Instalments starting from Feb 2021 to July 2023)		260.96	347.94	956.83
(C) (Secured by Hypothecation of present & future receivables. Repayable in 30 Monthly Instalments starting from December 2021 to May 2024)	100.00	600.00	700.00	600.00
(D) (Secured by Hypothecation of present & future receivables. Repayable in 30 Monthly Instalments starting from January 2022 to June 2024)	150.00	600.00	750.00	600.00
(E) (Secured by Hypothecation of present & future receivables. Repayable in 48 Monthly Instalments starting from February 2023 to January 2027)	3,541.67	1,250.00	-	-
<b>Punjab National Bank</b>				
(A) (Secured by Hypothecation of present & future receivables. Additional security of CC limit. Repayable in 10 Quarterly Instalments starting from June 2020 to Dec 2022)				179.44
(B) (Secured by Hypothecation of present & future receivables. Repayable in 28 Quarterly Instalments starting from December 2022 to September 2029)	707.14	128.57		
<b>Utkarsh Small Finance Bank</b>				
(A) (Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from March 2020 to Feb 2023)		27.55	27.55	340.76
(B) (Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from July 2022 to June 2025)	479.34	383.33		



**ESAF Small Finance Bank**

(A)	(Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from Jan 2020 to April 2022)				22.52
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 23 Monthly Instalments starting from May 2021 to March 2023)				260.86
(C)	(Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from September 2021 to July 2023)		86.94	88.24	260.88
(D)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from May 2022 to March 2025)	342.78	342.90	685.68	314.33

**Bandhan Bank**

(A)	(Secured by Hypothecation of present & future receivables. Repayable in 27 Monthly Instalments starting from February 2023 to April 2025)	444.44	444.44		
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 27 Monthly Instalments starting from November 2022 to January 2025)	370.37	407.41		

**State Bank of India**

	(Secured by Hypothecation of present & future receivables. Repayable in 18 Quarterly Instalments starting from July 2022 to October 2026)	3,244.57	1,000.00	3,249.95	750.00
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**Bank Of Maharashtra**

	(Secured by Hypothecation of present & future receivables. Repayable in 18 Quarterly Instalments starting from October 2022 to January 2027)	1,336.09	444.00	890.00	110.00
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**Bank Of Baroda**

	(Secured by Hypothecation of present & future receivables. Repayable in 60 Monthly Instalments starting from April 2023 to March 2028)	1,200.00	300.00		
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**Uco Bank**

	(Secured by Hypothecation of present & future receivables. Repayable in 18 Quarterly Instalments starting from June 2023 to September 2027)	1,555.46	444.44		
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**Indian Overseas Bank**

	(Secured by Hypothecation of present & future receivables. Repayable in 18 Quarterly Instalments starting from March 2023 to June 2027)	719.38	222.22		
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**Indian Bank(Allahabad Bank)**

	(Secured by Hypothecation of present & future receivables. Repayable in 60 Monthly Instalments starting from January 2023 to December 2027)	1,500.00	400.00		
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**Federal Bank**

	(Secured by Hypothecation of present & future receivables. Repayable in 48 Monthly Instalments starting from August 2022 to July 2026)	582.67	249.96		
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**Indusind Bank Limited**

	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 Monthly Instalments starting from Dec 2019 to Nov 2022)				377.58
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**(c) Secured Term Loan from Others****MAS Financial Services Limited**

(A)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 Monthly Instalments starting from April 2019 to June 2022)				34.89
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(B)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 Monthly Instalments starting from May 2019 to April 2022)	-	-	-	49.08
(C)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 Monthly Instalments starting from Oct 2019 to Sep 2022)	-	-	-	121.45
<b>Nabsamruddhi Finance Limited</b>					
(A)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Cash collateral to the extent of 5% with lien marked in favour of Nabsamruddhi. Repayable in 16 Quarterly Instalments starting from April 2018 to April 2022)	-	-	-	60.45
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from August 2022 to July 2025)	986.20	634.22	1,620.41	379.59
<b>Nabkisan Finance Limited</b>					
(A)	(Secured by Hypothecation of present & future receivables. Repayable in 16 Quartely Instalments starting from Jan 2019 to Oct 2022)	-	-	-	246.79
(B)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 16 Quartely Instalments starting from August 2019 to May 2023)	-	92.10	92.18	187.50
<b>Sundaram Finance Limited</b>					
(A)	(Secured by Hypothecation of present & future receivables and personal guarantee by directors. Repayable in 36 Monthly Instalments starting from Jan 2019 to May 2022)	-	-	-	42.51
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from April 2022 to March 2025)	375.02	331.05	706.07	293.93
(C)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from June 2022 to May 2025)	433.65	324.63	-	-
<b>Hinduja Leyland Finance Limited</b>					
(A)	(Secured by Hypothecation of present & future receivables, personal guarantee of directors, Repayable in 36 Monthly Instalments starting from June 2019 to May 2022)	-	-	-	198.01
(B)	(Secured by Hypothecation of present & future receivables, personal guarantee of directors, payable in 36 Monthly Instalments starting from Oct 2019 to Sep 2022)	-	-	-	429.74
(C)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from January 2022 to December 2024)	512.13	615.25	1,127.38	546.01
(D)	(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from January 2023 to December 2025)	1,381.77	664.60	-	-



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<b>Magma Fincorp Limited</b>				370.30
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from Jan 2020 to Dec 2022)				
<b>Hiranandani Financial Service Pvt Ltd</b>				140.33
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from Sep 2019 to Aug 2022)				
<b>Mudra</b>		250.00	250.00	500.00
(Secured by Hypothecation of present & future receivables. Repayable in 12 Quartely Instalments starting from December 2020 to September 2023)				
<b>Northern Arc</b>				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from Sep 2020 to Aug 2023)		336.55	336.55	716.08
(A)				
(Secured by Hypothecation of present & future receivables. Repayable in 38 Monthly Instalments starting from November 2020 to December 2023)		333.03	333.03	394.03
(B)				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from May 2022 to April 2025)	204.22	163.88	368.10	131.90
(C)				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from April 2023 to March 2026)	1,414.73	585.27		
(D)				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from June 2022 to May 2025)	656.60	486.29		
(E)				
(Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from April 2023 to March 2025)	531.19	468.81		
(F)				
<b>Vivriti Capital Services Private Limited</b>				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from April 2021 to March 2024)		332.89	332.73	333.33
(A)				
(Secured by Hypothecation of present & future receivables. Repayable in 30 Monthly Instalments starting from January 2022 to June 2024)	200.00	800.00	1,000.00	800.00
(B)				
<b>Ambit Finvest Private Limited</b>				147.40
(Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from March 2021 to Feb 2023)				
<b>Incred Financial Services</b>				
(Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from March 2021 to Feb 2023)				490.94
(A)				
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from May 2023 to April 2026)	550.09	199.91		
(B)				



<b>Electronica Finance Limited</b> (Secured by Hypothecation of present & future receivables. Repayable in 26 Monthly Instalments starting from May 2021 to June 2023)		38.88	38.88	143.98
<b>Capri Global Capital Limited</b> (Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from April 2021 to March 2024)			333.33	333.33
<b>Maanaveeya Development &amp; Finance Private Limited</b>				
(A) (Secured by Hypothecation of present & future receivables. Repayable in 33 Monthly Instalments starting from July 2021 to March 2024)		545.55	545.55	545.40
(B) (Secured by Hypothecation of present & future receivables. Repayable in 33 Monthly Instalments starting from July 2022 to March 2025)	1,091.10	1,090.80	1,697.00	303.00
<b>Credit Saison</b>				
(A) (Secured by Hypothecation of present & future receivables. Repayable in 6 Quartely Instalments starting from April 2021 to September 2022)				166.67
(B) (Secured by Hypothecation of present & future receivables. Repayable in 6 Quartely Instalments starting from September 2021 to December 2022)				250.00
(C) (Secured by Hypothecation of present & future receivables. Repayable in 10 Quarterly Instalments starting from May 2023 to August 2025)	1,200.00	800.00		
<b>Muthoot Capital Services Limited</b> (Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from April 2022 to March 2025)	333.33	333.33	666.67	333.33
<b>Muthoot Finance Limited</b>				
(A) (Secured by Hypothecation of present & future receivables. Repayable in 8 Quarterly Instalments starting from January 2023 to October 2024)	375.00	500.00		
(B) (Secured by Hypothecation of present & future receivables. Repayable in 8 Quarterly Instalments starting from May 2023 to February 2024)	500.00	500.00		
<b>NABARD</b> (Secured by Hypothecation of present & future receivables. Repayable in 17 Months, Interest Payment Monthly, Principal Payment Half Yearly starting from November 2021 to December 2022)				600.00
<b>IKF Finance Limited</b>				
(A) (Secured by Hypothecation of present & future receivables. Repayable in 48 Monthly Instalments starting from November 2021 to October 2025)	296.88	171.88	484.38	171.88
(B) (Secured by Hypothecation of present & future receivables. Repayable in 48 Monthly Instalments starting from May 2022 to April 2026)	416.67	200.00	616.67	183.33
<b>Profectus Capital</b> (Secured by Hypothecation of present & future receivables. Repayable in 24 Monthly Instalments starting from December 2021 to November 2023)		181.69	181.69	243.77



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<b>SIDBI</b>				
(A)	(Secured by Hypothecation of present & future receivables. Repayable in 10 Monthly Instalments starting from December 2021 to September 2022)			1,080.00
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 26 Monthly Instalments starting from July 2023 to August 2025)	1,307.00	693.00	
<b>Manappuram Finance Ltd</b>		1,203.38	609.37	
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from December 2022 to November 2025)				
<b>Tata Capital Finance Ltd</b>		583.33	333.34	
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from January 2023 to December 2025)				
<b>A.K. Capital Finance Limited</b>				
(A)	(Secured by Hypothecation of present & future receivables. Repayable in 11 Quarterly Instalments starting from April 2023 to September 2025)	1,072.27	612.73	
(B)	(Secured by Hypothecation of present & future receivables. Repayable in 12 Quarterly Instalments starting from August 2022 to May 2025)	833.33	666.67	
<b>STCI</b>		750.00	250.00	
(Secured by Hypothecation of present & future receivables. Repayable in 48 Monthly Instalments starting from April 2023 to March 2027)				
<b>Cholamandalam Investment And Finance Company</b>		303.70	226.77	
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from May 2022 to April 2025)				
<b>Netafim Agricultural Financing Agency</b>		498.07	316.24	
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from August 2022 to June 2025)				
<b>Mahindra &amp; Mahindra Financial Services Limited</b>		774.48	472.21	
(Secured by Hypothecation of present & future receivables. Repayable in 36 Monthly Instalments starting from September 2022 to August 2025)				
<b>(d) Unsecured Term Loan from Banks</b>				
<b>IDFC First Bank (Subordinate (Tier 2) Debt)</b>		1,000.00		1,000.00
(Repayment shall be made at the end of 84 months i.e February 2025)				
<b>From Director &amp; their Relatives</b>				71.54
(Repayable on demand)				
<b>(e) Non Convertible Debentures</b>				
<b>Secured :</b>				
<b>Vivriti Asset Management Private Limited</b>			1,000.00	1,000.00
(Secured by Hypothecation of present & future receivables. Repayable in 12 Quartely Interest Payable & Bullet Principal Repayment. Starting from June 2021 to March 2024)				1,000.00
<b>Creation Investment FPI LLC</b>			2,000.00	2,000.00
(Secured by Hypothecation of present & future receivables. Repayable Bullet Re-Payment in 2 Instalments. First Instalment due on March 2023 and Last Instalment due on March 2024)				1,000.00



CIL

**VISTRA A.K Capital**

750.00

750.00

(Secured by Hypothecation of present & future receivables. Repayable Bullet Re-Payment in 2 Instalments. First Instalment due on December 2023 and Last Instalment due on July 2025)

**TOTAL::**

36857.92

26688.28

21753.81

18125.11

Note : There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.

Note : The rate of interest range of long term borrowings of the Company is 8.85% - 14.15%.

Note : The above bifurcation into current and non-current portion has been based on the contractual maturities.

Note : There has been no instance of any covenant breach as at the balance sheet date, in of any of the above loans.

Note: The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

**6. PROVISIONS**

(Amounts in Lakh)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Non- Current	Current	Non- Current	Current
Provision for Standard Assets	190.78	239.04	132.79	199.13
Provision for Other Assets	58.54	73.35	41.97	62.93
Provision for Employee Benefit Expenses				
-Gratuity	170.78	6.20	166.88	4.13
Provision for income tax (Net of Advance Tax)		103.33		
<b>TOTAL::</b>	<b>420.10</b>	<b>421.91</b>	<b>341.64</b>	<b>266.20</b>

**7. SHORT TERM BORROWINGS**

(Amounts in Lakh)

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
<b>A. Loans Repayable on Demand</b>		
<i>Secured : Cash Credit facility</i>		
<b>Punjab National Bank</b>	1509.21	1484.08
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors. Additional security in the form of property.)		
<b>Union Bank of India</b>	392.06	80.92
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors. Additional security in the form of property.)		
<b>Bank of Baroda</b>	348.21	84.82
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors. Additional security in the form of property.)		
<b>Dena Bank (Merged with Bank Of Baroda)</b>	366.33	92.31
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors. Additional security in the form of property.)		
<b>Allahabad Bank (Merged with Indian Bank)</b>	198.63	393.49
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors. Additional security in the form of property.)		
<b>Bank of Maharashtra</b>	122.78	491.38
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors.)		
<b>IDFC First Bank</b>	660.46	760.89
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors.)		
<i>Secured : Overdraft facility</i>		
<b>Bandhan Bank</b>	8.08	0.00
(Secured by Hypothecation of specific receivables of present & future and personal guarantee by directors.)		
	<b>3605.76</b>	<b>3387.90</b>
<b>B. Current Maturities of long term borrowings (Refer Note 5)</b>	26688.28	18125.11
<b>TOTAL::</b>	<b>30294.04</b>	<b>21513.01</b>

Note : There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.

Note : The rate of interest range of short term borrowings of the Company is 8.85% - 14.50%.

Note: The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

**8. OTHER CURRENT LIABILITIES**

(Amounts in Lakh)

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
Payable to Dealers	272.58	278.75
Interest Accrued and Not Due	105.09	90.53
Security Deposits	-	1.13
Statutory dues payables	96.16	98.35
Other Payables	5.75	81.60
<b>TOTAL::</b>	<b>479.57</b>	<b>550.36</b>



Shri Ram Finance Corporation Private Limited  
9. Property, Plant, Equipment

S. No.	PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION			NET BLOCK			
		As on 01.04.2022	Addition	Revaluation / Devaluation	Deduction	Total as on 31.03.2023	As on 01.04.2022	For the year	Deduction	Total as on 31.03.2023	As on 31.03.2022	As on 31.03.2023
1	Land	721.28	-	-	-	721.28	-	-	-	-	721.28	721.28
2	Building	100.05	-	-	-	100.05	33.47	3.28	36.74	63.31	66.58	66.58
3	Leasehold Improvements	292.62	218.69	-	-	511.32	171.70	33.44	205.15	306.17	120.92	120.92
4	Furniture & Fittings	545.74	93.44	-	-	639.18	234.84	83.67	318.51	320.66	310.90	310.90
5	Computer Equipment	576.69	93.90	-	-	670.59	441.42	83.51	524.92	145.67	135.27	135.27
6	Vehicle - Four Wheeler	217.29	26.39	-	14.49	229.18	175.30	14.19	12.84	176.65	52.53	41.99
7	Vehicle - Two Wheeler	175.62	103.65	-	40.60	236.68	56.48	30.75	8.47	78.76	157.91	117.14
8	Office Equipments	284.61	107.97	-	-	392.59	194.63	60.42	255.05	137.53	89.98	89.98
	<b>Total</b>	<b>2,911.91</b>	<b>644.04</b>	<b>-</b>	<b>55.09</b>	<b>3,500.87</b>	<b>1,307.84</b>	<b>309.26</b>	<b>21.31</b>	<b>1,595.80</b>	<b>1,905.07</b>	<b>1,604.07</b>

9. Intangible Assets

S. No.	PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION			NET BLOCK			
		As on 01.04.2022	Addition	Revaluation	Deduction	Total as on 31.03.2023	As on 01.04.2022	For the year	Deduction	Total as on 31.03.2023	As on 31.03.2022	As on 31.03.2023
1	Computer Software	240.47	97.82	-	-	338.28	30.25	91.72	-	121.96	216.32	210.22
	<b>Total</b>	<b>240.47</b>	<b>97.82</b>	<b>-</b>	<b>-</b>	<b>338.28</b>	<b>30.25</b>	<b>91.72</b>	<b>-</b>	<b>121.96</b>	<b>216.32</b>	<b>210.22</b>

9. Property, Plant, Equipment

Sl No.	PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION			NET BLOCK			
		As on 01.04.2021	Addition	Revaluation	Deduction	Total as on 31.03.2022	As on 01.04.2021	For the year	Deduction	Total as on 31.03.2022	As on 31.03.2021	As on 31.03.2022
1	Land	802.62	2.43	-	83.77	721.28	-	-	-	-	721.28	802.62
2	Building	100.05	-	-	-	100.05	30.02	3.45	33.47	66.58	70.03	70.03
3	Leasehold Improvements	285.20	7.43	-	-	292.63	130.27	41.44	171.70	120.92	154.93	154.93
4	Furniture & Fittings	428.27	117.46	-	-	545.74	161.58	73.26	234.84	310.90	266.69	266.69
5	Computer Equipment	364.75	111.94	-	-	576.69	385.78	55.64	441.42	135.27	78.97	78.97
6	Vehicles - Four Wheelers	226.54	-	-	9.25	217.29	166.79	17.26	8.75	175.30	41.99	59.75
7	Vehicles - Two Wheelers	80.67	96.59	-	3.64	173.62	49.43	8.97	1.92	56.48	117.14	31.23
8	Office Equipments	243.66	40.96	-	-	284.61	148.06	46.57	194.63	89.98	95.59	95.59
	<b>Total</b>	<b>2,631.75</b>	<b>376.82</b>	<b>-</b>	<b>96.66</b>	<b>2,911.91</b>	<b>1,071.94</b>	<b>246.57</b>	<b>10.67</b>	<b>1,307.84</b>	<b>1,604.07</b>	<b>1,559.81</b>

9. Intangible Assets

S. No.	PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION			NET BLOCK			
		As on 01.04.2021	Addition	Revaluation	Deduction	Total as on 31.03.2022	As on 01.04.2021	For the year	Deduction	Total as on 31.03.2022	As on 31.03.2021	As on 31.03.2022
1	Computer Software	22.02	218.45	-	-	240.47	10.36	19.89	-	30.25	210.22	11.66
	<b>Total</b>	<b>22.02</b>	<b>218.45</b>	<b>-</b>	<b>-</b>	<b>240.47</b>	<b>10.36</b>	<b>19.89</b>	<b>-</b>	<b>30.25</b>	<b>210.22</b>	<b>11.66</b>



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10. DEFERRED TAX ASSET (NET)		(Amounts in Lakh)	
PARTICULARS	As at		As at
	31.03.2023		31.03.2022
Deferred Tax Asset			
Opening		92.98	110.67
Additions/(Reversed) during the year		20.99	(17.68)
Closing		113.97	92.98
<b>Deferred Tax Asset (Net)</b>	<b>TOTAL::</b>	<b>113.97</b>	<b>92.98</b>

The major components of deferred tax assets and liabilities are :

Particulars	(Amounts in Lakh)	
	31.03.2023	31.03.2022
<b>Deferred Tax Assets</b>		
a) On difference between book balance and tax balance of assets	69.47	49.94
b) On account of provision for employee benefits	44.51	43.04
<b>Total</b>	<b>113.97</b>	<b>92.98</b>
<b>Deferred Tax Liabilities</b>		
<b>Total</b>		
<b>Net Deferred Tax Asset</b>	<b>113.97</b>	<b>92.98</b>

#### 11. LOANS AND ADVANCES

(Amounts in Lakh)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Non-Current	Current	Non-Current	Current
<b>Receivable Against Financing Activity*</b>				
<b>Secured #</b>				
(a) Considered good	26997.98	41998.65	15927.48	28231.20
(b) Considered doubtful	166.21	208.26	103.15	154.68
	<b>27164.20</b>	<b>42206.90</b>	<b>16030.62</b>	<b>28385.88</b>
(Less) : Provision for doubtful assets	(166.21)	(208.26)	(103.15)	(154.68)
	<b>26997.98</b>	<b>41998.65</b>	<b>15927.48</b>	<b>28231.20</b>
<b>Un-secured</b>				
(a) Considered good	9206.01	3362.85	4380.63	2223.27
(b) Considered doubtful	10.98	13.76	6.27	9.41
	<b>9217.00</b>	<b>3376.62</b>	<b>4386.90</b>	<b>2232.68</b>
(Less) : Provision for doubtful assets	(10.98)	(13.76)	(6.27)	(9.41)
	<b>9206.01</b>	<b>3362.85</b>	<b>4380.63</b>	<b>2223.27</b>
	<b>36203.99</b>	<b>45361.50</b>	<b>20308.10</b>	<b>30454.47</b>
<b>TOTAL::</b>	<b>36203.99</b>	<b>45361.50</b>	<b>20308.10</b>	<b>30454.47</b>

\*Refer Note 32 for details in respect of loans given to related parties.  
# Loans are secured against vehicles, equipments, stock and property.

#### 12. CASH & CASH EQUIVALENTS

(Amounts in Lakh)

PARTICULARS	As at	
	31.03.2023	31.03.2022
(a) Balances with Banks in current accounts	221.19	3073.42
(b) Cash in hand	636.17	682.45
<b>TOTAL::</b>	<b>857.36</b>	<b>3755.87</b>



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## 13. OTHER ASSETS:-

(Amounts in Lakh)

PARTICULARS	As at 31.03.2023		As at 31.03.2022	
	Non-Current	Current	Non-Current	Current
<b>Unsecured, considered good</b>				
Fixed Deposit (including Interest) with Banks and Financial Institutions	2177.42	414.99	944.92	676.13
#				
Advances Recoverable in Cash or in Kind or for value to be received	-	488.17	190.37	440.88
Balance with Authorities	0.00	42.86	-	101.62
Advance Tax net of Provision for tax	-	-	1.57	-
Other Deposits*	455.95	13.23	217.02	-
<b>TOTAL::</b>	<b>2633.37</b>	<b>959.25</b>	<b>1353.88</b>	<b>1218.64</b>

# Fixed deposits are lien marked with Banks and Financial Institutions.

\* Other deposits are the rental deposits with landlords for various branches and head office, and includes advance EMI of term loans as well.

## 14. CURRENT INVESTMENTS:-

(Amounts in Lakh)

PARTICULARS	As at	
	31.03.2023	31.03.2022
<b>Trade Investments</b>		
(Valued at Cost)		
In Equity Instruments(Quoted)		
(CY Nil) (PY 500 Shares of Advanced Enzyme Technologies Ltd of Rs. 2 each, Market Price Rs. 274.15)	-	1.43
In Equity Instruments(Quoted)		
(CY Nil) (PY 500 Shares of Chennai Petroleum Corporation Limited of Rs. 10 each, Market Price Rs. 234.9)	-	0.67
In Equity Instruments(Quoted)		
(CY 39950 Shares of Edelweiss Financial Services of Rs. 1 each, Market Price Rs. 52.60)		
(PY (39950 Shares of Edelweiss Financial Services of Rs. 1 each, Market Price Rs. 61.35))	21.05	21.05
In Equity Instruments(Quoted)		
(CY Nil) (PY 1000 Shares of Electrosteel Castings Limited of Rs. 1 each, Market Price Rs. 36.45)	-	0.41
In Equity Instruments(Quoted)		
(CY No Change) (PY 1000 Shares of Future Retail Ltd of Rs. 2 each, Market Price Rs. 2.10)	0.34	0.34
In Equity Instruments(Quoted)		
(CY Nil) (PY 2500 Shares of Gayatri Projects Ltd of Rs. 2 each, Market Price Rs. 8.7)	-	0.52
In Equity Instruments(Quoted)		
(CY No Change) (PY 5100 Shares of L&T Finance Holdings Ltd of Rs. 10 each, Market Price Rs. 82.05)	4.24	4.24
In Equity Instruments(Quoted)		
(CY Nil) (PY 430 Shares of Man Infraconstruction Ltd of Rs. 2 each, Market Price Rs. 89.15)	-	0.44
In Equity Instruments(Quoted)		
(CY Nil) (PY 660 Shares of Nahar Industrial Enterprises Limited of Rs. 10 each, Market Price Rs. 112.15)	-	1.10
In Equity Instruments(Quoted)		
(CY Nil) (PY 2750 Shares of Navkar Corporation Ltd of Rs. 10 each, Market Price Rs. 56.85)	-	0.90
In Equity Instruments(Quoted)		
(CY Nil) (PY 38697 Shares of Nagarjuna construction company of Rs. 2 each, Market Price Rs. 71.75)	-	23.01
In Equity Instruments(Quoted)		
(CY 10104 Shares of PAYTM of Rs. 1 each, Market Price Rs. 636.80)		
(PY 1821 Shares of PAYTM of Rs. 1 each, Market Price Rs. 637.95)	49.96	9.98
In Equity Instruments(Quoted)		
(CY Nil) (PY 9316 Shares of Rain Industries Ltd of Rs. 2 each, Market Price Rs. 163.45)	-	18.70
In Equity Instruments(Quoted)		
(CY 3550 Shares of Repro India Limited of Rs. 10 each, Market Price Rs. 356.45)		
(PY 2 Shares of Repro India Limited of Rs. 10 each, Market Price Rs. 444.85)	15.01	0.01
In Equity Instruments(Quoted)		
(CY No Change) (PY 450 Shares of Steel Authority of India of Rs. 10 each, Market Price Rs. 82.70)	0.45	0.45
In Equity Instruments(Quoted)		
(CY Nil) (PY 500 Shares of Schneider Electric of Rs. 2 each, Market Price Rs. 181.75)	-	0.59
In Equity Instruments(Quoted)		
(CY Nil) (PY 540 Shares of Shriram Properties Ltd of Rs. 10 each, Market Price Rs. 73.9)	-	0.43
In Equity Instruments(Quoted)		
(CY 3165 Shares of Adani Green Energy Limited of Rs. 10 each, Market Price Rs.881.15) (PY Nil)	24.96	0.00
In Equity Instruments(Quoted)		
(CY 149982.5 Units of Bank Of Baroda @Mutual Fund of Rs. 10 each, Market Price Rs.10.55) (PY Nil)	15.00	0.00
In Equity Instruments(Quoted)		
(CY 3260 Shares of Indian Railway Catering And Tourism Corporation of Rs.2 each, Market Price Rs.572.80) (PY Nil)	20.30	0.00
In Equity Instruments(Quoted)		
(CY 3860 Shares of Life Insurance Corporation Of India of Rs. 10 each, Market Price Rs.534.35) (PY Nil)	24.49	0.00
In Equity Instruments(Quoted)		
(CY 8797 Shares of Ncc Limited of Rs.10 each, Market Price Rs.106.10) (PY Nil)	5.24	0.00
In Equity Instruments(Quoted)		
(CY 81050 Shares of Punjab National Bank of Rs. 10 each, Market Price Rs.46.60) (PY Nil)	45.50	0.00
In Equity Instruments(Quoted)		
(CY 5590 Shares of Sunteck Realty Ltd of Rs.1 each, Market Price Rs.284.70) (PY Nil)	19.91	0.00
In Equity Instruments(Quoted)		
(CY 12826 Shares of Tata Motors Limited of Rs.2 each, Market Price Rs.420.80) (PY Nil)	49.58	0.00
<b>TOTAL::</b>	<b>296.04</b>	<b>84.27</b>
Aggregate amount of Quoted Investment (Market Value Rs.3,09,58,780)	296.04	84.27
Aggregate Amount of Unquoted Investment		



## 15. Revenue From Operations

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Revenue from Interest Income	16930.21	12166.68
Revenue from Others Charges	1465.90	718.93
Interest on Fixed Deposits	113.79	52.74
<b>TOTAL::</b>	<b>18509.90</b>	<b>12938.35</b>

## 16. Other Income

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Other Income*	158.95	145.22
<b>TOTAL::</b>	<b>158.95</b>	<b>145.22</b>

\* Other income primarily includes insurance fees income, profit on sale of fixed assets and spread income on the business correspondence portfolio.

## 17. EMPLOYEE BENEFIT EXPENSES

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Salaries, bonus & allowances	2869.85	2045.14
Contribution to Provident Fund	188.86	127.65
Contribution to Employee State Insurance Scheme	49.51	43.78
Staff & Workers Welfare Expenses	43.31	65.48
<b>TOTAL::</b>	<b>3151.54</b>	<b>2282.05</b>

## 18. FINANCE COSTS

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Interest on Borrowings	6098.92	3994.89
Interest on Unsecured Loans	194.03	281.08
Other Borrowing Cost	382.98	289.75
<b>TOTAL::</b>	<b>6675.93</b>	<b>4565.72</b>

## 19. OTHER EXPENSES

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Advertisement Expenses	19.79	11.50
Auditor's Remuneration - Refer Details Below	4.00	4.00
Software and Computer Maintenance Expenses	121.76	97.13
Director's Remuneration	66.00	66.00
Electricity Charges	48.72	35.01
Commission Expenses	76.57	76.00
Professional Consultancy Fees	97.57	57.66
Legal Expenses	74.49	50.59
Office Expenses	80.63	77.93
General Expenses	42.73	27.72
Other Credit Charges	75.57	60.73
CSR Expenses	54.39	51.08
Postage Expenses	6.97	7.57
Printing & Stationery Expenses	55.31	51.12
Repair & Maintenance	11.52	19.75
Seized Vehicle Transportation	-	2.60
Rent Expenses	685.60	408.82
GST Expenses	92.99	57.26
Telephone Expenses	124.19	91.26
Travelling Expenses	39.53	31.43
Vehicle Running Expenses	335.52	191.88
<b>TOTAL::</b>	<b>2113.85</b>	<b>1477.03</b>

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Payment to Statutory Auditors	4.00	4.00
Audit Fees	4.00	4.00
<b>TOTAL::</b>	<b>4.00</b>	<b>4.00</b>

## 20. PROVISIONS &amp; WRITE OFFS

(Amounts in Lakh)

PARTICULARS	For the year ended	
	31.03.2023	31.03.2022
Bad debts Written off	1121.41	1068.45
Provision For Sub Standard Assets	156.89	17.90
Provision For Doubtful Assets	(31.18)	(71.51)
Provision for Standard Assets as per RBI	97.90	170.55
Provision on Other Assets	26.99	(1.84)
<b>TOTAL::</b>	<b>1372.01</b>	<b>1183.56</b>



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21. EARNING PER EQUITY SHARE

(Amounts in Lakh)

PARTICULARS	As at	As at
	31.03.2023	31.03.2022
Profit after Taxation as per Profit & Loss Account	3,505	1,994
Weighted Avg. No. of Equity Share Outstanding	1,66,77,616	1,31,36,364
Basic / Diluted Earning per Equity Share (Face Value of Rs. 10/- per share)	21.02	15.18

22. GRATUITY PLAN

Defined Benefit Plan :-

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service or part thereof in excess of 6 month and its payable on retirement / termination/ resignation. The benefit vests on the employees after completion of 5 Year of service. The scheme is funded with an insurance company in the form of qualifying insurance policy.

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

(Amounts in Lakh)

Gratuity (non-funded)

D) Reconciliation of opening & closing balances of defined benefit obligation	2022-23	2021-22
	Defined Benefit obligation at beginning of year	172.94
Present value of Past Service Benefit	0.00	0.00
Current Service Cost	53.91	48.27
Interest Cost	12.28	11.33
Actuarial (gain) / loss	(60.09)	(60.86)
Benefits paid	0.00	0.00
Defined Benefit obligation at year end	179.03	172.94
II) Reconciliation of fair value of assets and obligations		
Defined Benefit obligation	179.03	172.94
Fair value of Plan assets	(2.05)	(1.92)
	176.98	171.01
Less : Unrecognised Past Service Cost	0.00	0.00
Amount recognised in Balance Sheet	176.98	171.01
III) Expenses recognised during the year		
Past Service Benefit	0.00	0.00
Current Service Cost	53.91	48.27
Interest Cost	12.28	11.33
Expected return on Plan assets	(0.01)	(0.01)
Actuarial (gain) / loss	(60.08)	(60.86)
Net Cost	6.09	8.73

IV) Investment Details :

The Gratuity liability is a non-funded liability and is managed in-house in the Company's Gratuity fund.

V) Actuarial assumptions

	2012-14 ultimate	
Mortality Table (LIC) Ultimate		
Discount rate (per annum)	7.25%	7.10%
Expected rate of return on plan assets (per annum)	7.25%	7.10%
Rate of escalation in salary (per annum)	7.50%	7.00%
Expected Average remaining working lives of employees (Years)	31.76	32.04

Principal Plan is under Payment of Gratuity Act 1972 (as amended up to date).

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

23. STATUTORY RESERVE

According to the NBFC (ND) prudential norms issued by Reserve Bank of India company has created Statutory reserve and as per the requirement of the aforesaid norms company has transferred 20% of Net Profit amounting to Rs. 70,099,450/- to this Statutory Reserve for the year 2022-23 (PY Rs. 39,884,019/-)

24. The Company is having Certificate of Registration dated July 15, 2008 from the Reserve Bank of India to carry on the business of Non Banking Financial Institution without accepting deposits. Accordingly, the Company is become a Non-deposit taking Non-Banking Finance Company (NBFC-ND).

25. In opinion of the Board, the value of realization of loans, advances and current assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.

26. The company operate in a single reportable segments i.e financing , which has similar risk and return for the purpose of AS-17 on "Segment Reporting" notified under the companies (Accounting standard) rule 2014. The company operates in a single geographical segment i.e domestic. Hence, no further requirement of Segment Reporting for the year.



27. There are no forward contract hedging instrument or exchange traded derivatives during the year.  
 28. During the year ended 31st March 2023, no penalties have been levied by Reserve Bank of India on the company.

	31.03.2023	31.03.2022
<b>29. Movement of Advances</b>		
(a) Net NPAs to Advances (%)	2.26%	2.63%
(b) Gross NPAs to Advances (%)	2.74%	3.15%
(c) Movement of Gross Advances		
(i) Opening Balance	51,036	38,416
(ii) Closing balance	81,965	51,036
(d) Movement of Net Advances		
(i) Opening Balance	50,763	38,089
(ii) Closing balance	81,565	50,763
(e) Movement of NPA's (Net)		
(i) Opening Balance	1,334	1,458
(ii) Closing balance	1,843	1,334
(f) Movement of NPA's (Gross)		
(i) Opening Balance	1,608	1,786
(ii) Closing balance	2,242	1,608
(g) Assets under Management (AUM)	82,964	54,412
(h) Gross NPAs to Gross AUM (%)	2.70%	2.95%
(i) Net NPAs to Net AUM (%)	2.22%	2.45%

30. In respect of non-cancellable operating leases as per Accounting Standard on Leases (AS-19), the minimum lease rentals are as follows :

(Amounts in Lakh)

Particulars	Total Minimum Lease payments outstanding as at	
	31.03.2023	31.03.2022
Not later than one year	230.40	97.20
Later than one year and not later than five years	946.60	388.80
More than five years	633.60	97.20

31 (A). Dues to micro enterprises and small enterprises:

Particulars	2022-23	2021-22
(i) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year:	-	-
(ii) the amount of interest paid by the Company in terms of section 16 of MSMED Act, 2006, along with the amounts of the payment made to the suppliers beyond the appointed day during the year:	-	-
(iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006:	-	-
(iv) the amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

Note: The management has identified micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) on the basis of information made available by the supplier or vendors of the Company. Based on the information available with the Company, as at the year end, there are no dues to micro and small Enterprises that are reportable under the MSMED Act, 2006.

(B). Trade Payables aging schedule

There are no overdue balances in the payables as at 31st March, 2023 and as at 31st March, 2022.

32. Information on Related Parties as required by Accounting Standard-18, "Related Party Disclosures" issued by The Institute of Chartered Accountants of India, are given below :

i) <b>Related Parties</b>	
<p>a) <b>Key Management Personnel</b></p> <ul style="list-style-type: none"> <li>- Ganesh Bhattar</li> <li>- Gaurav Bhattar</li> <li>- Ayushi Saraf</li> <li>- Radha Bansal</li> </ul>	<p>b) <b>Relative of KMP</b></p> <ul style="list-style-type: none"> <li>Sarla Bhattar</li> <li>Swati Bhattar</li> <li>Sarita Devi Bhutda</li> <li>Durga Kalantry</li> <li>Rekha Mundra</li> <li>Naresh Bhattar</li> <li>Bhanwarlal Bhattar HUF</li> <li>Ganesh Bhattar HUF</li> <li>Gaurav Bhattar HUF</li> <li>Garima Mundra</li> </ul>



ii)

## Transaction with Related Parties in the ordinary course of business

(Amounts in Lakh)

		2022-23	2021-22
Key Management Personnel & Their Relatives	<b>Remuneration Paid</b>		
	Gaurav Bhattar	48.00	48.00
	Ganesh Bhattar	18.00	18.00
	<b>Rent Paid</b>		
	Gaurav Bhattar	209.64	49.96
	Ganesh Bhattar	35.31	31.73
	Sarla Bhattar	49.80	48.60
	Swati Bhattar	101.40	48.60
	<b>Arrangement fees Paid</b>		
	Bhanwarlal Bhattar HUF	10.00	-
	Ganesh Bhattar HUF	10.00	-
	<b>Interest Paid</b>		
	Gaurav Bhattar	51.37	53.58
	Gaurav Bhattar HUF	-	33.30
	Sarla Bhattar	-	2.79
	Swati Bhattar	-	1.13
	Ganesh Bhattar HUF	-	42.70
	Ganesh Bhattar	2.65	7.66
	<b>Interest Received</b>		
	Naresh Bhattar	6.47	6.32
	Sarla Bhattar	-	-
	Swati Bhattar	-	-
	Gaurav Bhattar	1.19	1.77
	Ganesh Bhattar	1.29	1.93
	<b>Salary Paid</b>		
	Swati Bhattar	6.00	6.00
	Sarla Bhattar	6.00	6.00
	Radha Bansal	8.29	5.55
	Garima Mundra	5.90	6.00
	<b>Loans taken</b>		
	Gaurav Bhattar	3,860.08	1,960.41
	Gaurav Bhattar HUF	-	213.00
	Ganesh Bhattar	4.16	156.26
	Ganesh Bhattar HUF	-	212.00
	Swati Bhattar	5.00	28.77
	Sarla Bhattar	-	39.00
	Bhanwar Lal Bhattar HUF	-	-
	<b>Repayments made</b>		
	Gaurav Bhattar	3,897.30	1,994.07
	Gaurav Bhattar HUF	-	380.92
	Ganesh Bhattar	38.49	168.91
	Swati Bhattar	5.00	28.77
	Sarla Bhattar	-	39.00
	Ganesh Bhattar HUF	-	415.51
	<b>Loans Given</b>		
	Gaurav Bhattar	4.03	55.25
	Ganesh Bhattar	4.50	-
	Sarla Bhattar	5.69	-
	Gaurav Bhattar Huf	1.43	-
	Ganesh Bhattar Huf	10.43	-
Bhanwarlal Bhattar (HuD)	9.06	-	
Swati Bhattar	18.85	-	
<b>Repayments received</b>			
Gaurav Bhattar	4.03	55.25	
Ganesh Bhattar	4.50	3.00	
Naresh Bhattar	-	-	
Bhanwarlal Bhattar (HuD)	9.06	-	
Gaurav Bhattar Huf	1.43	-	
Ganesh Bhattar Huf	10.43	-	
Sarla Bhattar	5.69	-	
Swati Bhattar	18.85	-	

## iii) Loans Given Balances outstanding

(Amounts in Lakh)

		As at 31.03.2023	As at 31.03.2022
Key Management Personnel & Their Relatives	Naresh Bhattar	56.23	49.76
	Ganesh Bhattar	7.29	12.75
	Gaurav Bhattar	6.71	11.73

## iv) Deposit Balances given outstanding

(Amounts in Lakh)

		As at 31.03.2023	As at 31.03.2022
Key Management Personnel & Their Relatives	Bhanwarlal Bhattar HUF	2.00	2.00
	Ganesh Bhattar	31.00	31.00
	Gaurav Bhattar	317.17	32.17
	Swati Bhattar	16.00	26.00
	Sarla Bhattar	45.99	75.99

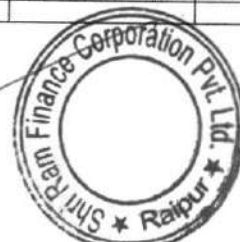
## v) Unsecured borrowings outstanding

(Amounts in Lakh)

		As at 31.03.2023	As at 31.03.2022
Key Management Personnel & Their Relatives	Ganesh Bhattar HUF	-	-
	Ganesh Bhattar	-	34.32
	Gaurav Bhattar HUF	-	-
	Gaurav Bhattar	-	37.22



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(Amounts in Lakh)

33. PARTICULARS	As at	
	31.03.2023	31.03.2022
Expenditure in Foreign Currency (In Rs.)	Nil	Nil
Earnings in Foreign Exchange (In Rs.)	Nil	Nil
Amount remitted during the year in foreign currency on account of dividend	Nil	Nil

## 34. CORPORATE SOCIAL RESPONSIBILITY EXPENDITURE

(a) Gross amount required to be spent by the company during the year - Rs.52.19

(b) Amount spent during the year on:

Sl. No.	Particulars	In Cash/Bank	Yet to be Paid	Total
a)	Construction/acquisition of any asset	-	-	-
b)	On other purposes	54.39	-	54.39

## 35. CONTINGENT LIABILITY AND COMMITMENTS

Under the Business Correspondence transaction with Small Industries Development Bank of India (SIDBI), the Company has provided First Loss Default Guarantee (FLDG)/ Performance Guarantee/ Security to the tune of 6% of Rs. 6,90,35,000 disbursed (Previous year - 6% of Rs. 6,90,35,000).

The Company has provided first loss credit enhancement in the form of fixed deposits to the tune of Rs. NIL (Previous year - Rs. 11,08,758) in respect of securitisation transactions.

There are no outstanding commitments as at March 2023 (Previous year - Nil).

36. No Benami Property are held by the Company and no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

37. The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, there are no transactions with struck off companies.

38. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.

39. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

## 40. SECURITIZATION TRANSACTION

a. In term of the accounting policies stated in 2., Securitisation income is recognised as per RBI guidelines.

Disclosures in the notes to the accounts in respect of securitisation transactions as required under Master Direction - Reserve Bank of India (Securitisation of Standard Assets) Directions, 2021 vide circular no. RBI/DOR/2021-22/85 DOR.STR. REC.53/21.04.177/2021-22 dated 24 September 2021

Sl. No	Particulars	As at 31.03.2023		As at 31.03.2022	
		No. / Amount in Lakh.	No. / Amount in Lakh.	No. / Amount in Lakh.	No. / Amount in Lakh.
1	No of SPVs sponsored by the NBFC for securitisation transactions	-	-	-	3
2	Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	-	-	-	2,217.52
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet	-	-	-	-
	a) Off-balance sheet exposures	-	-	-	-
	□ First loss credit enhancement	-	-	-	-
	□ Others	-	-	-	221.75
	b) On-balance sheet exposures	-	-	-	-
	□ First loss credit enhancement in form of fixed deposit	-	-	-	-
	□ Others	-	-	-	11.09
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	-	-	-	-
5	Sale consideration received for the securitised assets (for transactions executed during the year)	-	-	-	4,704.97



**41. DIRECT ASSIGNMENT TRANSACTION**

During the year the company has assigned loan receivable amounting to Rs. 41,97,40,825 (PY Rs.NIL) for a consideration of Rs. 41,97,40,825 (PY Rs.NIL) and derecognised the asset from the book.

Sl.No.	Particulars	As at 31.03.2023	As at 31.03.2022
		No. / Amount in Lakh	No. / Amount in Lakh
1	No of transactions assigned by the company	2	3
2	Total amount outstanding	842.15	226.62
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss credit enhancement		
	Others		
	b) On-balance sheet exposures		
	First loss credit enhancement in form of fixed deposit		
	Others	93.57	57.07
4	Amount of exposures to assignment transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own assigned transactions		
	First loss		
	Others		
	ii) Exposure to third party assigned transactions		
	First loss		
	Others		
	b) On-balance sheet exposures		
	i) Exposure to own assigned transactions		
	First loss		
	Others		
	ii) Exposure to third party assigned transactions		
	First loss		
	Others		

41A.Details of loans transferred / acquired during the year ended March 31, 2023 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:

(i) Details of transfer through Direct assignment in respect of loans not in default during the year March 31, 2023:

Particulars	Year ended March	Year ended March
	31, 2023	31, 2022
Number of Loans	11,058	9,680
Aggregate amount (₹)	4,663.79	11,113.85
Sale consideration (₹)	4,197.41	7,830.79
Number of transactions	2	3
Weighted average remaining maturity (in months)	12	19
Weighted average holding period after origination (in months)	12	5
Retention of beneficial economic interest	5-10%	5-10%

- (ii) The Company has not transferred any non-performing assets (NPAs).  
 (iii) The Company has not acquired any loans through assignment.  
 (iv) The Company has not acquired any stressed loan.



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42. Disclosure of details as required by Revised Para 19 of Non-Banking Financial Company - Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 as amended.

Rs. In Lakhs

Particulars	Amount Outstanding		Amount Overdue	
	2022-23	2021-22	2022-23	2021-22
<b>Liabilities side</b>				
<b>1</b> Loan and advance availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
(a) Debenture:				
:Secured	4,500	5,000	-	-
:Unsecured	-	-	-	-
(other than falling within the meaning of public deposit)				
(b) Deferred Credits	-	-	-	-
(c) Term Loans	59,046	34,879	-	-
(d) Inter -corporate loans and borrowing	-	-	-	-
(e) Commercial Paper	-	-	-	-
(f) Public deposits	-	-	-	-
(g) Other loan (Working capital loan)	3,606	3,388	-	-
<b>2</b> Break-up of (1)(f) above (outstanding public deposits inclusive of interest accrued thereon but not paid):	-	-	-	-
(a) In the form of Unsecured debentures	-	-	-	-
(b) In the form of party secured debentures i.e. debentures where there is a shortfall in the value of security	-	-	-	-
(c) Other public deposits	-	-	-	-
<b>Assets side</b>	<b>2022-23</b>	<b>2021-22</b>		
<b>3</b> Break-up of Loan and Advances including bills receivables (other than those included in (4) below:				
(a) Secured		68,997		44,159
(b) Unsecured		12,569		6,604
<b>4</b> Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities				
(i) Lease asset including lease rentals under Sundry debtors:				
(a) Financial lease		-		-
(b) Operating lease		-		-
(ii) Stock on hire including hire charges under Sundry debtors:				
(a) Assets on hire		-		-
(b) Repossessed Assets		-		-
(iii) Other loans counting towards AFC activities				
(a) Loans where assets have been Repossessed		Refer Note 1		Refer Note 1
(b) Loans other than (a) above		Refer Note 1		Refer Note 1
<b>5</b> Break-up of Investment				
Current Investment				
<b>1 Quoted</b>				
(ii) Shares				
(a) Equity		296.04		84.27
(b) Preference		-		-
(iii) Debenture and Bonds		-		-
(iiii) Units of mutual funds		-		-
(iv) Government Securities		-		-
(v) Others(please specify)		-		-
<b>2 Unquoted</b>				
(i) Shares				
(a) Equity		-		-
(b) Preference		-		-
(ii) Debenture and Bonds		-		-
(iiii) Units of mutual funds		-		-
(iv) Government Securities		-		-
(v) Others(please specify)		-		-



Long Term Investment		
1 Quoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debenture and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Others(please specify)	-	-
2 Unquoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debenture and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Others(please specify)	-	-

6 Borrower groups-wise classification of assets financed as in (3) and (4) above :

Particulars	Amount net of Provision					
	Secured		Unsecured		Total	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
1 Related Parties						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	-	70	74	70	74
2 Other than related parties	68,997	44,159	12,499	6,530	81,495	50,688
<b>Total</b>	<b>68,997</b>	<b>44,159</b>	<b>12,569</b>	<b>6,604</b>	<b>81,565</b>	<b>50,763</b>

7 Investor group-wise classification of all investment (current and long term ) in share and securities(both quoted and unquoted)

Category	Market Value/Break up or fair value or NAV				Book Value (Net of Provisions)			
	2022-23		2021-22		2022-23		2021-22	
	1 Related Parties							
(a) Subsidiaries	-	-	-	-	-	-	-	
(b) Companies in the same group	-	-	-	-	-	-	-	
(c) Other related parties	-	-	-	-	-	-	-	
2 Other than related parties	-	-	-	-	-	-	-	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	

8 Other information

Particulars	2022-23	2021-22
(i) Gross Non Performing Assets		
(a) Related parties	-	-
(b) Other than related parties	2,242.37	1,607.67
(ii) Net Non -performing Assets		
(a) Related parties	-	-
(b) Other than related parties	1,843.15	1,334.16



43. Utilisation of Borrowed funds and share premium:

- Other than the transactions that are carried out as part of Company's normal lending business:
  - A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
  - B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -
    - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
    - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

44. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

45. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.

46. Following disclosure needs to be made as per Appendix I of Annex II to Guidelines on Liquidity Risk Management Framework to Master Direction

Public disclosure on Liquidity risk management

(i) Funding concentration based on significant Counterparty \*(both deposits and borrowings)

As at March 31, 2023			
Number of significant counterparties	Amount (Lakh)	% of Total Deposits	% of Total Liabilities
32	64,939.33	NA	94.31%

As at March 31, 2022			
Number of significant counterparties	Amount (Lakh)	% of Total Deposits	% of Total Liabilities
1	6,236.89	NA	13.93%

(ii) Top 20 large deposits ( amount in Lakh and % of total deposits)- Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits.

(iii) Top 10 borrowings (amount in Lakh and % of total borrowings)

As at March 31, 2023	
Amount (Lakh)	% of Total Borrowings
37,229.90	55.41%

As at March 31, 2022	
Amount (Lakh)	% of Total Borrowings
20,428.11	47.21%

(iv) Funding concentration based on significant instrument / product\*

Name of the instrument/ product	March 31, 2023	% of Total Liabilities	March 31, 2022	% of Total Liabilities
Term loans from Banks	25,040.37	36.37%	13,107.82	29.27%
Term Loans from Financial	33,945.07	49.30%	23,699.56	52.91%
Non Convertible Debentures	4,500.00	6.54%	3,000.00	6.70%
External commercial borrowings	-	-	-	-

(v) Stock Ratios

As at March 31, 2023			
Particulars	as a % of total public funds	as a % of total liabilities	as a % of total assets
Commercial papers	-	-	-
Non-convertible debentures (original maturity of	-	-	-
Other short-term liabilities	-	45.86%	35.86%

As at March 31, 2022			
Particulars	as a % of total public funds	as a % of total liabilities	as a % of total assets
Commercial papers	-	-	-
Non-convertible debentures (original maturity of	-	-	-
Other short-term liabilities	-	50.13%	37.98%



**(vi) Institutional set-up for liquidity risk management**

The Company's Board of Directors has the overall responsibility of management of liquidity risk. The Board decides the strategic policies and procedures of the Company. The Company also has a Risk Management Committee, which is a sub-committee of the Board and is responsible for evaluating the overall risk faced by the Company. The Asset Liability Management Committee (ALCO) of the Company is responsible ensuring adherence to the risk tolerance/limits as well as implementing the liquidity risk. The ALM support group consist of Head-Treasury who shall be responsible for analysing, monitoring and reporting the liquidity profile to the ALCO.

**\*Notes**

1. A "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 and 10% for other non-deposit taking NBFCs.

2. A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.

3. Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus.

4. "Public funds" shall include funds raised either directly or indirectly through public deposits, commercial paper, debentures, inter-corporate deposits and bank finance but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 10 years from the date of issue as defined in Regulatory Framework for Core Investment Companies issued vide Notification No. DNBS (PD) CC.No. 206/03.10.001/2010-11 dated January 5, 2011.

5. The amount stated in this disclosure is based on the audited standalone financial statements for the year ended March 31, 2023.

**47. Analytical Ratios:**

Ratios	Numerator	Denominator	Current period	Previous Period	% Variance	Reason for variance (if above 25%)
Capital to risk-weighted assets ratio						
·Tier I CRAR	Tier I Capital	Total Risk Weighted Assets	22.34%	25.33%	-11.80%	N/A
·Tier II CRAR	Tier II Capital	Total Risk Weighted Assets	1.21%	2.23%	-45.71%	Reversal in revaluation reserve. Sub debt being discounted.
Current ratios	Current Assets	Current Liabilities	1.50	1.56	-3.63%	N/A
Debt Equity Ratio	Debt Capital	Shareholder's Equity	3.54	3.03	16.73%	N/A
Debt Service coverage ratio	EBITDA	Debt Service (Int+Principal)	0.41	0.32	28.13%	Higher profits
Return on Equity Ratio	Profit for the year	Average Shareholder's Equity	21.94%	16.11%	36.19%	Higher profits
Net capital turnover ratio	Sales	Working capital (CA-CL)	1.15	1.00	15.00%	N/A
Net profit ratio	Net Profit	Sales	19.12%	16.22%	17.88%	N/A
Return on Capital employed	Earnings before interest and tax	Capital Employed	13.11%	12.93%	1.39%	N/A

48. Amounts have been rounded off to lakhs and previous year's figures have been re-grouped and reclassified wherever considered necessary to conform to the current presentation.

**Signature to Notes to Accounts**

For and on behalf of the Board of Directors

Ganesh Bhatnagar  
(Director)  
DIN- 01248242

Gaurav Bhattar  
(Director)  
DIN- 0248032

Ayushi Saraf  
(Company Secretary)  
ICSI Membership No. 62235

Raipur, 29th September 2023



As per our attached report  
For SSSD & CO  
Chartered Accountants  
ICAI FRN : 020203C

Gaurav Ashok Baradia  
(Partner)

ICAI Membership No. 164479  
UDIN: 164479BGR0EZ1575

Raipur, 29th September 2023

ANNEXURE-C

ANNUAL REPORT ON CSR ACTIVITIES  
FOR FY 2022-23

1. Brief outline on CSR Policy of the Company.

Shri Ram Finance Corporation Private Limited (hereinafter referred to as 'the Company') is established in the year 2004. Company is required to contribute towards Corporate Social Responsibility which include but not limited to, promotion of education, environment, healthcare, and betterment of the society through respect for universal human rights and the environment, acting with integrity and accountability and operating responsibly and sustainably.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Ganesh Bhattar	Director	1	1
2	Mr. Gaurav Bhattar	Director	1	1
3	Mr. Harsh Kumar Maheshwary*	Independent Director	1	0

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

<https://www.srfc.org.in/>

4. Executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable NA as CSR obligation is below Rs. Ten crores

5. (a) Average net profit of the company as per section 135(5):

Financial year	Net Profit (In Rs.)
2021-22	199420097
2020-21	215631767
2019-20	185675426
Total	600727290
Average Net profit	200242430

(b) Two percent of average net profit of the company as per section 135(5)	4004848.6
(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	-
(d) Amount required to be set off for the financial year, if any	-
(e) Total CSR obligation for the financial year (b+c-d).	4004848.6

Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off (in Rs)	Amount setoff in the financial year, if any (in Rs)	Balance Amount (in Rs)
1	2021-22	2,29,691	-	2,29,691
2	2020-21	3,67,538	-	3,67,538
3	2019-20	-	-	0.00
	Total			5,97,229

6. (a) Amount spent on CSR Projects:

AGAINST ONGOING PROJECTS:

1	2	3	4	5		6	7	8	9	10	11	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act..	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration No.
1	-	-	-	-	-	-	-	-	-	-	-	-
	Total											

AGAINST OTHER THAN ONGOING PROJECTS:

1	2	3	4	5		8	10	11	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project	Mode of Implementation Direct Yes/No).	Mode of implementation Through Implementing Agency	
				State	District			Name	CSR Registration number.
1		Promoting Education	No			1,46,681.4	Yes	NA	NA
2		Promoting Health Care	No			16,39,809	Yes	NA	NA
3		Providing free food	No			24,08,135	Yes	NA	NA
4		Promoting Sports	No			12,44,311	Yes	NA	NA
	Total					54,38,936.40			

(b) Amount spent in Administrative Overheads: 0

(c) Amount spent on Impact Assessment, if applicable: 0

(d) Total amount spent for the Financial Year (a+b+c): Rs. 54,38,936.40

(e) CSR amount spent or unspent for the Financial Year

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)	
	Total Amount transferred to Unspent CSR Account as per section 135(6).	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).

	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
	NA	NA	NA	NA	NA

(f) Excess amount for set-off, if any:

Sl.No.	Particular	Amount (in Rs.)
1	2	3
(i)	Two percent of average net profit of the company as per section 135(5)	4004848.6
(ii)	Total amount spent for the Financial Year	54,38,936.40
(iii)	Excess amount spent for the financial year * *Total Amount spent for the FY less CSR Obligation as per point 5(e)	20,31,317
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	20,31,317

7. Details of Unspent CSR amount for the preceding three financial years:

Sl.No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs)	Date of transfer	
1		NA	NA	NA	NA	NA	NA
2		NA	NA	NA	NA	NA	NA
3		NA	NA	NA	NA	NA	NA
	Total						

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/ acquired

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). Not Applicable

For and on behalf of the Board of Directors,  
For Shri Ram Finance Corporation Private Limited

For, Shri Ram Finance Corporation Pvt. Ltd.

Managing Director/Director

Gaurav Bhattar

Director

DIN: 01248032

Address: 29/B7 Parishram tower,  
Anupam Nagar, Shankar Nagar opposite  
Doordarshan T.V. Tower Raipur  
Chhattisgarh, 492007

For, Shri Ram Finance Corporation Pvt. Ltd.

Managing Director/Director

Ganesh Kumar Bhattar

Director

DIN: 01248202

Address: Fifth Floor Parishram  
Nagar, Raipur, Chattisgarh, India  
492007

Date: 30.09.2023

Place: Raipur





## Corporate Social responsibility (CSR) Policy

### 1. Introduction

Shri Ram Finance Corporation Private Limited (hereinafter referred to as 'the Company') is established in the year 2004. Company is required to contribute towards Corporate Social Responsibility which include but not limited to, promotion of education, environment, healthcare, and betterment of the society through respect for universal human rights and the environment, acting with integrity and accountability and operating responsibly and sustainably.

### 2. Objective and Scope

#### 2.1. Objective

The main objective of the CSR Policy is to lay down guidelines to make CSR as one of the key focus areas for making a positive contribution to society through effective impact and sustainable development programs. This Policy covers the proposed CSR activities to be undertaken by the Company and ensuring that they are in line with Schedule VII of the Act as amended from time to time. It covers the CSR activities which are being carried out in India only and includes strategy that defines plans for future CSR activities.

#### 2.2. Scope & Coverage

The CSR activities of the Company shall include, but not limited to any or all of the sectors/activities as may be prescribed by Schedule VII of the Companies Act, 2013 amended from time to time. Further, the Company will review the sectors/activities from time to time and make additions/ deletions/ clarifications to the above sectors/activities.

### 3. Corporate Social Responsibility (CSR) Committee

The Board of the Company has constituted a Corporate Social Responsibility (the "CSR") Committee in accordance with Section 135 of the Act and applicable rules thereto. During the financial year under review, the Committee is comprised of 3 (three) directors of which 1 (one) is an independent director viz, Harsh Kumar Maheshwari, Mr. Gaurav Bhattar, Director and Mr. Ganesh Bhattar, Director.

During the period under review, one CSR Committee Meeting was convened and the required quorum was present. The attendance of the members of the Committee at the above meeting were as under:

Sr. No	Name of Director	Position	No. of meetings Attended
1	Mr. Ganesh Bhattar	Director	01/01
2	Mr. Gaurav Bhattar	Director	01/01
3	Mr. Harsh Kumar Maheshwari	Independent Director	0/01

#### **4. CSR Implementation**

The Board shall ensure that the CSR activities are undertaken by the company itself or through -

- (a) a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80 G of the Income Tax Act, 1961, established by the company, either singly or along with any other company, or
- (b) a company established under section 8 of the Act or a registered trust or a registered society, established by the Central Government or State Government; or
- (c) any entity established under an Act of Parliament or a State legislature; or
- (d) a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80G of the Income Tax Act, 1961, and having an established track record of at least three years in undertaking similar activities

A company may also collaborate with other companies for undertaking projects or programmes or CSR activities in such a manner that the CSR committees/Board of respective companies are in a position to report separately on such projects or programmes in accordance with CSR rules

#### **5. Functions and Powers of Board**

To effectively implement the objectives of the Company with respect to CSR, the Board is vested with the following functions and powers:

- a. Formulate CSR Policy
- b. Identify and undertake CSR activities as stated under Schedule VII of the Act
- c. Determine Annual CSR Plan and make plan for CSR Budget
- d. Spend the allocated CSR amount on the CSR activities in accordance with the Act and the CSR Rules
- e. satisfy itself that the funds so disbursed have been utilised for the purposes and in the manner as approved by it
- f. In case of ongoing project, to monitor the implementation of the project with reference to the approved timelines and year-wise allocation and to make modifications, if any, for smooth implementation of the project within the overall permissible time period.
- g. Monitor CSR Policy from time to time

#### **6. CSR Spend**

The Companies Act, 2013 prescribes that the companies which meet the criteria specified U/s. Sec. 135 shall allocate 2% of its annual net profits (calculated as per Sec. 198) during the three immediately preceding financial years to be spent on CSR Activities that fall under the categories specified under Schedule VII of the Act.

#### **7.1. CSR Expenditure**

Net profit for the purpose of allocation towards CSR means profit more fully described under Rule 2(f) of the CSR Rules. The CSR expenditure shall include all expenditure including contribution to corpus or on projects or programs relating to CSR activities approved by the Board of Directors on the recommendation of its CSR Committee but does not include any expenditure on an item not in conformity or not in line with activities stated under Schedule VII of the Act.

#### **7.2. Failure to spend the CSR Money**

Any surplus arising out of the CSR activities shall not form part of the business profit of a company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR policy and annual action plan of the company or transfer such surplus amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year.

Until a fund is specified in Schedule VII for the purposes of subsection (5) and (6) of section 135 of the Act, the unspent CSR amount, if any, shall be transferred by the company to any fund included in schedule VII of the Act

#### **7.3. Excess spend for CSR**

Where a company spends an amount in excess of requirement, such excess amount may be set off against the requirement to spend up to immediate succeeding three financial years subject to the conditions that -

- (i) the excess amount available for set off shall not include the surplus arising out of the CSR activities, if any, in pursuance of sub-rule (2) of CSR rule.
- (ii) the Board of the company shall pass a resolution to that effect.

#### 7.4. CSR for creation or acquisition of a capital asset

The CSR amount may be spent by a company for creation or acquisition of a capital asset subject to compliance of CSR Rules.

#### 8. CSR Initiatives

Pursuant to Schedule VII of the Act and the CSR Rules, the Board shall undertake CSR activities included in its Annual CSR Plan, at the beginning of each year. The Board is empowered to approve any modification to the existing Annual CSR Plan or to propose any new program during the financial year under review.

#### 9. CSR Reporting

(i) The Board's Report of the company shall include an annual report on CSR containing particulars in as specified in CSR rules.

(ii) In case of having average CSR obligation of ten crore rupees or more, in the three immediately preceding financial years, Company shall undertake impact assessment, through an independent agency, of their CSR projects having outlays of one crore rupees or more, and which have been completed not less than one year before undertaking the impact study. The impact assessment reports shall be annexed to the annual report on CSR.

#### 10. Publication of CSR policy

Composition of the CSR Committee, and CSR Policy and Projects approved by the Board on shall mandatorily be disclosed on website of the company, if any, for public access

For and on behalf of the Board of Directors,

For **Shri Ram Finance Corporation Private Limited**

For, Shri Ram Finance Corporation Pvt. Ltd.  
Managing Director/Director

**Gaurav Bhattar**

Director

DIN: 01248032

Address: 29/B7 Parishram tower,  
Anupam Nagar, Shankar Nagar opposite  
Doordarshan T.V. Tower Raipur  
Chhattisgarh, 492007

For, Shri Ram Finance Corporation Pvt. Ltd.  
Managing Director/Director

**Ganesh Kumar Bhattar**

Director

DIN: 01248202

Address: Fifth Floor Parishram  
Nagar, Raipur, Chhattisgarh, India  
492007

Date: 30.09.2023

Place: Raipur

**COMPANY SECRETARY**

C/o, 205, First Floor, Main Road, Samta Colony, Raipur (C.G.) 492001  
Email: [niteshjain07@gmail.com](mailto:niteshjain07@gmail.com), Contact: 9770750788

**FORM No. MR-3****SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH 2023**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,  
The Members  
**Shri Ram Finance Corporation Private Limited**  
Raipur Road Baloda Bazar,  
Distt. Baloda Bazar, Raipur (C.G.) 493332

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shri Ram Finance Corporation Private Limited** (hereinafter called the company) **CIN: U65100CT2004PTC016590**. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts, statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31<sup>st</sup> March 2023** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31<sup>st</sup> March 2023** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;- Not Applicable to the company during the year
- (iii) The Depositories Act, 1996 and the regulations and bye laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and the external commercial borrowing. Applicable to the company during the year



- (v) The following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not Applicable to the company during the year:
- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and the Securities Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
  - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
  - i) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - j) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015
  - k) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.

As informed and certified by the management, the following are the specific laws which are applicable to the Company based on its section/ industry:

"Rules, Regulations and Guidelines issued by the Reserve Bank of India as are applicable to Non-Deposit taking NBFC which are specifically applicable to the Company."

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing agreement entered into by the Company with BSE Limited and National Stock Exchange of India Limited- Not Applicable to the company during the year

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent applicable:



**I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors of the Board Meetings and agenda items for the meeting were sent at least seven days in advance except for two meetings of the Board of Directors, where consent for shorter notice was obtained from all of the directors. System exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the Board/Committee decisions are taken unanimously.

**I further report that** there are adequate system and process in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**I further report that** during the audit period:

- (i) There were right issue of 23,38,471 equity shares during the year
- (ii) There were issue of 1500 debentures (secured, Redeemable, Non-Convertible) having face value of Rs. 1,00,000/- during the year
- (iii) No instances of Public issue of shares sweat Equity, etc.
- (iv) No instances of Redemption/Buy-back of securities
- (v) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013, - Not Applicable being a Private Limited Company
- (vi) No instances of Merger / amalgamation / reconstruction, etc
- (vii) No instances of Foreign technical collaborations

**Place: Raipur**

**Date: 30.09.2023**



**(Nitesh Jain)**

**Practicing Company Secretary**

**FCS-8216, C.P.No.9273**

**Peer Review No. : 2230/2022**

**UDIN: F008216E001137267**

**This report is to be read with letter of even date by the Secretarial Auditor and forms an integral part of this report**

# NITESH JAIN

**COMPANY SECRETARY**

C/o, 205, First Floor, Main Road, Samta Colony, Raipur (C.G.) 492001  
Email: [niteshjain07@gmail.com](mailto:niteshjain07@gmail.com), Contact: 9770750788

**Annexure to Secretarial Audit Report of Shri Ram Finance Corporation Private Limited dated 30.09.2023**

To,  
The Members  
**Shri Ram Finance Corporation Private Limited**  
Raipur Road Baloda Bazar,  
Distt. Baloda Bazar, Raipur (C.G.) 493332

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Raipur  
Date: 30.09.2023



*N. Jain*  
(Nitesh Jain)

Practicing Company Secretary  
FCS-8216, C.P.No.9273  
Peer Review No. : 2230/2022  
UDIN: F008216E001137267