INDEPENDENT AUDITOR'S REPORT

To the Members of **VIKAS MONEY LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Vikas Money Limited** ("the Company"), which comprise the balance sheet as at 31st March 2019, and the statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 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, 2019, and its profit/loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **"Annexure A"** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 *except AS – 15 on Employee Benefits.*

(e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any pending litigations which would impact its financial position.

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

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

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

Aluva,
08th August, 2019

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2019:

1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed;

(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the company;

2) In our opinion and according to the information and explanations given to us, the nature of the Company's business is such that it is not required to hold any inventories.

3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.

4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.

5) The Company has not accepted any public deposit from the public within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under where ever applicable.

6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.

7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Goods and Service Tax, Value added Tax, Cess and any other statutory dues with the appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.

(c) According to the information and explanation given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Goods and Service Tax, value added tax outstanding on account of any dispute.

8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks, financial institutions or debenture holders as at the Balance Sheet date. During the year, the Company did not have any loans or borrowing from the government.

9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. In our opinion and according to the information and explanation given to us, during the year, the term loans have been applied for the purpose for which they were obtained.

10) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.

14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.

15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and has obtained the registration.

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

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

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

Aluva,
08th August, 2019

"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of VIKAS MONEY LIMITED (formerly Vikas Hire Purchase Company Limited)

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 **Vikas Money Limited** ("the Company") as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal 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. 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 Companies Act, 2013.

Auditors' 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, 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, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

BALAN & CO. ALUVA 683 101 CHARTERED ACCOUNTANTS

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

Aluva,
08th August, 2019

VIKAS MONEY LIMITED

(formerly known as VIKAS HIRE PURCHASE COMPANY LIMITED)

13/1528, 1st Floor, Anjali Complex, Kavuvattom, Cherupulassery, Palakkad Dist. - 679503

BALANCE SHEET AS ON 31.03.2019

	Particulars	Note No:	As at 31st March 2019	*As at 31st March 2018*
I.	**EQUITY AND LIABILITIES**			
	1 Share Holders Fund			
	(a) Share Capital	3	9,24,97,500	*9,24,97,500*
	(b) Reserves and surplus	4	(87,15,753)	*(1,19,16,992)*
	2 Share application money pending allotment		-	-
	3 Non-current liabilities			
	(a) Long-term borrowings	5	1,78,55,594	*2,59,04,210*
	(b) Deferred tax liabilities (Net)		-	-
	(c) Other Long term liabilities		-	-
	(d) Long-term provisions	6	51,06,329	*18,14,955*
	4 Current liabilities			
	(a) Short-term borrowings	7	95,18,768	-
	(b) Trade payables		-	-
	(c) Other current liabilities	8	2,38,65,704	*96,39,250*
	(d) Short-term provisions	9	1,41,068	*2,38,137*
	TOTAL		**14,02,69,210**	***11,81,77,061***
II	**ASSETS**			
	1 (a) Fixed assets	10		
	(i) Property, Plant and Equipment		41,27,893	*40,84,417*
	(ii) Intangible assets		4,19,462	*1,19,350*
	(iii) Capital work-in-progress		1,02,291	-
	(iv) Intangible assets under development		-	-
	(b) Non-current investments		-	-
	(c) Deferred tax assets (net)	11	15,92,100	*5,86,900*
	(d) Long-term loans and advances - financing activity	12	2,72,17,967	*3,81,85,055*
	(e) Long-term loans and advances - others	13	1,79,519	*1,79,519*
	(f) Other non-current assets		-	-
	2 Current assets			
	(a) Current investments			-
	(b) Inventories		-	-
	(c) Trade receivables		-	-
	(d) Cash and cash equivalents	14	1,92,60,255	*31,75,544*
	(e) Short-term loans and advances - financing activity	12	8,42,69,705	*6,92,14,674*
	(f) Short-term loans and advances - others	15	1,97,423	-
	(g) Other current assets	16	29,02,595	*26,31,602*
	TOTAL		**14,02,69,210**	***11,81,77,061***
	Notes are an integral part of the financial statements			

As per our report of even date 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 : 08.08.2019

For and on behalf of the Board

Ayanapara Pradeep Menon
Managing Director (DIN: 01156451)

A. Pradeep Menon

Rajitha Valayangat
Whole-timeDirector (DIN: 02792436)

Rajitha. R

Place: Cherupulassery
Date : 08.08.2019

VIKAS MONEY LIMITED
(formerly known as VIKAS HIRE PURCHASE COMPANY LIMITED)
13/1528, 1st Floor, Anjali Complex, Kavuvattom, Cherupulassery, Palakkad Dist. - 679503

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2019

	Particulars	Notes	As on 31st March 2019	*As on 31st March 2018*
I.	Revenue from operations	17	1,75,28,917	*1,44,09,931*
II.	Other income	18	58,62,703	*44,28,963*
III	**Total Revenue (I + II)**		**2,33,91,620**	***1,88,38,894***
IV.	Expenses:			
	Employee Benefits Expense	19	19,57,131	*22,82,076*
	Finance Costs	20	39,51,432	*18,64,227*
	Depreciation and Amortization Expense	10	14,34,689	*9,47,525*
	Other Expenses	21	1,17,10,248	*91,66,494*
	Total Expenses		**1,90,53,499**	***1,42,60,321***
V.	**Profit before tax (III-IV)**		**43,38,120**	***45,78,573***
	Tax expense:			
	(1) Current tax		21,42,081	*16,38,599*
	(2) Deferred tax		(10,05,200)	*(3,98,700)*
VI	**Total Tax Expense:**		**11,36,881**	***12,39,899***
VII	**Profit/(Loss) from the period from continuing operations**		**32,01,239**	***33,38,675***
VIII	Earnings per equity share:	22		
	Basic & Diluted		0.37	*0.42*
	Notes are an integral part of the financial statements			

As per our report of even date 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 : 08.08.2019

For and on behalf of the Board

Ayanapara Pradeep Menon
Managing Director (DIN: 01156451)

A. PradeepMenon.

Rajitha Valayangat
Whole-timeDirector (DIN: 02792436)

Rajitha. R

Place: Cherupulassery
Date : 08.08.2019

VIKAS MONEY LIMITED

(formerly known as VIKAS HIRE PURCHASE COMPANY LIMITED)

13/1528, 1st Floor, Anjali Complex, Kavuvattom, Cherupulassery, Palakkad Dist. - 679503

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03. 2019

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

		2018-19		2017-18	
A.	**CASH FLOW FROM OPERATING ACTIVITIES**	Rs		Rs	
	Net profit Before Taxation		43,38,120		45,78,573
	Adjustments for:				
	Provision for depreciation	14,34,689		9,47,525	
	Interest on income tax & income tax paid	29,012		92,225	
	(Profit) / loss on sale of assets	(1,47,193)		-	
	Provision for standard assets	(1,42,618)		1,31,629	
	Provision for NPA	34,33,992		11,77,005	
			46,07,882		23,48,383
	Operating profit before working capital changes		89,46,002		69,26,956
	(Increase)/Decrease in Loans & Advances - financing activity	(40,87,943)		(4,74,71,204)	
	(Increase)/Decrease in Loans & Advances - others	(1,97,423)		(1,41,500)	
	(Increase)/Decrease in Current Assets	(2,70,993)		(15,63,148)	
	Increase/(Decrease) in Sundry Creditors & Other liabilities	34,80,861		21,97,124	
			(10,75,498)		(4,69,78,728)
	Cash from operations		78,70,505		(4,00,51,772)
	Income tax paid		(22,68,163)		(21,27,830)
	Net cash flow from / (used in) operating activities (A)		56,02,342		(4,21,79,602)
B.	**CASH FLOW FROM INVESTING ACTIVITIES**				
	Purchase of fixed assets		(25,32,375)		(33,08,988)
	Proceeds from sale of fixed assets		7,99,000		-
	Net cash flow from / (used in) investing activities (B)		(17,33,375)		(33,08,988)
C.	**Cash flow from Financing activities**				
	Proceeds from issuance of shares		-		1,30,00,000
	Increase/(Decrease) in Long Term borrowings		26,96,976		3,01,76,210
	Increase/(Decrease) in Short Term borrowings		95,18,768		-
	Net cash flow from / (used in) financing activities (C)		1,22,15,744		4,31,76,210
	Net increase / (decrease) in Cash and cash equivalents (A+B+C)		1,60,84,711		(23,12,380)
	Cash & Cash Equivalents at the beginning of the year		31,75,544		54,87,924
	Cash & Cash Equivalents at the end of the year		1,92,60,255		31,75,544

As per our report of even date 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 : 08.08.2019

For and on behalf of the Board

Ayanapara Pradeep Menon
Managing Director (DIN: 01156451)

A. Pradeep Menon

Rajitha Valayangat
Whole-timeDirector (DIN: 02792436)

Rajitha. R

Place: Cherupulassery
Date : 08.08.2019

1. Company Overview

Vikas Money Limited ('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 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.

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

2.5 Depreciation and amortization

Depreciation on Fixed Assets 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.

2.6 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.

2.7 Employee benefits

Employee benefits consist of employee state insurance scheme.

Defined Contribution Benefits

The Company's contribution to employee state insurance scheme is considered as defined contribution plans and is charged as an expense in the Statement of Profit and Loss based on the amount of contribution required to be made.

Defined Benefit Plans

The Company does not have any defined plans.

2.8 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.

2.9 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.

2.10 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. Basic earnings 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.

2.11 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.

2.12 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.

2.13 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.

2.14 Provisions, Contingent liabilities and Contingent assets

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 .These 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.

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Notes on Financial Statements for the period ended 31st March, 2019

Note No. 3 Share Capital

Note 3 A

Share Capital	As at 31 March 2019		As at 31 March 2018	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of ` 10 each (Previous year 90,00,000/- shares of Rs. 10/- each)	90,00,000	9,00,00,000	90,00,000	9,00,00,000
Preference Shares of ` 10 each (Previous year 10,00,000/- shares of Rs. 10/- each)	10,00,000	1,00,00,000	10,00,000	1,00,00,000
	1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
Issued, Subscribed & Paid up Equity Shares of `10 each fully paid (Previous year 84,49,750/- 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 (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 B

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	As at 31 March 2019		As at 31 March 2018	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	87,49,750	8,74,97,500	74,49,750	7,44,97,500
Shares Issued during the period	-	-	13,00,000	1,30,00,000
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	As at 31 March 2019		As at 31 March 2018	
	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 C

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.

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.

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Notes on Financial Statements for the period ended 31st March, 2019

Note 3 D

Details of shareholders holding more than 5% shares in the company

Name of Shareholder	As at 31 March 2019		As at 31 March 2018	
	No. of Shares Held	% of holding	No. of Shares Held	*% of holding*
Equity Shares				
A Pradeep Menon	29,61,150	33.84%	28,91,150	*33.04%*
Rajitha V	12,05,050	13.77%	10,85,050	*12.40%*
Shanthakumari	23,42,550	26.77%	22,32,550	*25.52%*
Preference Shares				
A Pradeep Menon	1,93,000	38.60%	1,53,000	*30.60%*
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%*
Bhagyalakshmi	-	0.00%	40,000	*8.00%*
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 2019	*As at 31 March 2018*
(a) Statutory Reserve	**14,39,461**	***7,71,726***
(+) Current Year Transfer @ 20%	6,40,248	*6,67,735*
Closing Balance	**20,79,709**	***14,39,461***
(b) Surplus		
Opening balance	(1,33,56,453)	*(1,60,27,393)*
(+) Net Profit/(Net Loss) For the current year	32,01,239	*33,38,675*
(-) Transfer to Reserves	6,40,248	*6,67,735*
Closing Balance	**(1,07,95,462)**	***(1,33,56,453)***
Total	**(87,15,753)**	***(1,19,16,992)***

Note No. 5: Long Term Borrowings

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Debentures		
Secured		
Privately placed Redeemable Non - Convertible debentures	41,58,000	*23,40,000*
(b) Term loans		
Secured		
From banks	1,20,78,594	*1,32,14,210*
(c) Subordinate Bonds*		
Unsecured	14,00,000	*95,40,000*
(d) Loans and advances from related parties		
Unsecured		
Loan from Directors	2,19,000	*8,10,000*
Total	**1,78,55,594**	***2,59,04,210***

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.

** The amount of Rs. 14,00,000/- outstanding as on 31.03.2019 are the subordinate bonds with not less than 60 months naturity. The amounts accepted by the company without complying with the RBI guidelines has been repaid by the company during the year 2018-19.*

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Notes on Financial Statements for the period ended 31st March, 2019

Series and Coupon wise Debenture Classification

Particulars	Coupon Rate	No of units	*Amount*
Debenture Series A 1	12.00%	15,685	*1,56,85,000*
	12.50%	212	*2,12,000*
	13.50%	4,046	*40,46,000*
Total		***19,943***	***1,99,43,000***

From the Balance Sheet date	(a) Non- current	(b) Current maturity	*Total*
Repayable on maturity :			
Maturing between 3 years to 5 years	-	-	-
Maturing between 1 year to 3 years	41,58,000	-	*41,58,000*
Maturing within 1 year	-	1,57,85,000	*1,57,85,000*
Total at face value	41,58,000	1,57,85,000	*1,99,43,000*
Less: Unamortised discounting charges	-	-	-
Total redemption value, net of unamortized discounting charges	**41,58,000**	**1,57,85,000**	***1,99,43,000***

Note No. 6: Long Term Provisions

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Provision Others		
Contingent Provision for Standard Assets	1,91,589	*3,34,207*
Provision for Non Performing Assets	49,14,740	*14,80,748*
Total	**51,06,329**	***18,14,955***

Note No. 7: Short Term Borrowings

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Loans repayable on demand		
Secured		
From banks	95,18,768	-
Total	**95,18,768**	-

Nature of security :

(a) Loans repayable on demand from banks

Particulars	*Primary*	*Collateral*	*Guarantors*
South Indian Bank *Limit - 99.00 Lakhs*	*1. 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.* *2. 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.* *3. 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.* *4. 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.* *5. 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.*	*Nil*	*1. Pradeep Menon* *2. Dhanya Alias Rajitha V* *3. Santhakumari P.*

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Notes on Financial Statements for the period ended 31st March, 2019

Note No. 8: Other Current Liabilities

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Current maturities of long-term debt		
(i) Debentures		
Secured		
Privately placed Redeemable Non - Convertible debentures	1,57,85,000	*51,10,000*
(ii) Term Loans		
Secured		
From banks	12,32,592	*11,62,000*
(b) Other payables :		
Statutory remittances (Refer note(i) below)	1,37,320	*1,28,539*
Expense payable	18,52,718	*10,85,935*
EMI Advance Received	48,54,808	*21,51,511*
Other advances received	3,266	*1,266*
Total	**2,38,65,704**	***96,39,250***

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

Note No. 9: Short Term Provisions

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Provision Others :		
Provision for tax (net of T.D.S of Rs. 1,013/- and advance Tax Rs. 20,00,000/-. Previous Year TDS of Rs. 461/- and advance tax Rs. 14,00,000)	1,41,068	*2,38,137*
Total	**1,41,068**	***2,38,137***

Note No. 11: Deferred tax assets (net)

Particulars	As at 31 March 2019	*As at 31 March 2018*
Tax effect of items constituting deferred tax assets :		
On difference between book balance and tax balance of fixed assets	2,23,500	*1,15,100*
Others	13,68,600	*4,71,800*
Total	**15,92,100**	***5,86,900***

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

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Loans and advances - Secured, considered good		
Non - Current		
Vehicle Loan	2,70,28,385	*3,81,61,804*
Current		
Vehicle Loan	7,70,14,246	*6,52,47,712*
(b) Loans and advances - Unsecured, considered good		
Non - Current		
Personal Loan	-	*6,597*
Business Loan	1,89,582	*16,654*
Current		
Personal Loan	4,45,898	*2,55,328*
Business Loan	68,09,561	*37,11,634*
Total	**11,14,87,672**	***10,73,99,729***

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

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) Deposits (Unsecured Considered good)		
Telephone Deposit	500	*500*
Security Deposit	1,79,019	*1,79,019*
Total	**1,79,519**	***1,79,519***

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Note No. 10: Fixed Assets

Sl. No.	TYPE OF ASSET	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Cost upto 01-04-2018	Additions	Deductions	Cost upto 31-03-2019	UP TO 01-04-2018	For the Period	Deductions	UP TO 31-03-2019	AS ON 31-03-2019	AS ON 01-04-2018
Property, Plant and Equipment											
1	Land	3,04,928	-	-	3,04,928	-	-	-	-	3,04,928	3,04,928
2	Computer	5,17,215	71,258	-	5,88,473	3,88,734	91,876	-	4,80,611	1,07,862	1,28,481
3	Electrical Fittings	3,88,786	19,968	-	4,08,754	1,36,590	65,557	-	2,02,147	2,06,607	2,52,196
4	Furniture & Fittings	9,13,887	3,81,960	-	12,95,847	3,15,565	1,60,602	-	4,76,167	8,19,680	5,98,322
5	Motor Vehicles	30,42,867	13,47,047	10,89,400	33,00,514	8,12,510	8,33,187	4,37,593	12,08,105	20,92,409	22,30,357
6	Office Equipments	4,81,444	1,72,899	-	6,54,343	2,97,142	1,27,834	-	4,24,976	2,29,367	1,84,302
7	Building	4,57,392	-	-	4,57,392	71,561	18,791	-	90,352	3,67,040	3,85,831
		61,06,519	**19,93,132**	**10,89,400**	**70,10,251**	**20,22,102**	**12,97,848**	**4,37,593**	**28,82,358**	**41,27,893**	**40,84,417**
	Intangible Assets										
1	Website	19,500	72,891	-	92,391	15,500	16,578	-	32,078	60,313	4,000
2	Software	2,46,750	3,64,061	-	6,10,811	1,33,500	1,18,162	-	2,51,662	3,59,149	1,13,250
3	Trademark	10,500	-	-	10,500	8,400	2,100	-	10,500	-	2,100
		2,76,750	**4,36,952**	-	**7,13,702**	**1,57,400**	**1,36,840**	-	**2,94,240**	**4,19,462**	**1,19,350**
	TOTAL	**63,83,269**	**24,30,084**	**10,89,400**	**77,23,953**	**21,79,502**	**14,34,689**	4,37,593	**31,76,598**	**45,47,355**	**42,03,767**

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Note No. 14: Cash and Cash equivalents

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) **Cash in hand**	4,49,555	*9,28,681*
(b) **Balance with banks**		
In current accounts	1,88,10,700	*22,46,864*
Total	**1,92,60,255**	***31,75,544***

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

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) **Loans and advances to related parties**	-	-
(b) **Balances with government authorities**		
Unsecured, considered good		
GST Input Tax Credit	4,320	-
(c) **Loans and advances to employees**		
Unsecured, considered good	1,64,333	-
(d) **Other loans and advances**		
Unsecured, considered good	28,770	-
Total	**1,97,423**	-

Note No. 16: Other Current Assets

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) **Others**		
Interest Receivable on Vehicle Loan	15,55,210	*18,88,148*
Interest Receivable on Business Loan	1,29,047	*43,208*
Interest Receivable on Personal Loan	-	*2,025*
Other receivables	12,18,338	*6,98,221*
Total	**29,02,595**	***26,31,602***

Note No. 17: Revenue from Operations

Particulars	As at 31 March 2019	*As at 31 March 2018*
Interest received on loans	1,75,28,917	*1,44,09,931*
Total	**1,75,28,917**	***1,44,09,931***

Note No. 18: Other Income

Particulars	As at 31 March 2019	*As at 31 March 2018*
(a) **Interest Income**	-	-
(b) **Other non - operating income**		
Documentation charge	8,41,103	*13,32,297*
Overdue interest	6,02,054	*2,51,262*
Due Charges	30,14,200	*18,18,502*
Penal Interest Received	7,86,760	*9,66,738*
Notice charges	2,46,150	-
Profit on sale of fixed assets	1,47,193	-
Daily Collection Charges	5,512	*6,918*
Commission received	25,124	*9,884*
Forex Profit	55,160	*14,706*
Cancellation fee	22,326	*18,749*
Miscellaneous income	1,17,122	*9,907*
Total	**58,62,703**	***44,28,963***

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Notes on Financial Statements for the period ended 31st March, 2019

Note No. 19: Employee benefits Expense

Particulars	As at 31 March 2019	As at 31 March 2018
Salaries & Wages	18,71,300	21,73,397
Contributions to provident and other funds	85,831	1,08,679
Total	**19,57,131**	**22,82,076**

Note No. 20: Finance Cost

Particulars	As at 31 March 2019	As at 31 March 2018
Interest Expense:		
Interest on Borrowings	39,20,020	18,04,722
Interest on IncomeTax	31,412	59,505
Total	**39,51,432**	**18,64,227**

Note No. 21: Other Expenses

Particulars	As at 31 March 2019	As at 31 March 2018
Advertisement	1,23,490	1,42,183
AMC Charges	8,720	80,813
Audit Fee	1,07,200	82,070
Bad debts w/off	1,54,157	35,438
Bank Charges & Commision	1,47,691	1,94,746
Business promotion expense	2,46,610	2,27,696
Commission paid	8,04,883	6,27,464
Directors Salary	30,00,000	32,00,000
Directors Sitting Fees	52,320	37,500
Donation	546	394
Electricity Charges	2,45,591	2,08,902
GST paid	6,729	13,088
ROC Filing Fee	43,800	30,800
Petrol & Diesel Charges	2,76,801	3,91,936
Recovery Charges	73,140	-
Insurance	57,971	47,441
Income Tax paid	-	32,720
Subscription Charges	14,900	1,500
Legal & Professional Charges	8,51,070	4,18,659
Membership Fees	21,800	17,700
Office Expense	3,12,241	2,33,201
Postage & Telephone	2,97,196	2,24,028
Printing & Stationery	4,29,251	3,98,788
Rates and taxes	21,972	7,900
Rent	4,88,000	2,23,500
Repairs & Maintenance	1,03,615	24,352
Staff Meeting Expenses	51,700	48,300
Security charges	68,000	90,000
Service tax	-	37,602
Staff Welfare Expenses	74,882	1,69,644
Staff Food Expenses	34,043	1,73,130
Travelling Expense	1,41,377	2,07,303
Vehicle expenses	1,59,179	2,29,063
Provision for Standard Assets	(1,42,618)	1,31,629
Provision for NPA	34,33,992	11,77,005
Total	**1,17,10,248**	**91,66,494**

Particulars	As at 31 March 2019	As at 31 March 2018
Payment to the auditors comprises		
As auditors - statutory audit	75,000	60,000
For taxation matters	25,000	20,000
TOTAL	1,00,000	60,000

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Note No. 22 : 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 2019	*As at 31 March 2018*
Net Profit/(loss) for calculation of EPS	32,01,239	*33,38,675*
Weighted Average number of equity shares in calculating basic EPS (Nos)	87,49,750	*79,18,791*
Earnings per Share	0.37	*0.42*

Note No. 23 : Related party transactions

Details of related parties

Description of Relationship	Names of Related Parties
Key Management Personnel	Ayanapara Pradeep Menon Rajitha Valayangat
Relatives of Key Management Personnel	Pilavazhi Santhakumari
Entities in which KMP / Relatives of KMP can exercise significant influence	Aeppyem Chits and Kuries Private Limited Mandhirvikas Nidhi Limited Prachodhan Sarees LLP

The above information has been determined to the extent such parties have been identified on the basis of information provided by the Company, which has been relied upon by the Auditors.

Particulars		KMP	Relatives of KMP	Entities in which KMP / relatives of KMP have significant influence	*Total*
Remuneration		18,00,000	6,00,000	-	24,00,000
	PY	*(19,00,000)*	*(6,50,000)*	-	*(25,50,000)*
Director's Sitting Fees		23,250	11,250	-	34,500
	PY	*(16,500)*	*(10,500)*	-	*(27,000)*
Loan from Directors		5,00,000	2,00,000	-	7,00,000
	PY	*(51,90,000)*	*(28,40,000)*	-	*(80,30,000)*
Repayment of loan		3,58,000	5,53,000	-	9,11,000
	PY	*(60,00,000)*	*(30,00,000)*	-	*(90,00,000)*
Receipt from Share Issue		-	-	-	-
	PY	*(63,40,000)*	*(30,00,000)*	-	*(93,40,000)*
Balances outstanding at the end of the year					
Borrowings		2,19,000	-	-	2,19,000
	PY	*(77,000)*	*(3,53,000)*	-	*(4,30,000)*
Note: Figures in bracket relates to the previous year					

** Previous years figures have been regrouped, wherever necessary, to conform to this year's classification / presentation.*

Note No. 24

1) Disclosure of details as required by Para 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

(Rs. In Lakhs)

	Particulars		
	Liabilities side :		
1	**Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:**	Amount out-standing	Amount overdue
	(a) Debentures : Secured	199.43	
	: Unsecured		
	(other than falling within the meaning of public deposits)		
	(b) Deferred Credits		
	(c) Term Loans	133.11	
	(d) Inter-corporate loans and borrowing		
	(e) Commercial Paper		
	(f) Public Deposits		
	(g) Other Loans –		
	Subordinate Bonds	14.00	
	Loans from Directors & Relatives	2.19	
	Short term borrowings from Banks	95.19	
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	1,055.98	
	(b) Unsecured	75.74	
4	**Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP 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) Hypothecation loans counting towards EL/HP 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) Share : (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 all leased assets, stock-on-hire and loans and advances :**

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	1003.26	60.55	1063.81
Total	1003.26	60.55	1063.81

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	**0.00**	**0.00**

8 Other information

Particulars			Amount
	(i)	Gross Non-Performing Assets	
		(a) Related parties	-
		(b) Other than related parties	**348.52**
	(ii)	Net Non-Performing Assets	
		(a) Related parties	-
		(b) Other than related parties	**299.37**
	(iii)	Assets acquired in satisfaction	-

As per our report of even date 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 : 08.08.2019

For and on behalf of the Board

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

Rajitha Valayangat
Whole-timeDirector (DIN: 02792436)
Rajitha. R
Place: Cherupulassery
Date : 08.08.2019