## BALANCE SHEET AS ON 31.03.2021

| PARTICULARS | Note No. | 31.03.2021 Rs. | 31.03.2020 Rs. |
|---|---|---|---|
| **I. EQUITY AND LIABILITIES** | | | |
| **Share Holders Fund** | | | |
| Share Capital | 3 | 9,24,97,500 | 9,24,97,500 |
| Reserves and surplus | 4 | (98,55,276) | (68,94,993) |
| **Share application money pending allotment** | | - | - |
| **Non-current liabilities** | | | |
| Long-term borrowings | 5 | 12,44,55,619 | 6,44,03,252 |
| Deferred tax liabilities (Net) | | - | - |
| Other Long term liabilities | | - | - |
| Long-term provisions | 6 | 1,10,23,837 | 85,23,865 |
| **Current liabilities** | | | |
| Short-term borrowings | 7 | 98,89,422 | 25,27,615 |
| Trade payables | | - | - |
| Other current liabilities | 8 | 86,75,207 | 64,40,066 |
| Short-term provisions | 9 | - | 5,27,439 |
| **TOTAL** | | **23,66,86,310** | **16,80,24,744** |
| **II. ASSETS** | | | |
| Property, Plant and Equipment | 10 | 84,12,505 | 49,66,735 |
| Intangible assets | 10 | 13,03,433 | 7,77,744 |
| Capital work-in-progress | | - | 12,73,911 |
| Non-current investments | | - | - |
| Deferred tax assets (net) | 11 | 33,94,100 | 24,85,800 |
| Long-term loans and advances - financing activity | 12 | 36,66,444 | 98,70,893 |
| Long-term loans and advances - others | 13 | 9,73,053 | 6,36,519 |
| Other non-current assets | | - | - |
| **Current assets** | | | |
| Cash and cash equivalents | 14 | 83,49,003 | 34,08,718 |
| Short-term loans and advances - financing activity | 12 | 20,57,84,692 | 14,22,68,292 |
| Short-term loans and advances - others | 15 | 33,96,222 | 10,42,703 |
| Other current assets | 16 | 14,06,858 | 12,93,430 |
| **TOTAL** | | **23,66,86,310** | **16,80,24,744** |

*Notes are an integral part of the financial statements*

**In terms of our report attached.**

**For Balan & Co.,**
**Chartered Accountants**
*FRN 000340S*

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

**Vishnu Prasad B. Menon FCA**
Partner (M. No. 207626)

Place: Aluva
Date : 06.09.2021

**For and on behalf of the Board**

A. Pradeep Menon

**Ayanapara Pradeep Menon**
*Managing Director (DIN: 01156451)*

Rajitha R

**Rajitha Valayangat**
*Whole-timeDirector (DIN: 02792436)*

**Gopalakrishnan Venkita Ramanan**
*Company Secretary*

VIKAS MONEY LIMITED CHERPULASSERY

Place: Cherupulassery
Date : 06.09.2021

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

| PARTICULARS | Note No. | 31.03.2021 Rs. | 31.03.2020 Rs. |
|---|---|---|---|
| **Income** | | | |
| Revenue from operations | 17 | 3,32,68,004 | 2,44,41,391 |
| Other income | 18 | 51,32,676 | 69,19,223 |
| **Total Income** | | 3,84,00,679 | 3,13,60,614 |
| **Expenses** | | | |
| Employee Benefits Expense | 19 | 1,03,96,315 | 47,63,093 |
| Finance Costs | 20 | 1,19,76,809 | 56,59,265 |
| Depreciation and Amortization Expense | 21 | 27,54,449 | 16,36,396 |
| Other Expenses | 22 | 1,71,41,690 | 1,64,97,262 |
| **Total Expenses** | | 4,22,69,263 | 2,85,56,016 |
| **Profit before tax** | | (38,68,584) | 28,04,598 |
| Tax expense: | | | |
| Current tax | | - | 18,77,538 |
| Deferred tax | | (9,08,300) | (8,93,700) |
| **Total Tax Expense:** | | (9,08,300) | 9,83,838 |
| **Profit/(Loss) from the period from continuing operations** | | (29,60,284) | 18,20,760 |
| Earnings per equity share: | | | |
| Basic & Diluted | 25 | (0.34) | 0.21 |

*Notes are an integral part of the financial statements*

**In terms of our report attached.**

**For Balan & Co.,**
**Chartered Accountants**
*FRN 000340S*

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

**Vishnu Prasad B. Menon FCA**
Partner (M. No. 207626)

Place: Aluva
Date : 06.09.2021

**For and on behalf of the Board**

A. Pradeep Menon
**Ayanapara Pradeep Menon**
*Managing Director (DIN: 01156451)*

Rajitha R
**Rajitha Valayangat**
*Whole-timeDirector (DIN: 02792436)*

**Gopalakrishnan Venkita Ramanan**
*Company Secretary*

VIKAS MONEY LIMITED CHERPULASSERY

Place: Cherupulassery
Date : 06.09.2021

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

In terms of AS - 3 on Cash Flow Statement under Indirect Method

| Particulars | 2020-21 Rs | 2019-20 Rs |
|---|---|---|
| **A. CASH FLOW FROM OPERATING ACTIVITIES** | | |
| **Net profit Before Taxation** | (38,68,584) | 28,04,598 |
| *Adjustments for:* | | |
| Provision for depreciation | 27,54,449 | 16,36,396 |
| Interest on income tax & income tax paid | 85,083 | 37,359 |
| (Profit) / loss on sale of assets | (10,985) | - |
| Provision for standard assets | 1,11,218 | 75,556 |
| Provision for NPA | 23,88,754 | 33,41,980 |
| Operating profit before working capital changes | 14,59,935 | 78,95,889 |
| (Increase)/Decrease in Loans & Advances - financing activity | (5,73,11,951) | (4,06,51,513) |
| (Increase)/Decrease in Loans & Advances - others | (26,74,831) | (13,02,280) |
| (Increase)/Decrease in Current Assets | (1,13,428) | 16,09,165 |
| Increase/(Decrease) in Sundry Creditors & Other liabilities | 20,79,011 | (18,00,237) |
| **Cash from operations** | (5,65,61,263) | (3,42,48,977) |
| Income tax paid | (6,27,744) | (15,28,526) |
| **Net cash flow from / (used in) operating activities (A)** | (5,71,89,007) | (3,57,77,503) |
| **B. CASH FLOW FROM INVESTING ACTIVITIES** | | |
| Purchase of fixed assets | (54,61,012) | (40,05,139) |
| Proceeds from sale of fixed assets | 20,000 | - |
| **Net cash flow from / (used in) investing activities (B)** | (54,41,012) | (40,05,139) |
| **C. Cash flow from Financing activities** | | |
| Increase/(Decrease) in Long Term borrowings | 6,02,08,497 | 3,09,22,257 |
| Increase/(Decrease) in Short Term borrowings | 73,61,807 | (69,91,153) |
| **Net cash flow from / (used in) financing activities (C)** | 6,75,70,304 | 2,39,31,104 |
| **Net increase / (decrease) in Cash and cash equivalents (A+B+C)** | 49,40,286 | (1,58,51,538) |
| Cash & Cash Equivalents at the beginning of the year | 34,08,717 | 1,92,60,255 |
| Cash & Cash Equivalents at the end of the year | 83,49,003 | 34,08,717 |

**In terms of our report attached.**

**For Balan & Co.,**
**Chartered Accountants**
*FRN 000340S*

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

**Vishnu Prasad B. Menon FCA**
Partner (M. No. 207626)

Place: Aluva
Date : 06.09.2021

**For and on behalf of the Board**

A. Pradeep Menon
**Ayanapara Pradeep Menon**
*Managing Director (DIN: 01156451)*

Rajitha R
**Rajitha Valayangat**
*Whole-timeDirector (DIN: 02792436)*

**Gopalakrishnan Venkita Ramanan**
*Company Secretary*

Place: Cherupulassery
Date : 06.09.2021

VIKAS MONEY LIMITED CHERPULASSERY

## Vikas Money Limited (formerly Vikas Hire Purchase Company Limited)

### Notes to the Financial Statements for the year ended March 31, 2021

**1. Company Overview**

Vikas MoneyLimited ('the company') is registered as a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India Act, 1934. The Company is a Non-Systemically Important Non-Deposit accepting NBFC. The company is principally engaged in lending activity.

**2. Significant accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Further, the Company follows the Reserve Bank of India ("RBI") Directions issued for Non-Banking Financial Companies ("NBFC"). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**2.2 Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**2.3 Revenue recognition**

Revenues are recognized and expenses are accounted on accrual basis with necessary provisions for all known liabilities and losses. Revenue is recognized to the extent it is realisable wherever there is uncertainty in the ultimate collection.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable, except that no income is recognised on non-performing assets as per the prudential norms for income recognition issued by the RBI for NBFCs. Interest income on such assets is recognised on receipt basis.

Upfront/processing fees collected from the customer for processing loans are primarily towards documentation charges. These are accounted as income when the amount becomes due provided recovery thereof is reasonably certain.

**2.4 Provisioning Norms for Standard & Sub-Standard Assets**

Non-performing assets are recognized and provided for, as per management estimates, subject to the minimum provision required as per Master Direction - Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide master direction No DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016 as amended from time to time

Similarly, provision on standard assets is also made as per the RBI NSI- ND Directions.

**2.5 Bad Debts**

As per management estimates, the loan accounts which are considered as irrecoverable on account of collection is written off in the year of determination of irrecoverability. Interest income not realized on such loans is reversed and the principal outstanding as reduced by the total receipts is written off as Bad Debts.

**2.6 Property, Plant and Equipment**

Property, Plant and Equipment are carried at the cost of acquisition or construction, less accumulated depreciation/ accumulated impairment. The cost comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.
Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets, which are carried at cost, are recognised in the Statement of Profit and Loss.

### *2.7* Intangible assets

Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization.

### *2.8* Depreciation and amortization

Depreciation on Property, Plant & Equipments is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. In respect of additions or extensions forming an integral part of existing assets, depreciation is provided as aforesaid over the residual life of the respective assets.

Intangible assets are amortized on a straight line basis over the estimated useful economic life.

### *2.9* Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

### *2.10* Impairment

The management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventful disposal. An impairment loss for an asset is reversed if, and only if, the reversal can bed related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

### *2.11* Employee benefits

**Short Term Employee Benefits:** All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense).

**Defined Contribution Plan**

Eligible employees of the Company receive benefits from provident fund, which is a defined contribution plan. Both the eligible employees and the Company make monthly contributions to the Government administered provident fund scheme equal to a specified percentage of the eligible employee's salary. Amounts collected under the provident fund plan are deposited with in a government administered provident fund.

The Company's contribution toemployee state insurance scheme is considered as defined contributionplans and is charged as an expense in the Statement of Profit and Loss based on the amount of contribution required to be madeand when services are rendered by the employees.

The Company has no further obligation to the plan beyond its monthly contributions.

### *2.12* Foreign currency transactions

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

The Company accounts for exchange differences arising on translation/settlement of foreign currency monetary items as below:

Realized gains and losses on settlement of foreign currency transactions are recognised in the Statement of profit and loss.

Foreign currency monetary assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognised in the Statement of profit and loss.

### *2.13* Income taxes

Tax expense for the year comprises current tax and deferred tax.

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in situation where unabsorbed depreciation and carry forward business loss exists, are recognized only if there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets, other than in situation of unabsorbed depreciation and carry forward business loss are recognized only if there is reasonable certainty that they will be realized. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the

Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

### *2.14* Segment Reporting

The Company primarily operates as a Loan company and its operations are in India. Since the Company has not operated in any other reportable segments, as per AS 17 'Segment Reporting', no segment reporting is applicable. Company operates in a single geographical segment. Hence, secondary geographical segment information disclosure is not applicable.

### *2.15* Lease

**Where the company is lessee**

All the leasing arrangements of the Company are operating lease in respect of its office premises where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset. Such operating lease rental payments are recognized as an expense on accrual basis in the Statement of Profit and Loss.

**Where the company is the lessor**

Assets subject to operating lease are included in the fixed assets. Lease income on operating lease is recognized in the Statement of Profit and Loss. Costs, including depreciation, are recognized as expenses in the Statement of Profit and Loss.

### *2.16* Earnings per share

The Company reports basic and diluted earnings per share in accordance with AS 20, Earnings per Share, as specified under Section 133 of the Companies Act, 2013. Basicearnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the year end.

### *2.17* Cash & equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

### *2.18* 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 Company are segregated based on the available information. Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (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.

### *2.19* Borrowing Cost

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized. All other borrowing costs are expensed in the period they occur.

### *2.20* Classification of Debentures

Company has classified debentures as current and non-current based on the maturity period of debenture as mentioned in debenture certificate.

### *2.21* Provisions, Contingent liabilities and Contingent assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are neither recognized nor disclosed in the financial statement since this result in the recognition of the income that may never realize.

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

**Provision policy for loan portfolios:** Company provides for non-performing loans and advances as specified in Para 13 of Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

The Company follows the practice of advancing loansin the nature of vehicle loans at a Loan-To-Value Ratio (LTV) of 90%. The Company at present does not have a practice of recording the underlying value of security in respect of vehicle loans in the current software. The Company at the time of providing for non-performing vehicle loans has considered the value provided by approved valuer as the underlying value of security. Provision for standard assets is made at 0.25% as per para 14 of Master Direction -Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

**Notes on Financial Statements for the period ended 31st March, 2021**

**Note No. 3 Share Capital**

**Note 3.1**

| Share Capital | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | Number | Amount | Number | Amount |
| **Authorised** | | | | |
| Equity Shares of 10 each<br>(Previous year 1,10,00,000/- shares of Rs. 10/- each) | 1,10,00,000 | 11,00,00,000 | 1,10,00,000 | 11,00,00,000 |
| Preference Shares of 10 each<br>(Previous year 10,00,000/- shares of Rs. 10/- each) | 10,00,000 | 1,00,00,000 | 10,00,000 | 1,00,00,000 |
| **Total** | 1,20,00,000 | 12,00,00,000 | 1,20,00,000 | 12,00,00,000 |
| **Issued, Subscribed & Paid up** | | | | |
| Equity Shares of 10 each fully paid<br>(Previous year 87,49,750/- shares of Rs. 10/- each) | 87,49,750 | 8,74,97,500 | 87,49,750 | 8,74,97,500 |
| Preference Shares of 10 each fully paid<br>(Previous year 5,00,000/- shares of Rs 10/- each) | 5,00,000 | 50,00,000 | 5,00,000 | 50,00,000 |
| **Total** | **92,49,750** | **9,24,97,500** | **92,49,750** | **9,24,97,500** |

**Note 3.2 - Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

**Equity Shares**

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | Number | Amount | Number | Amount |
| Shares outstanding at the beginning of the year | 87,49,750 | 8,74,97,500 | 87,49,750 | 8,74,97,500 |
| Shares Issued during the period | - | - | - | - |
| Shares bought back during the period | - | - | - | - |
| Shares outstanding at the end of the period | 87,49,750 | 8,74,97,500 | 87,49,750 | 8,74,97,500 |

**10% Cumulative Redeemable Non Convertible Preference Shares**

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | Number | Amount | Number | Amount |
| Shares outstanding at the beginning of the year | 5,00,000 | 50,00,000 | 5,00,000 | 50,00,000 |
| Shares Issued during the period | - | - | - | - |
| Shares bought back during the period | - | - | - | - |
| Shares outstanding at the end of the period | 5,00,000 | 50,00,000 | 5,00,000 | 50,00,000 |

**Note 3.3 - Rights, preferences and restrictions attached to Equity Shares**

*The company has one type equity shares having par value of Rs.10/- each. Each holder of Equity shares is entitled to one vote per share. In the event of Liquidation of the company, the holder of equity share will be entitled to receive remaining assets of the company ,after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholder.*

**Note 3.4 - Rights, preferences and restrictions attached to Preference Shares**

*The Company has issued Cumulative Redeemable Non Convertible Preference Shares ("CRNCPS") of face value Rs. 10/- each. The CRNCPS holders have a right to receive dividend, prior to equity shareholders. The dividend proposed by the Board of Directors on the CRNCPS is subject to the approval of the shareholders at the ensuing Annual General Meeting, except in the case of interim dividend. In the event of liquidation, the preference shareholders are eligible to receive the remaining assets of the Company before distribution to the equity shareholders, in proportion to their shareholding.*

Notes on Financial Statements for the period ended 31st March, 2021

**Note 3.5 - Details of shareholders holding more than 5% shares in the company**

| Name of Shareholder | As at 31 March 2021 No. of Shares Held | As at 31 March 2021 % of holding | As at 31 March 2020 No. of Shares Held | As at 31 March 2020 % of holding |
|---|---|---|---|---|
| ***Equity Shares*** | | | | |
| A Pradeep Menon | 29,61,150 | 33.84% | 29,61,150 | 33.84% |
| Rajitha V | 13,00,250 | 14.86% | 12,05,050 | 13.77% |
| Shanthakumari | 24,32,350 | 27.80% | 23,42,550 | 26.77% |
| ***Preference Shares*** | | | | |
| A Pradeep Menon | 1,93,000 | 38.60% | 1,93,000 | 38.60% |
| Rajitha V | 56,000 | 11.20% | 56,000 | 11.20% |
| Shanthakumari | 1,02,000 | 20.40% | 1,02,000 | 20.40% |
| Divya Alias Raji | 35,000 | 7.00% | 35,000 | 7.00% |
| Krishnakumar | 35,000 | 7.00% | 35,000 | 7.00% |
| Sindhu | 35,000 | 7.00% | 35,000 | 7.00% |
| Saritha | 35,000 | 7.00% | 35,000 | 7.00% |

**Note No. 4: Reserves & Surpluses**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) **Statutory Reserve** | | |
| Opening Balance | 24,43,862 | 20,79,709 |
| (+) Current Year Transfer @ 20% | - | 3,64,153 |
| **Closing Balance** | **24,43,862** | **24,43,862** |
| (b) **Surplus** | | |
| Opening balance | (93,38,855) | (1,07,95,462) |
| (+) Net Profit/(Net Loss) For the current year | (29,60,284) | 18,20,760 |
| (-) Transfer to Reserves | - | 3,64,153 |
| **Closing Balance** | **(1,22,99,138)** | **(93,38,855)** |
| **Total** | **(98,55,276)** | **(68,94,993)** |

**Note No. 5: Long Term Borrowings**

| Particulars | Non- Current As at 31 March 2021 | Non- Current As at 31 March 2020 | Current As at 31 March 2021 | Current As at 31 March 2020 |
|---|---|---|---|---|
| (a) Secured | | | | |
| Non Convertable Debentures | 4,03,41,000 | 5,21,73,000 | - | - |
| Term Loans - from Banks | 90,98,869 | 1,06,80,252 | 15,48,321 | 13,92,191 |
| (b) Unsecured | | | | |
| Subordinated Debts | 7,50,15,750 | 15,50,000 | - | - |
| **Total** | **12,44,55,619** | **6,44,03,252** | **15,48,321** | **13,92,191** |

**5.1 Nature of security :**

**Debentures**

*- First ranking paripassu charge with existing secured creditors on all movable assets, including book debts and receivables, cash and bank balances, loans and advances, both present and future, of the Company.*

**Term loans from bank**

*- Term loan form South Indian Bank is secured on an equitable mortgage created against the immovable properties held in the name of the directors.*

*- Vehicle loans are secured by hypothecation of respective vehicles.*

Notes on Financial Statements for the period ended 31st March, 2021

5.2 Series wise classification of secured non-convertible debentures

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| VML005 | 9,605 | 96,05,000 | - | - |
| VML004 | 13,680 | 1,36,80,000 | 20,161 | 2,01,61,000 |
| VML003 | 5,750 | 57,50,000 | 7,150 | 71,50,000 |
| VML002 | 5,950 | 59,50,000 | 8,159 | 81,59,000 |
| VML001 | 1,700 | 17,00,000 | 5,175 | 51,75,000 |
| Debenture Series A 1 | 3,656 | 36,56,000 | 11,528 | 1,15,28,000 |
| **Non Current** | **40,341** | **4,03,41,000** | **52,173** | **5,21,73,000** |
| **Current** | - | - | - | - |
| **Total** | **40,341** | **4,03,41,000** | **52,173** | **5,21,73,000** |

5.3 Interest rate wise classification of secured non-convertible debentures

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| Non-convertible debentures - 14% | 16,960 | 1,69,60,000 | 19,365 | 1,93,65,000 |
| Non-convertible debentures - 13.5% | 21,681 | 2,16,81,000 | 20,151 | 2,01,51,000 |
| Non-convertible debentures - 12.5% | - | - | 212 | 2,12,000 |
| Non-convertible debentures - 12% | 1,700 | 17,00,000 | 12,445 | 1,24,45,000 |
| **Non Current** | **40,341** | **4,03,41,000** | **52,173** | **5,21,73,000** |
| **Current** | - | - | - | - |
| **Total** | **40,341** | **4,03,41,000** | **52,173** | **5,21,73,000** |

5.4 Maturity wise classification of secured non-convertible debentures

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| Non Convertible Debentures - 60 months maturity | | | | |
| Non - current portion | 40,341 | 4,03,41,000 | 52,173 | 5,21,73,000 |
| Current portion | - | - | - | - |
| **Total** | **40,341** | **4,03,41,000** | **52,173** | **5,21,73,000** |

5.5 Series wise classification of unsecured subordinate bonds

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| Subordinate Bond 2020-21 Series | 73,466 | 7,34,65,750 | - | - |
| Subordinate Bond 2019-20 Series | 150 | 1,50,000 | 150 | 1,50,000 |
| Subordinate Bond 2018-19 Series | 1,400 | 14,00,000 | 1,400 | 14,00,000 |
| **Non Current** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |
| **Current** | - | - | - | - |
| **Total** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |

Notes on Financial Statements for the period ended 31st March, 2021

**5.6 Interest rate wise classification of unsecured subordinate bonds**

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| Subordinate Bond - 12% | 9,790 | 97,90,000 | - | - |
| Subordinate Bond - 12.25% | 1,100 | 11,00,000 | - | - |
| Subordinate Bond - 12.28% | 1,400 | 14,00,000 | 1,400 | 14,00,000 |
| Subordinate Bond - 12.50% | 19,954 | 1,99,54,250 | - | - |
| Subordinate Bond - 12.75% | 2,343 | 23,42,500 | - | - |
| Subordinate Bond - 13% | 11,780 | 1,17,80,000 | - | - |
| Subordinate Bond - 13.50% | 12,490 | 1,24,90,000 | - | - |
| Subordinate Bond - 14% | 5,495 | 54,95,000 | - | - |
| Subordinate Bond - 15% | 4,564 | 45,64,000 | - | - |
| Subordinate Bond - 18.18% | 6,100 | 61,00,000 | 150 | 1,50,000 |
| **Non Current** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |
| **Current** | - | - | - | - |
| **Total** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |

**5.7 Maturity wise classification of unsecured subordinate bonds**

| Particulars | As at 31 March 2021 | | As at 31 March 2020 | |
|---|---|---|---|---|
| | No of units | Amount | No of units | Amount |
| Subordinate Bond - 72 months | 1,400 | 14,00,000 | 1,400 | 14,00,000 |
| Subordinate Bond - 66 months | 10,664 | 1,06,64,000 | 150 | 1,50,000 |
| Subordinate Bond - 60 months | 62,952 | 6,29,51,750 | - | |
| **Non Current** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |
| **Current** | - | - | - | - |
| **Total** | **75,016** | **7,50,15,750** | **1,550** | **15,50,000** |

**Note No. 6: Long Term Provisions**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) **Provision Others** | | |
| Contingent Provision for Standard Assets | 3,78,363 | 2,67,145 |
| Provision for Non Performing Assets | 1,06,45,474 | 82,56,720 |
| **Total** | **1,10,23,837** | **85,23,865** |

**Note No. 7: Short Term Borrowings**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) **Loans repayable on demand** | | |
| Secured | | |
| From banks | 98,89,422 | 25,27,615 |
| **Total** | **98,89,422** | **25,27,615** |

Notes on Financial Statements for the period ended 31st March, 2021

**Nature of security :**

**(a) Loans repayable on demand from banks**

South Indian Bank Cash Credit having a limit of 99 Lakhs is secured

EM of 18 cents under Sy. No: 325/5, of Shornur Municipality, Village Shornur II, Taluk Ottapalam, District Palakkad in the name of Mrs. Rajitha V Alias Dhanya.

EM of 14 cents under Sy. No: 325/5, of Shornur Municipality, Village Shornur II, Taluk Ottapalam, District Palakkad in the name of Mr. Pradeep Menon.

EM of 7.75 cents under Sy. No: 325/5, of Shornur Municipality, Village Shornur II, Taluk Ottapalam, District Palakkad in the name of Mr. Pradeep Menon.

EM of 19.78 cents under Sy. No: 325/5, of Shornur Municipality, Village Shornur II, Taluk Ottapalam, District Palakkad in the name of Mr. Pradeep Menon & Mrs. Rajitha V Alias Mrs. Dhanya.

EM of 14.50 cents under Sy. No: 325/5, of Shornur Municipality, Village Shornur II, Taluk Ottapalam, District Palakkad in the name of Mr. Pradeep Menon.

Further, the loan has been guaranteed by the Personal/Corporate guarantee of Directors.

There is no continuing default/default as on the date of balance sheet in repaymnet of loans and interest.

**Note No. 8: Other Current Liabilities**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| **(a) Current maturities of long-term debt** | | |
| **(i) Term Loans** | | |
| From banks | 15,48,321 | *13,92,191* |
| **(b) Other payables :** | | |
| Statutory remittances (Refer note(i) below) | 7,01,737 | *3,28,519* |
| Expense payable | 54,00,871 | *27,89,542* |
| EMI Advance Received | 4,52,278 | *8,54,813* |
| Other advances received | 5,72,000 | *10,75,000* |
| **Total** | **86,75,207** | ***64,40,066*** |

*(i) Statutory dues includes employees state insurance, withholding taxes and indirect tax payable.*

**Note No. 9: Short Term Provisions**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) **Provision for employee benefits** | - | - |
| (b) **Provision Others :** | | |
| Provision for tax - Refer Note below | - | *5,27,439* |
| **Total** | - | ***5,27,439*** |

(Current year Nil, Previous year - Net of TDS of Rs.99/- and advance tax Rs. 13,50,000/-)

**Note No. 11: Deferred tax assets (net)**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| **(a) Tax effect of items constituting deferred tax assets :** | | |
| On difference between book balance and tax balance of fixed assets | 4,95,800 | *3,33,300* |
| Others* | 28,98,300 | *21,52,500* |
| **Total** | **33,94,100** | ***24,85,800*** |

* Includes deferred tax on provisions, carry forward losses etc.

Notes on Financial Statements for the period ended 31st March 2021

Note - 10

Property Plant and Equipments

| Particulars | Land | Building | Furniture & Fittings | Electrical Fittings | Computers | Motor Vehicle | Office Equipments | Total |
|---|---|---|---|---|---|---|---|---|
| **Cost:** | | | | | | | | |
| As at April 1, 2020 | 3,04,928 | 4,57,392 | 24,90,277 | 7,22,144 | 6,06,873 | 33,00,514 | 13,45,363 | 92,27,491 |
| Additions | | 12,73,911 | 20,16,537 | 3,65,866 | 6,29,779 | - | 15,01,089 | 57,87,182 |
| Disposals | | | | | | 58,400 | | 58,400 |
| **As at March 31, 2021** | **3,04,928** | **17,31,303** | **45,06,814** | **10,88,010** | **12,36,652** | **32,42,114** | **28,46,452** | **1,49,56,273** |
| **Depreciation and impairment:** | | | | | | | | |
| As at April 1, 2020 | - | 1,08,228 | 8,17,666 | 2,84,750 | 5,39,083 | 18,60,790 | 6,50,239 | 42,60,757 |
| Additions | | 1,31,702 | 7,27,001 | 1,60,090 | 2,45,860 | 4,48,928 | 6,18,816 | 23,32,397 |
| Disposals | | | | | | 49,385 | | 49,385 |
| **As at March 31, 2021** | - | **2,39,929** | **15,44,668** | **4,44,841** | **7,84,943** | **22,60,333** | **12,69,055** | **65,43,768** |
| **Net book value:** | | | | | | | | |
| As at April 1, 2020 | **3,04,928** | **3,49,164** | **16,72,611** | **4,37,394** | **67,790** | **14,39,724** | **6,95,124** | **49,66,735** |
| As at March 31, 2021 | **3,04,928** | **14,91,374** | **29,62,147** | **6,43,169** | **4,51,709** | **9,81,781** | **15,77,397** | **84,12,505** |

Intangible Assets

| Particulars | Website | Software | Total |
|---|---|---|---|
| **Cost:** | | | |
| As at April 1, 2020 | 1,22,391 | 11,97,090 | 13,19,481 |
| Additions | 1,40,065 | 8,07,676 | 9,47,741 |
| Disposals | | | - |
| **As at March 31, 2021** | **2,62,456** | **20,04,766** | **22,67,222** |
| **Depreciation and impairment:** | | | |
| As at April 1, 2020 | 54,656 | 4,87,080 | 5,41,737 |
| Additions | 48,591 | 3,73,461 | 4,22,052 |
| Disposals | | | - |
| **As at March 31, 2021** | **1,03,248** | **8,60,541** | **9,63,789** |
| **Net book value:** | | | |
| As at April 1, 2020 | **1,22,391** | **11,42,434** | **7,77,744** |
| As at March 31, 2021 | **1,59,208** | **11,44,225** | **13,03,433** |

Notes on Financial Statements for the period ended 31st March, 2021

## Note No. 12: Long Term Loans and Advances - Financing Activity

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| **Loans** | | |
| **(a)** | | |
| Vehicle Loan | 4,61,01,776 | 6,85,98,946 |
| Gold Loan | 49,46,000 | 69,21,600 |
| Personal Loan | 15,62,42,766 | 7,09,63,610 |
| Business Loan | 21,60,594 | 56,55,029 |
| **Total - A Gross Amount** | **20,94,51,136** | **15,21,39,185** |
| **(b)** | | |
| Secured by Securities and Assets | 5,10,47,776 | 7,55,20,546 |
| Covered by Bank/Government guarantees | - | - |
| Unsecured | 15,84,03,360 | 7,66,18,639 |
| **Total - B Gross Amount** | **20,94,51,136** | **15,21,39,185** |
| **(c) Loans in India** | | |
| Public Sector | - | - |
| Other | 20,94,51,136 | 15,21,39,185 |
| **Total - C Gross Amount** | **20,94,51,136** | **15,21,39,185** |
| **Total** | **20,94,51,136** | **15,21,39,185** |

## Note - 12.1 Loans And Advances - Financing Activity Maturity Wise

| Particulars | Non Current | | Current | |
|---|---|---|---|---|
| | As at 31 March 2021 | As at 31 March 2020 | As at 31 March 2021 | As at 31 March 2020 |
| **Loans** | | | | |
| **(a)** | | | | |
| Vehicle Loan | 46,946 | 54,19,654 | 4,60,54,830 | 6,31,79,292 |
| Gold Loan | | | 49,46,000 | 69,21,600 |
| Personal Loan | 36,18,387 | 44,48,461 | 15,26,24,379 | 6,65,15,149 |
| Business Loan | 1,111 | 2,778 | 21,59,483 | 56,52,251 |
| **Total (A) - Gross** | **36,66,444** | **98,70,893** | **20,57,84,692** | **14,22,68,292** |
| **(b)** | | | | |
| Secured by Securities and Assets | 46,946 | 54,19,654 | 5,10,00,830 | 7,01,00,892 |
| Covered by Bank/Government guarantees | - | - | - | - |
| Unsecured | 36,19,498 | 44,51,239 | 15,47,83,862 | 7,21,67,400 |
| **Total (B) - Gross** | **36,66,444** | **98,70,893** | **20,57,84,692** | **14,22,68,292** |
| **(c) Loans in India** | | | | |
| Public Sector | - | - | - | - |
| Other | 36,66,444 | 98,70,893 | 20,57,84,692 | 14,22,68,292 |
| **Total (C) - Gross** | **36,66,444** | **98,70,893** | **20,57,84,692** | **14,22,68,292** |
| **Total** | **36,66,444** | **98,70,893** | **20,57,84,692** | **14,22,68,292** |

Notes on Financial Statements for the period ended 31st March, 2021

## Note No. 13: Long Term Loans and Advances - Others

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) Deposits (Unsecured Considered good) | | |
| Telephone Deposit | 4,034 | 500 |
| Security Deposit | 9,69,019 | 6,36,019 |
| **Total** | 9,73,053 | 6,36,519 |

## Note No. 14: Cash and Cash equivalents

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) Cash in hand | 17,37,009 | 3,79,311 |
| (b) Balance with banks | | |
| In current accounts | 66,11,995 | 30,29,407 |
| **Total** | 83,49,003 | 34,08,718 |

## Note No. 15: Short - term loans and advances

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) Loans and advances to related parties | - | - |
| (b) Balances with government authorities | | |
| Unsecured, considered good | | |
| Advance Tax and TDS | 15,222 | - |
| GST Input Tax Credit | 4,09,664 | - |
| GST Cash Ledger | 1,88,592 | - |
| (c) Loans and advances to employees | | |
| Unsecured, considered good | 80,893 | 1,30,933 |
| (d) Other loans and advances | | |
| Unsecured, considered good | 27,01,850 | 9,11,770 |
| **Total** | 33,96,222 | 10,42,703 |

## Note No. 16: Other Current Assets

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) Others | | |
| Interest Receivable | | |
| Interest Receivable on Vehicle Loan | 3,73,896 | 12,36,569 |
| Interest Receivable on Business Loan | 7,414 | 18,675 |
| Interest Receivable on Personal Loan | 9,10,487 | 400 |
| Interest Receivable on Gold Loan | 72,974 | - |
| Other Receivables | 42,087 | 37,786 |
| **Total** | 14,06,858 | 12,93,430 |

Notes on Financial Statements for the period ended 31st March, 2021

**Note No. 17: Revenue from Operations**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) | | |
| Interest received on Vehicle Loans | 70,97,653 | 1,74,29,059 |
| Interest received on Business Loans | 6,90,997 | 12,76,271 |
| Interest received on Personal Loans | 2,50,11,225 | 57,36,061 |
| Interest received on Gold Loans | 4,68,129 | - |
| | 3,32,68,004 | 2,44,41,391 |
| (b) | | |
| Secured by Securities and Assets | 75,65,782 | 1,74,29,059 |
| Unsecured | 2,57,02,222 | 70,12,332 |
| | 3,32,68,004 | 2,44,41,391 |
| **Total** | 3,32,68,004 | 2,44,41,391 |

**Note No. 18: Other Income**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| (a) **Interest Income** | | |
| FD Interest Received | 69,614 | - |
| (b) **Other Income** | | |
| Forex Profit | 83,544 | 28,000 |
| Profit on sale of fixed asset | 10,985 | - |
| Others | 49,68,533 | 68,91,223 |
| **Total** | 51,32,676 | 69,19,223 |

**Note No. 19: Employee benefits Expense**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| Salaries & Wages | 91,87,120 | 43,04,654 |
| Contributions to provident and other funds | 12,09,195 | 4,58,439 |
| **Total** | 1,03,96,315 | 47,63,093 |

**Note No. 20: Finance Cost**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| **Interest Expense:** | | |
| Interest on Borrowings | 1,18,91,726 | 56,21,906 |
| Interest on IncomeTax | 85,083 | 37,359 |
| **Total** | 1,19,76,809 | 56,59,265 |

**Note No. 21: Depreciation and Amortisation**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| Depreciation | 23,32,397 | 13,78,399 |
| Amortisation | 4,22,052 | 2,57,996 |
| **Total** | 27,54,449 | 16,36,396 |

Notes on Financial Statements for the period ended 31st March, 2021

## Note No. 22: Other Expenses

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| Advertisement | 14,89,866 | 5,48,041 |
| AMC Charges | 2,72,122 | 38,700 |
| Arbitration Charges | 10,700 | 18,419 |
| Audit Fee | 1,35,000 | 1,20,000 |
| Bank Charges & Commission | 1,13,413 | 22,202 |
| Business Incentives & Commission | 25,20,850 | 25,77,315 |
| Court Fees | 57,100 | 17,276 |
| Directors Salary | 31,41,000 | 30,00,000 |
| Directors Sitting Fees | 77,000 | 82,600 |
| Donation | 1,20,390 | 82,180 |
| Electricity Charges | 3,78,196 | 1,91,330 |
| GST paid | 2,95,520 | 46,725 |
| ROC Filing Fee | 16,681 | 1,90,788 |
| Petrol & Diesel Charges | 1,76,550 | 4,38,220 |
| Recovery Charges | 350 | 6,33,832 |
| Insurance | 21,852 | 85,288 |
| Income Tax paid | 3,788 | 5,553 |
| Subscription Charges | 61,164 | 1,500 |
| Legal & Professional Charges | 11,60,934 | 8,08,379 |
| Membership Fees | 15,000 | 44,050 |
| Miscellanous Expenses | 2,628 | 4,600 |
| Office Expense | 6,28,021 | 13,21,649 |
| Postage & Telephone | 4,99,715 | 2,24,169 |
| Printing & Stationery | 5,79,325 | 3,54,659 |
| Rates and taxes | 2,050 | 86,761 |
| Rent | 12,34,550 | 8,35,000 |
| Repairs & Maintenance | 5,05,522 | 3,45,622 |
| Staff Meeting & Welfare Expenses | 94,684 | 1,96,386 |
| Security charges | 1,00,200 | 1,68,600 |
| Suit Filing Charges | 15,450 | 12,087 |
| Travelling Expense | 8,70,956 | 3,37,134 |
| Vehicle expenses | 17,566 | 2,19,033 |
| Provisions and Written offs | 25,23,547 | 34,39,165 |
| **Total** | **1,71,41,690** | **1,64,97,262** |

**A. Payment to the auditors comprises :**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| As auditors - statutory audit | 1,00,000 | 90,000 |
| For taxation matters | 35,000 | 30,000 |
| **Total** | 1,35,000 | 1,20,000 |

**B. Provisions and Written Offs**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| Provision for | | |
| Standard assets | 1,11,218 | 75,556 |
| Non performing assets | 23,88,754 | 33,41,980 |
| Bad debts written off | 23,575 | 21,629 |
| **Total** | 25,23,547 | 34,39,165 |

Notes on Financial Statements for the period ended 31st March 2021

**Note No. 23 : Employee Benefits**

**Details of Employee Benefits : Disclosures required under Accounting Standard 15 – Employee Benefits ( Revised 2005)**

**a. Defined Contribution Plans :**

During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined contribution plan

| Particulars | As at 31 March 2021 | *As at 31 March 2020* |
|---|---|---|
| Employers Contribution to Provident Fund | 9,71,502 | *3,21,274* |
| Employers Contribution to Employee's State Insurance | 2,25,093 | *1,18,134* |

**Note No. 24 :Income Tax**

The components of income tax expense for the year ended March 31, 2021 and year ended March 31, 2020 are:

| Particulars | As at 31 March 2021 | *As at 31 March 2020* |
|---|---|---|
| Current tax | - | *18,77,538* |
| Deffered Tax | (9,08,300) | *(8,93,700)* |
| Income tax expense reported in statement of profit and loss | **(9,08,300)** | ***9,83,838*** |

The Company has computed the tax expense of the current financial year as per the tax regime announced under section 115BAA of the Income Tax Act, 1961. Accordingly, tax expense for the year comprising current and deferred tax as per Accounting Standards -22 have been recognised using the reduced tax rates applicable.

**Note No. 25 : Earnings per Share (EPS)**

The company reports basic and diluted Earnings per Share in accordance with AS 20. Basic Earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding at the end of the year. Diluted Earnings per share have been computed using the weighted average number of equity shares and potential equity shares outstanding at the end of the year.

| Particulars | As at 31 March 2021 | *As at 31 March 2020* |
|---|---|---|
| Profit after tax as reported | (29,60,284) | *18,20,760* |
| Weighted average number of equity shares for basic EPS | 87,49,750 | *87,49,750* |
| Basic earnings per share (face value of Rs. 10) - in INR | (0.34) | *0.21* |

**Note No. 26 : Related party disclosures**

Names of Related Parties

**(A) Holding Company/ Subsidiary Company**

| **(B) Key Management Personnel** | **Designation** |
|---|---|
| Ayanapara Pradeep Menon | Managing Director |
| Rajitha Valayangat | Whole time Director |
| Pilavazhi Santhakumari | Whole time Director |
| Gopalakrishnan Venkita Ramanan | Company Secretary |

**(C) Entities in which KMP / Relatives of KMP can exercise significant influence**

Mandhirvikas Nidhi Limited
Aeppyem Chits and Kuries Pvt. Ltd.
Prachodhan Retail Private Limited
Vasthravikas Silks LLP (formerly known as Prachodhan Sarees LLP)
Marthya Vikas Foundation

| **(D) Relatives of Key Management Personnel** | **Relation** |
|---|---|
| Surya Menon | Daughter of Managing Director |

Notes on Financial Statements for the period ended 31st March 2021

**Related Party transactions during the year:**

| Particulars | KMP | | Relatives of KMP | |
|---|---|---|---|---|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| Remuneration | 26,60,000 | 24,00,000 | 5,45,000 | - |
| Sitting Fees | 50,000 | 55,000 | 12,500 | 5,000 |
| Repayment of loan | - | 2,19,000 | - | - |
| Rent Paid | 60,000 | 35,000 | - | - |
| Commission Paid | - | 79,238 | - | - |
| NCD Redeemed | - | 2,70,000 | - | - |
| Subordinate Debt Subscribed | 25,000 | - | - | - |
| Expense Reimbursed | 39,816 | 80,863 | - | - |
| Interest paid on NCD | - | 13,670 | - | - |
| Interest paid on subordinate debts | 2,202 | - | - | - |

| Particulars | Subsidiary Company | | Entities in which KMP / Relatives of KMP can exercise significant influence | |
|---|---|---|---|---|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| Loans advanced | - | - | 6,00,000 | - |
| Asset purchased | | | 49,775 | |

**Balance outstanding as at the year end: Asset/ (Liability)**

| Particulars | KMP | | Relatives of KMP | |
|---|---|---|---|---|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| Sub Ordinate Debts | (25,000) | - | - | - |

| Particulars | Subsidiary Company | | Entities in which KMP / Relatives of KMP can exercise significant influence | |
|---|---|---|---|---|
| | March 31, 2021 | March 31, 2020 | March 31, 2021 | March 31, 2020 |
| Loan and Advnaces | - | - | 3,28,441 | - |

**Transaction with non executive director**

| Name | Nature of Transaction | March 31, 2021 | March 31, 2020 |
|---|---|---|---|
| Satheesh | Remuneration | 4,16,000 | 6,00,000 |

**Note No. 27 :Contingent liabilities and capital commitments**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| Contingent Liabilities: - | | |
| Claim not acknowledge as debt by the company | - | - |
| Guarantee and Letter of Credit issued by banker on behalf of the company | - | - |

Future cash outflow in respect of above is determinable only on receipt of judgments /decision pending with various forums/authorities. The Company is of the opinion that the above demands are not tenable and expects to succeed in its appeals/defense. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations

Notes on Financial Statements for the period ended 31st March 2021

**Note No. 28 :Disclosure with regard to dues to Micro Enterprises and Small Enterprises**
Payment against the supplies from the undertakings covered under the Micro, Small & Medium Enterprises Development Act, 2006 are generally made in accordance with the agreed credit terms. On the basis of information and record available with the management, the details of the outstanding balances of such suppliers and interest due on such accounts as on March 31, 2021 is Nil. (as on March 31, 2020 is Nil). Accordingly, no disclosures relating to principal amounts unpaid as at the period ended March 31, 2021 together with interest paid /payable are required to be furnished.

**Note No. 29 :**
**Concentration of Advances**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| 1 Gold Loans granted against collateral of gold jewellery | 49,46,000 | 69,21,600 |
| 2 Total assets of the Company | 23,66,86,310 | 16,80,24,744 |
| 3 Percentage of Gold Loans to Total Assets | 2.09% | 4.12% |

**Note No. 30 :**
**Movement of NPAs**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| i Net NPAs to Net Advances (%) | 23.87% | 25.73% |
| ii Movement of NPAs (Gross) | | |
| (a) Opening balance | 4,52,81,148 | 3,48,52,017 |
| (b) Net additions during the year | 1,28,24,758 | 1,04,29,131 |
| (c) Closing balance | **5,81,05,906** | **4,52,81,148** |
| iii Movement of Net NPAs | | |
| (a) Opening balance | 3,70,24,428 | 2,99,37,277 |
| (b) Net additions during the year | 1,04,36,004 | 70,87,151 |
| (c) Closing Balance | **4,74,60,432** | **3,70,24,428** |
| iv Movement of provisions for NPAs (excluding Provisions on Standard Assets) | | |
| (a) Opening balance | 82,56,720 | 49,14,740 |
| (b) Provisions made during the year | 23,88,754 | 33,41,980 |
| (c) Write-off/ write-back of excess provisions | - | - |
| (d) Closing balance | **1,06,45,474** | **82,56,720** |

**Note No. 31 :**
**Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)**
The company does not have any joint venture or subsidiary overseas during the year 2020-21 & 2019-20

**Note No. 32 :**
**Draw Down from Reserves**
No reserves have been draw down during the financial year 2020-21 & 2019-20

**Note No. 33 :**
**Customer complaints**

| Particulars | As at 31 March 2021 | As at 31 March 2020 |
|---|---|---|
| 1 No. of complaints pending as at the beginning of the year | - | - |
| 2 No. of complaints received during the year | - | - |
| 3 No. of complaints redressed during the year | - | - |
| 4 No. of complaints pending as at the end of the year | - | - |

*Notes on Financial Statements for the period ended 31st March 2021*

**Note No. 34 :**

**Value of imports calculated on CIF Balance**

The Company has not imported any goods therefore value of import on CIF basis is Nil during the year 2020-21. (2019-20 – Nil)

**Note No. 35 :**

**Expenditure in Foreign Currency**

The Company does not have any expenditure in Foreign Currency during the year 2020-21. (2019-20 – Nil)

**Note No. 36 :**

**Earning in Foreign Currency**

The Company is a dealer in foreign exchange and is holding FFMC license, FFMC License No. FE.CHN.FFMC.83/2017. The profit earned by the Company upon the purchase and sale of foreign currency transaction during the year amounting to Rs. 83,544/- (2019-20 - Rs. 28,000/-) is recognised in the profit and loss.

**Note No. 37 :**

**Miscellaneous**

a The Company has a single reportable segment i.e. financing which has similar risk & return for the purpose of AS-17 on 'Segment Reporting' notified under the Companies (Accounting Standard) Rules, 2006 as amended. The company operates in a single geographical segment i.e. domestic.

b The Company has not obtained registration from other financial sector regulators except Reserve Bank of India.

c No penalties were imposed by the regulator during the year during the financial year ended March 31, 2021, (March 31, 2020: Nil)

d Previous year's figures have been regrouped/rearranged, wherever necessary to conform to current year's classifications/disclosure.

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*Notes on Financial Statements for the Year ended 31st March, 2021*

**Note No. 38 : Disclosures required as per Reserve Bank of India Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016**

(Rs. In Lakhs)

| | Particulars | Amount out-standing | Amount overdue |
|---|---|---|---|
| | **Liabilities side :** | | |
| 1 | **Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:** | | |
| | (a) Debentures : Secured | 426.28 | - |
| | : Unsecured (other than falling within the meaning of public deposits) | | - |
| | (b) Deferred Credits | | - |
| | (c) Term Loans | 106.47 | - |
| | (d) Inter-corporate loans and borrowing | | - |
| | (e) Commercial Paper | | - |
| | (f) Public Deposits | | - |
| | (g) Other Loans – | | |
| | Subordinate Bonds | 779.40 | - |
| | Deposits from Directors & Relatives | - | - |
| 2 | **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 partly secured debentures i.e. debentures where there is a shortfall in the value of security | - | - |
| | (c) Other public deposits | - | - |
| | **Assets side :** | **Amount outstanding** | |
| 3 | **Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :** | | |
| | (a) Secured | 514.95 | |
| | (b) Unsecured | 1,593.21 | |
| 4 | **Break up of Leased Assets and stock on hire and hypothecation loans counting towards asset financing activities** | | |
| | (i) Lease assets 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 assetfinancing activities | | |
| | (a) Loans where assets have been repossessed | - | |
| | (b) Loans other than (a) above | - | |
| 5 | **Break-up of Investments** | | |
| | **Current Investments** | | |
| | 1 Quoted | | |
| | (i) Shares | | |
| | (a) Equity | - | |
| | (b) Preference | - | |
| | (ii) Debentures and Bonds | - | |
| | (iii) Units of mutual funds | - | |
| | (iv) Government Securities | - | |
| | (v) Others (please specify) | - | |
| | 2 Unquoted | | |
| | (i) Shares | | |
| | (a) Equity | - | |
| | (b) Preference | - | |
| | (ii) Debentures and Bonds | - | |
| | (iii) Units of mutual funds | - | |
| | (iv) Government Securities | - | |
| | (v) Others (please specify) | - | |

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

| 6 | Borrower group-wise classification of assets financed as in (3) and (4)above | | | |
|---|---|---|---|---|
| | Category | Amount net of provisions | | |
| | | Secured | Unsecured | Total |
| | 1 Related Parties | | | |
| | (a) Subsidiaries | - | - | - |
| | (b) Companies in the same group | - | - | - |
| | (c) Other related parties | - | - | - |
| | 2 Other than related parties | 430.12 | 1,567.80 | 1,997.92 |
| | Total | | | |

| 7 | Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) | | |
|---|---|---|---|
| | Category | Market Value / Break up or fair value or NAV | Book Value (Net of Provisions) |
| | 1 Related Parties | | |
| | (a) Subsidiaries | - | - |
| | (b) Companies in the same group | - | - |
| | (c) Other related parties | - | - |
| | 2 Other than related parties | - | - |
| | Total | | |

| 8 | Other information | Amount |
|---|---|---|
| | Particulars | |
| | (i) Gross Non-Performing Assets | |
| | (a) Related parties | - |
| | (b) Other than related parties | 581.06 |
| | (ii) Net Non-Performing Assets | |
| | (a) Related parties | - |
| | (b) Other than related parties | 474.60 |
| | (iii) Assets acquired in satisfaction of debt | - |

In terms of our report attached.

For Balan & Co.,
Chartered Accountants
*FRN 000340S*

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

**Vishnu Prasad B. Menon FCA**
Partner (M. No. 207626)

Place: Aluva
Date : 06.09.2021

For and on behalf of the Board

A. Pradeep Menon

**Ayanapara Pradeep Menon**
*Managing Director (DIN: 01156451)*

Rajitha R

**Rajitha Valayangat**
*Whole-timeDirector (DIN: 02792436)*

**Gopalakrishnan Venkita Ramanan**
*Company Secretary*

VIKAS MONEY LIMITED CHERPULASSERY

Place: Cherupulassery
Date : 06.09.2021