



ANNUAL RETURN FOR THE FY 2021-22 FORM MGT-7

S M L FINANCE LIMITED
CIN: U65910KL1996PLC010648
Website - www.smlfinance.com

Registered Office:

**EL/XV652KMC, Bethani Complex, Thrissur Road,
Kunnamkulam, Thrissur - 680503
E-mail: smlkkm@gmail.com
Ph: 04885 - 214000**

Corporate Office:

**SML Building, Edappally,
Toll Junction, Ernakulam -682024
E-mail: info@smlfinance.com
Ph: 0484 254 0610**

FORM NO. MGT-7

[Pursuant to sub-Section(1) of section 92 of the Companies Act, 2013 and sub-rule (1) of rule 11of the Companies (Management and Administration) Rules, 2014]



Annual Return (other than OPCs and Small Companies)

Form language English Hindi

Refer the instruction kit for filing the form.

I. REGISTRATION AND OTHER DETAILS

- (i) * Corporate Identification Number (CIN) of the company
- Global Location Number (GLN) of the company
- * Permanent Account Number (PAN) of the company
- (ii) (a) Name of the company
- (b) Registered office address
- EL/XV652KMC BETHANI COMPLEXTHRISSUR ROAD
KUNNAMKULAM
THRISSUR
Kerala
680503
- (c) *e-mail ID of the company
- (d) *Telephone number with STD code
- (e) Website
- (iii) Date of Incorporation
- (iv)
- | Type of the Company | Category of the Company | Sub-category of the Company |
|---------------------|---------------------------|-------------------------------|
| Public Company | Company limited by shares | Indian Non-Government company |
- (v) Whether company is having share capital Yes No
- (vi) *Whether shares listed on recognized Stock Exchange(s) Yes No

(b) CIN of the Registrar and Transfer Agent

Name of the Registrar and Transfer Agent

S K D C CONSULTANTS LIMITED

Registered office address of the Registrar and Transfer Agents

C-101, 1st Floor, 247 Park,
Lal Bahadur Shastri Marg, Vikhroli (West),

(vii) *Financial year From date (DD/MM/YYYY) To date (DD/MM/YYYY)

(viii) *Whether Annual general meeting (AGM) held Yes No

(a) If yes, date of AGM

(b) Due date of AGM

(c) Whether any extension for AGM granted Yes No

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

*Number of business activities

S.No	Main Activity group code	Description of Main Activity group	Business Activity Code	Description of Business Activity	% of turnover of the company
1	K	Financial and insurance Service	K5	Financial and Credit leasing activities	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES (INCLUDING JOINT VENTURES)

*No. of Companies for which information is to be given

Pre-fill All

S.No	Name of the company	CIN / FCRN	Holding/ Subsidiary/Associate/ Joint Venture	% of shares held
1	VANCHINAD FINANCE PRIVATE	U65910KL1987PTC004722	Subsidiary	100

IV. SHARE CAPITAL, DEBENTURES AND OTHER SECURITIES OF THE COMPANY

(i) *SHARE CAPITAL

(a) Equity share capital

Particulars	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Total number of equity shares	130,000	60,302	60,302	60,302
Total amount of equity shares (in Rupees)	130,000,000	60,302,000	60,302,000	60,302,000

Number of classes

Class of Shares	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Number of equity shares	130,000	60,302	60,302	60,302
Nominal value per share (in rupees)	1,000	1,000	1,000	1,000
Total amount of equity shares (in rupees)	130,000,000	60,302,000	60,302,000	60,302,000

(b) Preference share capital

Particulars	Authorised capital	Issued capital	Subscribed capital	Paid-up capital
Total number of preference shares	20,000	0	0	0
Total amount of preference shares (in rupees)	20,000,000	0	0	0

Number of classes

1

Class of shares	Authorised capital	Issued capital	Subscribed capital	Paid up capital
Number of preference shares	20,000	0	0	0
Nominal value per share (in rupees)	1,000	1,000	1,000	1,000
Total amount of preference shares (in rupees)	20,000,000	0	0	0

(c) Unclassified share capital

Particulars	Authorised Capital
Total amount of unclassified shares	0

(d) Break-up of paid-up share capital

Class of shares	Number of shares			Total nominal amount	Total Paid-up amount	Total premium
	Physical	DEMAT	Total			
Equity shares						
At the beginning of the year	0	60,302	60302	60,302,000	60,302,000	
Increase during the year	0	0	0	0	0	0
i. Public Issues	0	0	0	0	0	0
ii. Rights issue	0	0	0	0	0	0
iii. Bonus issue	0	0	0	0	0	0
iv. Private Placement/ Preferential allotment	0	0	0	0	0	0

v. ESOPs	0	0	0	0	0	0
vi. Sweat equity shares allotted	0	0	0	0	0	0
vii. Conversion of Preference share	0	0	0	0	0	0
viii. Conversion of Debentures	0	0	0	0	0	0
ix. GDRs/ADRs	0	0	0	0	0	0
x. Others, specify <input type="text"/>						
Decrease during the year	0	0	0	0	0	0
i. Buy-back of shares	0	0	0	0	0	0
ii. Shares forfeited	0	0	0	0	0	0
iii. Reduction of share capital	0	0	0	0	0	0
iv. Others, specify <input type="text"/>						
At the end of the year	0	60,302	60302	60,302,000	60,302,000	
Preference shares						
At the beginning of the year	0	0	0	0	0	
Increase during the year	0	0	0	0	0	0
i. Issues of shares	0	0	0	0	0	0
ii. Re-issue of forfeited shares	0	0	0	0	0	0
iii. Others, specify <input type="text"/>						
Decrease during the year	0	0	0	0	0	0
i. Redemption of shares	0	0	0	0	0	0
ii. Shares forfeited	0	0	0	0	0	0
iii. Reduction of share capital	0	0	0	0	0	0
iv. Others, specify <input type="text"/>						
At the end of the year	0	0	0	0	0	

ISIN of the equity shares of the company

(ii) Details of stock split/consolidation during the year (for each class of shares)

0

Class of shares		(i)	(ii)	(iii)
Before split / Consolidation	Number of shares			
	Face value per share			
After split / Consolidation	Number of shares			
	Face value per share			

(iii) Details of shares/Debentures Transfers since closure date of last financial year (or in the case of the first return at any time since the incorporation of the company) *

Nil

[Details being provided in a CD/Digital Media]

Yes No Not Applicable

Separate sheet attached for details of transfers

Yes No

Note: In case list of transfer exceeds 10, option for submission as a separate sheet attachment or submission in a CD/Digital Media may be shown.

Date of the previous annual general meeting		<input type="text"/>	
Date of registration of transfer (Date Month Year)		<input type="text"/>	
Type of transfer	<input type="text"/>	1 - Equity, 2- Preference Shares,3 - Debentures, 4 - Stock	
Number of Shares/ Debentures/ Units Transferred	<input type="text"/>	Amount per Share/ Debenture/Unit (in Rs.)	<input type="text"/>
Ledger Folio of Transferor		<input type="text"/>	
Transferor's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name
Ledger Folio of Transferee		<input type="text"/>	

Transferee's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

Date of registration of transfer (Date Month Year)	<input type="text"/>
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Type of transfer	<input type="text"/>	1 - Equity, 2- Preference Shares,3 - Debentures, 4 - Stock
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Number of Shares/ Debentures/ Units Transferred	<input type="text"/>	Amount per Share/ Debenture/Unit (in Rs.)	<input type="text"/>
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Ledger Folio of Transferor	<input type="text"/>
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Transferor's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

Ledger Folio of Transferee	<input type="text"/>
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Transferee's Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	Surname	middle name	first name

(iv) *Debentures (Outstanding as at the end of financial year)

Particulars	Number of units	Nominal value per unit	Total value
Non-convertible debentures	584,852	1000	584,852,000
Partly convertible debentures	0	0	0
Fully convertible debentures	0	0	0
Total			584,852,000

Details of debentures

Class of debentures	Outstanding as at the beginning of the year	Increase during the year	Decrease during the year	Outstanding as at the end of the year
Non-convertible debentures	632,562,000	103,013,000	150,723,000	584,852,000
Partly convertible debentures	0	0	0	0
Fully convertible debentures	0	0	0	0

(v) Securities (other than shares and debentures)

0

Type of Securities	Number of Securities	Nominal Value of each Unit	Total Nominal Value	Paid up Value of each Unit	Total Paid up Value
Total					

V. *Turnover and net worth of the company (as defined in the Companies Act, 2013)

(i) Turnover

261,699,440

(ii) Net worth of the Company

546,169,780

VI. (a) *SHARE HOLDING PATTERN - Promoters

S. No.	Category	Equity		Preference	
		Number of shares	Percentage	Number of shares	Percentage
1.	Individual/Hindu Undivided Family				
	(i) Indian	60,302	100	0	
	(ii) Non-resident Indian (NRI)	0	0	0	
	(iii) Foreign national (other than NRI)	0	0	0	
2.	Government				
	(i) Central Government	0	0	0	
	(ii) State Government	0	0	0	
	(iii) Government companies	0	0	0	
3.	Insurance companies	0	0	0	
4.	Banks	0	0	0	
5.	Financial institutions	0	0	0	

6.	Foreign institutional investors	0	0	0	
7.	Mutual funds	0	0	0	
8.	Venture capital	0	0	0	
9.	Body corporate (not mentioned above)	0	0	0	
10.	Others	0	0	0	
	Total	60,302	100	0	0

Total number of shareholders (promoters)

7

(b) *SHARE HOLDING PATTERN - Public/Other than promoters

S. No.	Category	Equity		Preference	
		Number of shares	Percentage	Number of shares	Percentage
1.	Individual/Hindu Undivided Family				
	(i) Indian	0	0	0	
	(ii) Non-resident Indian (NRI)	0	0	0	
	(iii) Foreign national (other than NRI)	0	0	0	
2.	Government				
	(i) Central Government	0	0	0	
	(ii) State Government	0	0	0	
	(iii) Government companies	0	0	0	
3.	Insurance companies	0	0	0	
4.	Banks	0	0	0	
5.	Financial institutions	0	0	0	
6.	Foreign institutional investors	0	0	0	
7.	Mutual funds	0	0	0	
8.	Venture capital	0	0	0	
9.	Body corporate (not mentioned above)	0	0	0	
10.	Others	0	0	0	

	Total	0	0	0	0
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Total number of shareholders (other than promoters)

0

**Total number of shareholders (Promoters+Public/
Other than promoters)**

7

**VII. *NUMBER OF PROMOTERS, MEMBERS, DEBENTURE HOLDERS
(Details, Promoters, Members (other than promoters), Debenture holders)**

Details	At the beginning of the year	At the end of the year
Promoters	7	7
Members (other than promoters)	0	0
Debenture holders	2,153	1,898

VIII. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(A) *Composition of Board of Directors

Category	Number of directors at the beginning of the year		Number of directors at the end of the year		Percentage of shares held by directors as at the end of year	
	Executive	Non-executive	Executive	Non-executive	Executive	Non-executive
A. Promoter	2	2	2	2	28.74	2.51
B. Non-Promoter	1	3	1	3	0	0
(i) Non-Independent	1	1	1	1	0	0
(ii) Independent	0	2	0	2	0	0
C. Nominee Directors representing	0	0	0	0	0	0
(i) Banks & FIs	0	0	0	0	0	0
(ii) Investing institutions	0	0	0	0	0	0
(iii) Government	0	0	0	0	0	0
(iv) Small share holders	0	0	0	0	0	0
(v) Others	0	0	0	0	0	0
Total	3	5	3	5	28.74	2.51

Number of Directors and Key managerial personnel (who is not director) as on the financial year end date

10

(B) (i) *Details of directors and Key managerial personnel as on the closure of financial year

Name	DIN/PAN	Designation	Number of equity share(s) held	Date of cessation (after closure of financial year : If any)
GRIGER CHERRY WIL	00145586	Managing Director	17,311	
CHUNGATH CHERU S	00074163	Director	1,208	
CHERUVATHOOR KUF	00135500	Director	23	19/10/2022
SUSANNA ISAAC	03296118	Director	309	
JOJO JOSEPH NJEZHI	07538990	Director	0	
KOCHERIL ITTOP VAR	08291568	Director	0	
KADAPURAM MATHEV	08212342	Director	0	23/08/2022
ABIN M BEHANAN	08712671	Director	0	
SHAJAN ALOOR DEVA	BQKPS8714A	CFO	0	
NAVEENA P THAMPI	BCZPT7387M	Company Secretar	0	25/04/2022

(ii) Particulars of change in director(s) and Key managerial personnel during the year

0

Name	DIN/PAN	Designation at the beginning / during the financial year	Date of appointment/ change in designation/ cessation	Nature of change (Appointment/ Change in designation/ Cessation)

IX. MEETINGS OF MEMBERS/CLASS OF MEMBERS/BOARD/COMMITTEES OF THE BOARD OF DIRECTORS**A. MEMBERS/CLASS /REQUISITIONED/NCLT/COURT CONVENED MEETINGS**

Number of meetings held

1

Type of meeting	Date of meeting	Total Number of Members entitled to attend meeting	Attendance	
			Number of members attended	% of total shareholding
AGM	30/09/2021	7	6	99.98

B. BOARD MEETINGS

*Number of meetings held

4

S. No.	Date of meeting	Total Number of directors associated as on the date of meeting	Attendance	
			Number of directors attended	% of attendance
1	02/06/2021	8	8	100
2	07/09/2021	8	8	100
3	02/12/2021	8	8	100
4	21/03/2022	8	7	87.5

C. COMMITTEE MEETINGS

Number of meetings held

5

S. No.	Type of meeting	Date of meeting	Total Number of Members as on the date of the meeting	Attendance	
				Number of members attended	% of attendance
1	AUDIT COMM	01/06/2021	3	3	100
2	NOMINATION	01/06/2021	3	3	100
3	AUDIT COMM	07/09/2021	3	3	100
4	AUDIT COMM	02/12/2021	3	3	100
5	AUDIT COMM	21/03/2022	3	3	100

D. *ATTENDANCE OF DIRECTORS

S. No.	Name of the director	Board Meetings			Committee Meetings			Whether attended AGM held on
		Number of Meetings which director was entitled to attend	Number of Meetings attended	% of attendance	Number of Meetings which director was entitled to attend	Number of Meetings attended	% of attendance	30/09/2022
								(Y/N/NA)
1	GRIGER CHE	4	4	100	5	5	100	Yes
2	CHUNGATH C	4	4	100	0	0	0	Yes
3	CHERUVATH	4	4	100	0	0	0	Yes
4	SUSANNA ISA	4	4	100	0	0	0	Yes
5	JOJO JOSEPH	4	3	75	0	0	0	Yes
6	KOCHERIL IT	4	4	100	0	0	0	Yes
7	KADAPURAM	4	4	100	5	5	100	Not Applicable

8	ABIN M BEHA	4	4	100	5	5	100	Yes
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X. *REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Nil

Number of Managing Director, Whole-time Directors and/or Manager whose remuneration details to be entered

1

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/ Sweat equity	Others	Total Amount
1	GRIGER CHERRY	Managing Direct	3,600,000	0	0	0	3,600,000
	Total		3,600,000	0	0	0	3,600,000

Number of CEO, CFO and Company secretary whose remuneration details to be entered

2

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/ Sweat equity	Others	Total Amount
1	SHAJAN ALOOR D	CFO	514,540	0	0	0	514,540
2	NAVEENA P THAM	COMPANY SEC	800,810	0	0	0	800,810
	Total		1,315,350	0	0	0	1,315,350

Number of other directors whose remuneration details to be entered

3

S. No.	Name	Designation	Gross Salary	Commission	Stock Option/ Sweat equity	Others	Total Amount
1	SUSANNA ISAAC	DIRECTOR	1,750,000	0	0	0	1,750,000
2	JOJO JOSEPH NJE	DIRECTOR	1,200,000	0	0	0	1,200,000
3	CHERUVATHOOR	DIRECTOR	2,400,000	0	0	0	2,400,000
	Total		5,350,000	0	0	0	5,350,000

XI. MATTERS RELATED TO CERTIFICATION OF COMPLIANCES AND DISCLOSURES

* A. Whether the company has made compliances and disclosures in respect of applicable provisions of the Companies Act, 2013 during the year Yes No

B. If No, give reasons/observations

XII. PENALTY AND PUNISHMENT - DETAILS THEREOF

(A) DETAILS OF PENALTIES / PUNISHMENT IMPOSED ON COMPANY/DIRECTORS /OFFICERS Nil

Name of the company/ directors/ officers	Name of the court/ concerned Authority	Date of Order	Name of the Act and section under which penalised / punished	Details of penalty/ punishment	Details of appeal (if any) including present status

(B) DETAILS OF COMPOUNDING OF OFFENCES Nil

Name of the company/ directors/ officers	Name of the court/ concerned Authority	Date of Order	Name of the Act and section under which offence committed	Particulars of offence	Amount of compounding (in Rupees)

XIII. Whether complete list of shareholders, debenture holders has been enclosed as an attachment

Yes No

XIV. COMPLIANCE OF SUB-SECTION (2) OF SECTION 92, IN CASE OF LISTED COMPANIES

In case of a listed company or a company having paid up share capital of Ten Crore rupees or more or turnover of Fifty Crore rupees or more, details of company secretary in whole time practice certifying the annual return in Form MGT-8.

Name

Whether associate or fellow

Associate Fellow

Certificate of practice number

I/We certify that:

- (a) The return states the facts, as they stood on the date of the closure of the financial year aforesaid correctly and adequately.
 (b) Unless otherwise expressly stated to the contrary elsewhere in this Return, the Company has complied with all the provisions of the Act during the financial year.

Declaration

I am Authorised by the Board of Directors of the company vide resolution no. ... dated

(DD/MM/YYYY) to sign this form and declare that all the requirements of the Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. I further declare that:

- Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the company.
- All the required attachments have been completely and legibly attached to this form.

Note: Attention is also drawn to the provisions of Section 447, section 448 and 449 of the Companies Act, 2013 which provide for punishment for fraud, punishment for false statement and punishment for false evidence respectively.

To be digitally signed by

Director

Griger
Cherry
Williams
Digitally signed by
Griger Cherry Williams
Date: 2022.11.21
17:40:31 +05'30'

DIN of the director

00145586

To be digitally signed by

MARAKKALA
VASUDEVAN
Digitally signed by
A. MARAKKALA
VASUDEVAN
Date: 2022.11.22
12:05:47 +05'30'

Company Secretary

Company secretary in practice

Membership number

4177

Certificate of practice number

2437

Attachments

1. List of share holders, debenture holders
2. Approval letter for extension of AGM;
3. Copy of MGT-8;
4. Optional Attachment(s), if any

Attach

Attach

Attach

Attach

List of attachments

List of Debenture Holders_31-03-2022.pdf
List of share holders_31-03-2022.pdf

Remove attachment

Modify

Check Form

Prescrutiny

Submit

This eForm has been taken on file maintained by the Registrar of Companies through electronic mode and on the basis of statement of correctness given by the company



ANNUAL REPORT FOR THE FY 2021-22

S M L FINANCE LIMITED
CIN: U65910KL1996PLC010648
Website - www.smlfinance.com

Registered Office:

EL/XV652KMC, Bethani Complex, Thrissur Road,
Kunnamkulam, Thrissur - 680503
E-mail: smlkkm@gmail.com
Ph: 04885 - 214000

Corporate Office:

SML Building, Edappally,
Toll Junction, Ernakulam -682024
E-mail: info@smlfinance.com
Ph: 0484 254 0610

S M L FINANCE LIMITED

BOARD OF DIRECTORS

Dr. Griger Cherry Williams (Managing Director)

Shri. Simon Cheru (Director)

Shri. Appumon C.K (Director)

Smt. Susanna Isaac (Director)

Shri. Jojo. N.J (Director)

Shri. K. I. Varghese (Director)

CA Abin M Behanan (Independent Director)

AUDITORS

Mr. Damodaran P Namboodiri
Chartered Accountant
2/280, Paravattathu Mana, East Kadungalloor
U C College P O, Aluva - 683 102

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S M L FINANCE LIMITED

EL/XV 652 KMC, Bethani Complex, Thrissur Road, Kunnamkulam, Thrissur, Kerala-680503

CIN: U65910KL1996PLC010648

Email – smlkkm@gmail.com, Website – www.smlfinance.com

Telephone No: 04885 -214000

NOTICE OF THE 26TH ANNUAL GENERAL MEETING

To

All Members, Directors and Auditors

Notice is hereby given that the 26th Annual General Meeting of the members of **S M L FINANCE LIMITED** will be held at the registered office of the company at EL/XV 652 KMC, Bethani Complex, Thrissur Road, Kunnamkulam, Thrissur, Kerala -680503 on Friday, 30th September, 2022, at 09.30 A.M to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the standalone and consolidated audited Balance Sheet as at 31st March 2022 and Profit and Loss Statement and Cash Flow Statement for the year ended as on that date, together with Auditor's Report and Directors Report thereon.
2. To appoint a director in place of Shri. K I Varghese (DIN: 08291568), who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a director in place of Shri. Jojo Joseph Njezhuvinkel (DIN: 07538990), who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

4. Issue and allotment of Non-Convertible Debentures on private placement basis

To consider and if thought fit, to pass with or without modification(s) the following resolution as a **SPECIAL RESOLUTION:**

“RESOLVED THAT pursuant to the provisions of Section 42, 71 and other applicable provisions of the Companies Act, 2013 read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and the Companies (Share Capital and Debentures) Rules, 2014 (including any amendment, modification, variation or re-enactment to any of the forgoing), and applicable circulars issued by Reserve Bank of India, and in compliance with other applicable rules, regulations and guidelines issued by any authority and the provisions of the Memorandum and Articles of Association of the Company, approval of the Members be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee of the Board), for making offer(s) or invitation(s) to subscribe to secured/Unsecured redeemable Non-Convertible Debentures ('NCDs'), and allot NCDs on a private placement basis not exceeding the stipulated limit of subscribers in one or more tranches, for a period of one year, within the overall outstanding borrowing limits of the Company (hereinafter referred to as 'Debenture issue')”.

“RESOLVED FURTHER THAT, for the purpose of giving effect to the foregoing resolution, the Board of Directors be and is hereby authorized to determine the terms of the issue including the class of investors to whom such NCDs are to be issued, time, total amount to be raised by issuance of NCDs, NCDs to be offered, the number of NCDs, tranches, issue price, tenor, interest rate, premium/ discount, prepare offer letters, allotment of securities to successful allottees, to create securities in favour of one or more Trustees and to do all such acts, deeds, filings, matters and

things and execute all such deeds, documents, instruments and writings as may be required, with powers on behalf of the Company, to settle all questions, difficulties or doubts that may arise in this regard as the Board of Directors may in its sole and absolute discretion deems fit and delegate all or any of its powers herein conferred to any Director(s) and/ or officer(s) of the Company, if required, as it may in its absolute discretion deem it necessary or desirable.”

For and on behalf of the Board of
S M L FINANCE LIMITED

Date: 05/09/2022
Place: Ernakulam

Sd/-
Dr. Griger Cherry Williams
Managing Director
(DIN: 00145586,
Address: Chungath House,
Guruvayur Road P.O., Kunnankulam
Thrissur, Kerala - 680503)

Notes:

- 1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and such proxy need not be a member of the Company. A person can act as a proxy on behalf of the members not exceeding 50 and holding in aggregate not more than 10% of the total share capital of the company. However, a member holding more than 10% of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or member.**
- 2. For appointing the proxy the enclosed proxy form duly filled, stamped and signed must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.**
3. Members/Proxies should bring the Attendance Slip sent herewith, duly filled in and signed and hand over the same at the entrance of the hall for attending the meeting.
4. Members are requested to notify immediately any change in their address including e-mail address to the Registered Office of the Company.
5. Relevancy of question and the order of speakers will be decided by the Chairman. Members are requested to forward in writing to the Company any question on the Accounts, so as to reach the Registered Office one week before the date of the Annual General Meeting.
6. The Explanatory Statement as per the Section 102(1) of the Companies Act, 2013 and Secretarial Standard 2, in respect of item no 2,3 &4 set out in the notice is annexed hereto.

As per the requirement of Secretarial Standard 2, the following information relating to the director to be re-appointed as contained in Item No. 2 and 3

Particulars	Information	
Name	Shri. K I Varghese	Shri. Jojo Joseph Njezhuvinkel
Age	66	57
Qualification	CAIIB, LL.B, M.Com	Post-Graduation
Experience	Experience of around 41 years in banking industry, expertise in specific functional areas, immense and vast knowledge in banking sector.	Relevant experience in NBFC business activities and other related matters.
Terms and conditions of appointment	As per the Resolution at Item No. 2	As per the Resolution at Item No. 3
Remuneration sought to be paid	-	Rs.1,00,000/-(Rupees Onw Lakh) Per month
Remuneration Last drawn	-	Rs.1,00,000/-(Rupees One Lakh) Per month
Date of first appointment on Board	06/11/2018	04/08/2016
Shareholding in the company	-	-
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	-	-
Number of Meetings of the Board attended during the year	04/04	03/04
Other Directorships, Membership/ Chairmanship of Committees of other Boards	<ul style="list-style-type: none"> • Vanchinad Finance Private Limited (Director) • Sangeeth Nidhi Limited(Director) 	<ul style="list-style-type: none"> • BRD Securities Ltd(Director)

STATEMENT TO BE ANNEXED PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No.4:Issue and allotment of Non-Convertible Debentures on private placement basis

Meaning, Scope and Implication of Item of business:

Private Placement" means any offer of securities or invitation to subscribe securities to a select group of persons by a company (other than by way of public offer) through issue of a private placement offer letter and which satisfies the conditions specified in section 42 of the Companies Act, 2013. As per Section 42 of the Companies Act, 2013 and the rules, to issue non-convertible debentures in an year, under private placement basis, special resolution needs to be passed by the members in their general meeting once in an year, authorizing the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any Committee of the Board) to make such issue in one or more series as per the Companies Act, 2013.

As per the provisions of Section 42, 71 and all other applicable provisions of the Companies Act, 2013 and rules made thereunder, a company offering or making an invitation to subscribe secured

redeemable Non-Convertible Debentures (NCDs) on a private placement basis is required to be obtained prior approval of members of the company by way of special resolution. Such special resolution would remain valid for a period of 01 (one) year from the date of passing such resolution, for all the offers or invitations for such NCDs to be made during the year.

NCDs issued on private Placement basis constitute an alternative source of borrowing for the company other than traditional borrowings from banks and financial institutions.

It is proposed to offer or invite subscription for NCDs on a private placement basis, in one or more tranches, within the overall outstanding borrowing limits of the company, as approved by the members, with an authority to the Board of Directors of the company (hereinafter referred to as "the Board" which term shall be deemed to include any Committee of the Board), to determine the terms and conditions including the issue price of the NCDs, interest rate, repayment, security or otherwise as it may deem expedient and do all such acts, deeds, matters and things in connection therewith and incidental thereto as the Board in its absolute discretion deems fit, without being required to seek any further consent, or approval of the members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of the resolution. Accordingly, approval of the members is being sought by way of special resolution under section 42 and other applicable provisions, if any of the Act and its rules thereunder.

The board accordingly recommends the special resolution for the approval of members.

As required by section 102(1) of the Companies Act, 2013 none of the Director, Manager, Key managerial personnel and relatives of such Director, Manager and Key Managerial Personnel is interested in the above resolution.

The special business transacted at the meeting of the company does not relate to or affects any other company. So disclosure pursuant to Sec 102(2) (b) of the Companies Act, 2013 is not applicable.

For and on behalf of the Board of
S M L FINANCE LIMITED

Sd/-

Dr. Griger Cherry Williams
Managing Director

(DIN: 00145586,

Address: Chungath House,
Guruvayur Road P.O., Kunnankulam
Thrissur, Kerala - 680503)

Date: 05/09/2022

Place: Ernakulam

SML FINANCE LIMITED

Bethany Complex, Thrissur Road, Kunnankulam, Thrissur Dist, - 680503

CIN: U65910KL1996PLC010648

Email – smlkkm@gmail.com

Telephone No: 04885 – 214000

DIRECTORS' REPORT**To,
The Members**

Your Directors are pleased to present the 26th Annual Report on the business and operations of your Company together with the Audited Financial Statements for the year ended 31st March, 2022.

1. FINANCIAL RESULTS

(In Rupees)

Financial Highlights	For the Year Ending 31st March 2022 (in Cr)	For the Year Ending 31st March 2021 (in Cr)
Total Income	34.70	44.55
Total Expenditure (including Depreciation)	34.06	43.46
Profit/(Loss) before Tax	0.64	1.09
Tax (including deferred tax and tax related to Prior years)	0.32	0.27
Profit/(Loss) after Tax	0.32	0.82
Earnings per share	53.29	136.03
Share Capital and Reserve & Surplus	54.62	54.29
Total liabilities other than Share capital & Reserve	152.47	159.58
Total Assets	207.09	213.87
Loan Asset Portfolio	128.43	145.05

The consolidated performance of S M L Finance Limited and its Wholly owned Subsidiary Vanchinad Finance Private Limited as per consolidated financial statements is as under:

(In Rupees)

Financial Highlights	For the Year Ending 31st March 2022 (in Cr)	For the Year Ending 31st March 2021 (in Cr)
Total Income	71.81	75.10
Total Expenditure (including Depreciation)	68	75.44
Profit/(Loss) before Tax	3.85	(0.34)
Exceptional item	-	-
Tax (including deferred tax and tax related to Prior years)	1.40	1.04
Profit/(Loss) after tax & Exceptional Item	2.45	(1.38)
Earnings per share	406.41	(229.09)

2. PERFORMANCE REVIEW

During the Financial Year, Company's profitability decreased to 60.98% with a net profit of Rs. 0.32 cr for the financial year ended March 31, 2022 as compared to Rs.0.82 Cr for the financial year ended March 31, 2021. Profit before tax decreased by 41.28% to Rs.0.64 cr. Total Income has decreased from Rs.44.55 cr for the year ended March 31,2021 to Rs.34.70 cr for the year ended March 31, 2022, which is mainly due to the reduction in loan portfolio from Rs.145.05 cr to Rs.128.43 Cr. Operational Revenue of the Company decreased to Rs.26.17 cr from the previous financial year's revenue of Rs.36.36 cr. The company had received dividend income of Rs. 2 cr from its wholly owned subsidiary company Vanchinad Finance Pvt Ltd. The Return on equity stood at 0.59% in FY 2021-22 as against 1.52% in FY 2020-21. Net Interest Margin was 7.08 % as compared to 9.68% in FY 2020- 21.

3. PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Name of the Subsidiary Company: VANCHINAD FINANCE PRIVATE LIMITED (Wholly Owned Subsidiary)

(In Rupees)

Financial Highlights	For the Year Ending 31 st March 2022 (in Cr)	For the Year Ending 31 st March 2021 (in Cr)
Total Income	39.10	35.01
Total Expenditure (including Depreciation)	33.90	32.04
Profit/(Loss) before Tax	5.21	2.97
Tax (including deferred tax)	1.08	0.77
Profit/(Loss) after Tax	4.13	2.20
Share Capital and Reserve & Surplus	33.84	31.71
Total liabilities other than Share capital & Reserve	144.73	115.97
Total Assets	178.57	147.68
Loan Asset Portfolio	169.39	139.98

4. DIVIDEND

In view of the need to conserve the funds for plough back, the Directors feel it desirable not to recommend any Dividend on Equity Shares for the Financial Year.

5. CHANGE IN NATURE OF BUSINESS, IF ANY

There is no change in the nature of Business during the Financial Year 2021-22.

6. AMOUNTS TRANSFERRED TO RESERVES

Your Board has transferred an amount of Rs. 6,43,000/- out of the current year profit to the Statutory Reserve maintained u/s 45IC of RBI Act. Post transfer of profits to reserves, your Board proposes to retain Rs.25.71 lakhs in the Retained Earnings.

7. CHANGES IN SHARE CAPITAL DURING THE FINANCIAL YEAR, IF ANY

There was no change in the share capital of the company during the Financial Year 2021-22. As on date of this report, the Authorised share capital of the Company is Rs. 15,00,00,000/- (Rupees Fifteen Crores Only) divided into 1,30,000 equity shares of Rs. 1000/- each and 20,000 preference shares of Rs.1000/- each. The issued, subscribed and Paid up share capital of the Company as on the date of this report is Rs. 6,03,02,000/- (Rupees Six Crores Three Lakhs Two Thousand only) consisting of 60,302 equity shares of Rs. 1000/- each.

8. DISCLOSURE REGARDING ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS

The Company has not issued any equity shares with differential rights during the financial year.

9. DISCLOSURE REGARDING ISSUE OF EMPLOYEE STOCK OPTIONS

The Company has not issued any employee stock options during the financial year.

10. DISCLOSURE REGARDING ISSUE OF SWEAT EQUITY SHARES

The Company has not issued any sweat equity shares during the financial year.

11. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY AFTER BALANCE SHEET DATE TILL THE DATE OF THIS REPORT

There were no other material changes or commitments affecting the financial position of the company after balance sheet date till the date of this report.

12. DIRECTORS

The Board of Directors of the Company is duly constituted and the present structure as on the date of this report is as follows:

Sl. No.	Name	Designation	Date of Appointment	DIN	Status-Resident/ Non Resident	Category-Independent / Non Independent	Executive / Non Executive
1.	Griger Cherry Williams	Managing Director	30/09/2001	00145586	Resident	Non Independent	Executive
2.	Susanna Isaac	Director	30/08/2010	03296118	Resident	Non Independent	Non-Executive
3.	Chungath Cheru Simon	Director	05/11/1996	00074163	Resident	Non Independent	Non-Executive
4.	Jojo Joseph Njezhuvinkel	Director	04/08/2016	07538990	Resident	Non Independent	Non-Executive
5.	Kocheril Ittoop Varghese	Director	06/11/2018	08291568	Resident	Non Independent	Non-Executive
6.	Cheruvathoor Kuriappan Appumon	Director	31/12/2020	00135500	Resident	Non Independent	Executive
8.	Abin M Behanan	Independent Director	03/03/2020	08712671	Resident	Independent	Non-Executive

Adv. Kadapuram Mathews mathai (DIN: 08212342) has resigned from the post of Independent Director with effect from 23.08.2022 due to his poor health condition.

In accordance with the Companies Act 2013, Mr. Kocheril Ittoop Varghese (DIN: 08291568), and Mr. Jojo Joseph Njezhuvinkel (DIN: 07538990) are liable to retire from office by rotation and are eligible for reappointment.

13. KEY MANAGERIAL PERSONNEL

The Company has complied with section 203 of the Companies Act, 2013 and Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 with regard to appointment of Key Managerial Personnel.

14. THE DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR

There has been no change in the constitution of Board of Directors and Key managerial personnel during the year under review i.e. the structure of the Board remains the same.

15. NUMBER OF BOARD MEETINGS HELD AND THE DATE ON WHICH HELD

The Board of Directors had held Four Board meetings during the year. The dates on which the meetings were held are as follows:

02/06/2021	07/09/2021	02/12/2021	21/03/2022
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The maximum time gap between any two meetings was not more than 120 days.

16. ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETINGS & LAST ANNUAL GENERAL MEETING:

Name of the Director	Attendance particulars		Shareholding in the Company (Face value of Rs. 1000/- each)
	Board meetings	last AGM (30.09.2021)	
			Equity Shares
Chungath Cheru Simon	04/04	Present	1,208
Griger Cherry Williams	04/04	Present	17,311
Susanna Isaac	04/04	Present	309

Jojo Joseph Njezhuvinkel	04/03	Present	-
Cheruvathoor Kuriappan Appumon	04/04	Present	23
Kadapuram Mathews mathai	04/04	Present	-
Kocheril Ittoop Varghese	04/04	Present	-
Abin M Behanan	04/04	Present	-

17. INDEPENDENT DIRECTORS & STATEMENT OF DECLARATION

The Company is covered under section 149 (4) of the Companies Act, 2013 and Rule 4 of the Companies (Appointment and Qualifications of Directors) Rules, 2014. The company has 2 independent Directors during the reporting financial year and obtained declaration of Independence from them.

18. WOMEN DIRECTOR

The Company is not covered under rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and hence it is not mandatory to appoint women director in the Board. However, company has women director in the Board.

19. NOMINATION AND REMUNERATION COMMITTEE & POLICY

The company is covered under section 178 (1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014. Nomination and Remuneration Committee consist of following members;

- | | | |
|-------------------------------|---|---------------------------------|
| 1. Adv. K. Mathews Mathai | - | Chairman (Independent Director) |
| 2. CA Abin M Behanan | - | Member (Independent Director) |
| 3. Dr. Griger Cherry Williams | - | Member (Managing Director) |

During the Financial Year, 2021-22, meeting of Nomination and Remuneration Committee was held on 01/06/2021.

20. DETAILS OF THE REMUNERATION PAID TO EXECUTIVE DIRECTOR FOR THE YEAR

The aggregate of remuneration paid to the executive Directors for the Financial 2021-22 were as follows;

- | | | |
|-------------------------------|---|------------------|
| 1. Dr. Griger Cherry Williams | - | Rs. 36,00,000/- |
| 2. Mr. Appumon C K | - | Rs. 24,00,000 /- |

21. REMUNERATION PAID TO NON EXECUTIVE DIRECTORS

The aggregate of salary and perquisites paid for the year ended 31st March, 2022 to the Non- Executive Directors of the Company were as follows:-

- | | | |
|---------------------------------|---|------------------|
| 1. Mrs. Susanna Isaac | - | Rs. 17,50,000 /- |
| 2. Mr. Jojo Joseph Njezhuvinkel | - | Rs. 12,00,000/- |

22. AUDIT COMMITTEE

The Company is covered under section 177 of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014. Audit Committee of the Board consists of following members;

- | | | |
|-------------------------------|---|---------------------------------|
| 1. CA Abin M Behanan | - | Chairman (Independent Director) |
| 2. Adv. K Mathews Mathai | - | Member (Independent Director) |
| 3. Dr. Griger Cherry Williams | - | Member (Managing Director) |

During the Financial Year, 2021-22, meeting of Audit Committee was held on the following dates;

01/06/2021	07/09/2021	02/12/2021	21/03/2022
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23. VIGIL MECHANISM

The company is not required to constitute a vigil mechanism pursuant to the provision of section 177 (9) of the companies Act, 2013 and Rules framed thereunder.

24. STAKEHOLDERS RELATIONSHIP COMMITTEE

Stakeholders Relationship Committee with Mrs. Susanna Isaac as Chairperson, Dr.Griger Cherry Williams, Mr. K I Varghese, Mr. Shajan A.D and Mr.Tony K.F as members is formed as per Section 178 of the Companies Act 2013.

The Committee reviews and redress the grievances of stakeholders of the company including the shareholders and investors complaints like transfer of shares, debentures, non-receipt of NCD certificates, non-receipt of NCD interest, declared Dividends, etc besides complaints from SEBI, Stock Exchanges, Court and various Investor forums. The Committee also oversees the performance of Registrar and Transfer Agents and recommend measures for overall improvement in the quality of investors' services.

During the year under review, there were no complaints received and there were no outstanding complaints as on 31st March, 2022. No request for transfer was pending as on 31st March, 2022.

25. STATUTORY AUDITOR

Mr. Damodaran P, Chartered Accountant, appointed as the Statutory Auditor of the Company for a period of 5 years from the conclusion of the 23rd Annual General Meeting till the conclusion of the 28th Annual General Meeting.

26. AUDITORS REPORT

The Report of the Auditors of the Company and notes to accounts are self-explanatory except to the extent of qualifications as specified in **Addendum** as attached to the Directors' report as **Annexure-I**.

27. COST AUDITORS

The Company is not required to appoint Cost Auditor under section 148 of the Companies Act, 2013.

28. MAINTENANCE OF COST RECORDS

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

28. SECRETARIAL AUDIT REPORT

The Company is not covered under section 204 of the Companies Act, 2013 and hence not required to annex Secretarial Audit Report.

29. DEPOSITS AND DEBENTURES

The Company has not accepted any deposits from public during the year. The details of outstanding Debentures and Subordinated Debt are provided herewith;

Total outstanding debentures as on 31.03.2022 was Rs. 58,48,52,000 /- and total outstanding subordinated debt as on 31.03.2022 was Rs. 61,77,67,000/-.

30. LOANS, GUARANTEES AND INVESTMENTS.

The Company has neither granted any loans, secured or unsecured to companies, firms or other parties nor made investment within the meaning of Section 186 of the Companies Act, 2013 and rules made there under during the FY 2021-22. The company had given Corporate Guarantee for Term Loan of Rs.15,00,00,000/- sanctioned by Canara Bank, MG Road Branch to Vanchinad Finance Pvt Ltd(Wholly Owned Subsidiary). Details of total Loans and Advances, Guarantee and investments of the company are included in the Audited Financial Statements.

31. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES.

During the FY 2021-22, no company become or ceased to be Subsidiary, Joint Venture or Associates of SML Finance Limited.

As required under Section 129 (3) of the Companies Act, 2013, the consolidated financial statements of the Company along with its subsidiaries is placed before the Annual General Meeting of the Company along with the Financial Statements of the Company.

Further as required under Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing salient features of the financial statement of Company's subsidiaries, associate companies and joint ventures are to be provided in Form AOC-1 and is set out as **Annexure II** attached hereto and forms part of this report.

32. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTY TRANSACTIONS

The Company had entered into related party transactions during the financial year 2021-22. As per Section 134 (3) (h) of the Companies Act, 2013, the particulars of Contracts or Arrangements with related parties within the meaning of Section 188 is provided in the prescribed Form AOC-2 and forms part of this Report as **Annexure III**.

33. CORPORATE SOCIAL RESPONSIBILITY

The Company is not required to carry CSR activities during the FY 2021-22.

34. EXTRACT OF ANNUAL RETURN

As required under Section 134(3A) of the Companies Act 2013, Annual Return under Section 92 in the prescribed form is published in the website of the company www.smlfinance.com .

35. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013.

The Company has constituted Internal Complaints Committee and during the Financial Year, there were no cases reported or filed regarding sexual harassment of women at workplace. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

36. FRAUD REPORTING

During the Financial Year, there were no cases regarding fraud have been reported to the Board/Central Government.

37. DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL

No order has been passed by the Regulators/Courts/Tribunal, which affects the going concern status or Company's operations.

38. VOLUNTARY REVISION OF FINANCIAL STATEMENTS OR BOARD'S REPORT

There was no voluntary revision of Financial Statements or Board's Report in respect of preceding three financial years.

39. STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has adequate internal control and process on place with respective Financial Statements, which provides reasonable assurance regarding the reliability of financial reporting and the preparation of financial Statements. This Controls and processes are driven through various policies, procedures and certification. The processes and controls are reviewed periodically. The Company has a mechanism of testing the controls at regular intervals for their design and operating effectiveness to ascertain the reliability and authenticity of financial information.

Report on the Internal Financial Control with Reference to the Financial Statements included in the Auditor's Report.

40. FORMAL ANNUAL EVALUATION

The Company is not covered under section 134 (3) (p) of the Companies Act, 2013 and Rule 8(4) of the Companies (Accounts) Rules, 2014 and hence the statement regarding manner adopted for formal annual evaluation is not mandatory. However company is doing formal annual evaluation of Board of Directors and senior management.

41. RISK MANAGEMENT

The Company recognizes the importance of risk management and towards this end, the Board of Directors had approved and adopted Risk Management Policy (the 'Policy') for implementation of risk management strategy. The board also constituted a Risk Management Committee for reviewing the systems used to manage, identify and assess risks faced by the Company viz., credit risk, operational risk, liquidity risk, governance risk, interest rate risk etc. For each risks identified in the process, corresponding controls are assessed and procedure are put in place for monitoring, mitigating and reporting risk on a periodic basis.

The following risk management activities were carried out during the financial year:

- A) Assessed and strengthened the Policy for further standardization of risk identification, assessment and governance of risks across the Company.
- B) Assessment of business momentum relative to competition and competitive position in key market segments.
- C) Regularly assessed progress on the execution of strategic decisions, progress on the growth of software enabled services, impact of automation, performance of subsidiary businesses and operating cost optimization.
- D) Regularly assessed the business environment including trend line of key external indicators and internal business indicators such as client concentration.
- E) Reviewed key operational risks and actions based on inputs from external assessments, internal audit findings and incidents. Reviewed operational risk areas including client service delivery and information security.
- F) Monitored key developments in the regulatory environment and its impact in operations of the Company.

42. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Your company's operations do not involve large-scale use of energy. The disclosure of particulars under this head is not applicable as your Company operates in the service sector. Although your company is not large-scale energy user, it acknowledges, the concept of conservation of energy. There were no foreign exchange earnings or outgo for the Company during the financial year.

43. UNSECURED LOAN FROM DIRECTORS AND RELATIVES

During the Financial year 2021-22, the Company has accepted unsecured loan from directors and their relatives. The Company had also obtained declarations from them, at the time of accepting money, specifying that the amount lend by them was not the fund acquired by borrowing or accepting loan or deposit from others. Details are given below;

Name of the Director/ Relative of Director	Loan outstanding as on 31.03.2021	Loan Accepted During the FY 2021-22	Loan Repaid During the FY 2021-22	Loan outstanding as on 31.03.2022
Susanna Isaac	6,03,000	8,06,000	-	14,09,000
C. C. William Varghese	90,57,000	7,18,60,000	4,65,09,000	3,44,08,000

Mary Williams	2,62,000	37,43,000	-	40,05,000
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44. DIRECTORS' RESPONSIBILITY STATEMENT

In compliance to the provisions of Section 134 (5) of the Companies Act, 2013 your Directors wish to confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures:
- (ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the annual accounts on a going concern basis; and
- (v) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

45. SECRETARIAL STANDARDS

Your directors wish to confirm that the applicable secretarial standards had been complied by the Company.

46. APPRECIATION

We take this opportunity to thank all regulators including the Reserve Bank of India, Registrar of Companies, Income Tax and GST authorities etc for their valuable guidelines and advises for the corporate compliance, Social responsibility and growth of the company. We also thank all the employees for their contribution to the growth and success of your Company. We would also like to thank our customers, bankers, shareholders, Investors, debenture holders, Debenture Trustees and business associates for their support during the fiscal

For and on behalf of the Board of
SML FINANCE LIMITED

Sd/-
Griger Cherry Williams
Managing Director
(DIN: 00145586)
Address: Chungath House, Guruvayur Road P.O.,
Kunnamkulam Thrissur, Kerala - 680503)

Sd/-
Kocheril Ittoop Varghese
Director
(DIN: 08291568)
Address: Flat No. West 127 Federal Park,
Vennala, Ernakulam, Kerala - 682028)

Place: Ernakulam
Date: 05.09.2022

ADDENDUM TO DIRECTORS' REPORT**Auditor's qualification -1****Basis for opinion**

We draw your attention to Note no. 3.10 to the standalone financial statements. The Company has investment in Related Entities (unquoted equity shares) with a carrying value at cost of Rs. 3.58 Crores. According to information available and explanations obtained in respect of non-current investments (Long term investments) in related entities ("the parties") it has been observed from the perusal of the financial statements of these parties that the said parties have accumulated losses and their respective net worth have been substantially eroded. Further some of these parties have incurred net loss during the current year and previous year(s). Further there is a clear indication that there is a decline in the carrying amount of these investments which is other than temporary. Changes in business environment could have a significant impact on the valuation of these investments. As per AS-13 "Accounting for Investments" Para 17; if there is a decline, other than temporary, in the value of a long-term investment, the carrying amount is reduced to recognise the decline. The company has not carried out the impairment test periodically. We have not been able to corroborate the Management's contention of realising the carrying value of its investments. Accordingly, we are unable to comment on the appropriateness of the carrying value of such investments and their consequential impact on the financial results and the financial position of the Company as at and for the year ended March 31 2022.

Company's reply to qualification 1

As the Equity Shares of BRD group of Companies were Unquoted, the shares were traded in Units. Each Unit comprise of total number of 5000 shares which includes shares of BRD Securities Limited, BRD Finance Limited and BRD Motors Limited in different proportions.

SML Finance has made investments in unquoted equity shares of BRD group of companies by purchasing the Units of Shares from different customers at different rates.

As the Shares were traded in Units of 5000 Shares as mentioned above, we humbly request you to consider the Investments in Shares of BRD group of Companies all together as a Single investment and Compare the total FMV with the Value of Investment made.

If thus considered, the total FMV of the total shares held by SML Finance Limited in BRD group of Companies will be more than amount invested by SML Finance in BRD group of Companies.

Auditor's qualification -2**Basis for opinion**

Loans and advances to related parties amounting to Rs. 9.16 Crores represents the amount receivable from relatives of the Director of the Company. The amount represents the dues recoverable from the related party consequent to the search and Honorable settlement commission order. As the balance is remaining outstanding without any recovery and also since no provision for interest receivable is made by the Company against the loans and advances to related parties, we are unable to comment upon the recoverability, if any.

Company's reply to qualification 2

There was a search by the Income Tax Department in the premises of SML Finance Limited and certain omissions and discrepancies were found out by them. In order to settle tax matter, the company had submitted application to the Settlement Commission in FY 2018-19.

The Settlement Commission has completed the proceedings vide its order under section 245(D)4 dated 24.06.2020. As the matter was concluded before the finalization of accounts for the year 2019-20, all the entries relating to the same was passed in books of accounts for FY 2019-20.

Out of the additional income declared before the Settlement commission Rs: 9.16 crores were advanced to Mr. C.C.William Verghese for meeting the cost of purchase of land which is over and above the value shown in the documents. These lands were offered as Collateral security for Credit facilities availed from banks by SML Finance Limited and its wholly owned subsidiary Vanchinad Finance Private Limited and hence the beneficiaries of these properties are SML Finance Limited & Vanchinad Finance Pvt Ltd. In FY 2021-2022 a substantial portion of this amount will be recouped by transfer of ownership of personal property of Mr. CC William Verghese to SML Finance Limited. This transfer of ownership is currently delayed due to a restriction imposed by the Court on transfer of Immovable property.

Auditor's qualification -3

Opinion - "Annexure B" To The Independent Auditors' Report

The company's ERP is not capable of calculating the NPA provisions along with automatic adjustment of interest reversal as mandated by RBI prudential norms and it requires manual intervention.

Company's reply to qualification 3

We are in the process of moving to a fully automated environment. Due to Covid-19 related issues delay in taking place in implementation.

For and on behalf of the Board of
SML FINANCE LIMITED

Sd/-
Griger Cherry Williams
Managing Director
(DIN: 00145586)
Address: Chungath House, Guruvayur Road P.O.,
Kunnamkulam Thrissur, Kerala - 680503)

Sd/-
Kocheril Ittoop Varghese
Director
(DIN: 08291568)
Address: Flat No. West 127 Federal Park,
Vennala, Ernakulam, Kerala - 682028)

Place: Ernakulam
Date: 05.09.2022

Form AOC-1

(Pursuant to first provision to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs. and Cr)

Sl. No.	Particulars	Details
1	Name of the subsidiary	VANCHINAD FINANCE PRIVATE LIMITED
	The date since when subsidiary was acquired	31.05.2016
	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A
	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A
	Share capital	22.00
	Reserves & surplus	11.84
	Total assets	178.57
	Total Liabilities	178.57
	Investments	0
	Turnover	36.71
	Profit before taxation	5.21
	Provision for taxation / deferred tax	1.08
	Profit after taxation	4.13
	Proposed Dividend	Nil
	% of shareholding	100%

For and on behalf of the Board of
SML FINANCE LIMITED

Sd/-
Griger Cherry Williams
Managing Director
(DIN: 00145586)
Address: Chungath House, Guruvayur Road P.O.,
Kunnamkulam Thrissur, Kerala - 680503)

Sd/-
Kocheril Ittoop Varghese
Director
(DIN: 08291568)
Address: Flat No. West 127 Federal Park,
Vennala, Ernakulam, Kerala - 682028)

Place: Ernakulam
Date: 05.09.2022

Form No. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto

Details of material contracts or arrangements or transactions at arm's length basis

Sl. No: 1	Particulars	Details
a)	Name of the related party & nature of relationship	C C William Varghese Father of Managing director
b)	Nature of contracts/arrangements/transaction	Rent given for using of property
c)	Duration of the contracts/arrangements/transaction	2021-22
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 28,80,000 /-
e)	Date of approval by the Board	21.05.2018
f)	Amount paid as advances, if any	Nil

Sl. No: 2	Particulars	Details
a)	Name of the related party & nature of relationship	Mary Williams Mother of Managing director
b)	Nature of contracts/arrangements/transaction	Professional Consulting fee
c)	Duration of the contracts/arrangements/transaction	2021-22
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 7,20,000 /-
e)	Date of approval by the Board	12.04.2019
f)	Amount paid as advances, if any	Nil

Sl. No: 3	Particulars	Details
a)	Name of the related party & nature of relationship	Susanna Isaac Director
b)	Nature of contracts/arrangements/transaction	Remuneration for holding office or place of profit
c)	Duration of the contracts/arrangements/transaction	2021-22
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 17,50,000/-

e)	Date of approval by the Board	22.12.2020
f)	Amount paid as advances, if any	Nil

Sl. No: 4	Particulars	Details
a)	Name of the related party & nature of relationship	Jojo N.J Director
b)	Nature of contracts/arrangements/transaction	Remuneration for holding office or place of profit
c)	Duration of the contracts/arrangements/transaction	2021-22
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 12,00,000/-
e)	Date of approval by the Board	04.08.2016
f)	Amount paid as advances, if any	Nil

Sl. No: 5	Particulars	Details
a)	Name of the related party & nature of relationship	BRD Car World Limited (Directors of the company are related)
b)	Nature of contracts/arrangements/transaction	Rent Received for leasing of Property
c)	Duration of the contracts/arrangements/transaction	As per the Rent Agreement
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 3,73,500 /-
e)	Date of approval by the Board	21.05.2018
f)	Amount paid as advances, if any	Nil

For and on behalf of the Board of
SML FINANCE LIMITED

Sd/-
Griger Cherry Williams
Managing Director
(DIN: 00145586,
Address: Chungath House, Guruvayur Road P.O.,
Kunnamkulam Thrissur, Kerala - 680503)

Sd/-
Kocheril Ittoop Varghese
Director
(DIN: 08291568,
Address: Flat No. West 127 Federal Park,
Vennala, Ernakulam, Kerala - 682028)

Place: Ernakulam
Date: 05.09.2022

Independent Auditor's Report

To the Members SML Finance Limited

Report on the Audit of the Financial Statements

Qualified Opinion

1. We have audited the standalone financial statements of SML Finance Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, and the statement of Profit and Loss and the 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.
2. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements 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 31st, 2022 and Profit/loss and its cash flows for the year ended on that date.

Basis for Qualified Opinion

3. We draw your attention to the following matters:
 - i. We draw your attention to Note no. 3.10 to the standalone financial statements. The Company has investment in Related Entities (unquoted equity shares) with a carrying value at cost of Rs. 3.58 Crores. According to information available and explanations obtained in respect of non-current investments (Long term investments) in related entities ("the parties") it has been observed from the perusal of the financial statements of these parties that the said parties have accumulated losses and their respective net worth have been substantially eroded. Further some of these parties have incurred net loss during the current year and previous year(s). Further there is a clear indication that there is a decline in the carrying amount of these investments which is other than temporary. Changes in business environment could have a significant impact on the valuation of these investments. As per AS-13 "Accounting for Investments" Para 17; if there is a decline, other than temporary, in the value of a long-term investment, the carrying amount is reduced to recognise the decline. The company has not carried out the impairment test periodically. We have not been able to corroborate the Management's contention of realising the carrying value of its investments. Accordingly, we are unable to comment on the appropriateness of the carrying value of such investments and their consequential impact on the financial results and the financial position of the Company as at and for the year ended March 31 2022.
 - ii. Loans and advances to related parties amounting to Rs. 9.16 Crores represents the amount receivable from relatives of the Director of the Company. The amount represents the dues recoverable from the related party consequent to the search and Honorable settlement commission order. As the balance is remaining outstanding without any recovery and also since no provision for interest receivable is made by the Company against the loans and advances to related parties, we are unable to comment upon the recoverability, if any.
4. We conducted our audit of the financial statements in accordance with 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 we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of matter

5. Regarding non availability of confirmations in respect of debit and/or credit balances of Loans, Advances, Deposits and Current Liabilities. In the absence of such confirmations, any provision to be made for the adverse variation in carrying of amounts of these balances, cannot be quantified, as well as the quantum of adjustment if any, required to be made remains unascertained. (Refer Note No 2.u)

Key Audit Matters

6. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole,

and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
The Company has investments in subsidiaries.	
These investments are accounted for at cost less impairment. If an impairment exists, the recoverable amounts of the above investment are estimated in order to determine the extent of the impairment loss, if any.	Evaluation of impairment risk and assessing whether triggers exist for any investment based on consideration of external and internal factors affecting the value and performance of the investment.
Determination of triggers for impairment in value of these investments and recoverable amount involves significant estimates and judgements, including those related to the possible effect of the COVID-19 pandemic.	Our audit procedures included: Obtained management assessment of recoverable amount for investments where impairment risk is identified. Evaluated the mathematical accuracy of the cash flow projection and assessed the underlying key assumptions in management's valuation models used to determine recoverable amount considering external data, including assumptions of projections, and assessed the forecasts against the historical performance, including the impact of the COVID-19 pandemic.

Information Other than the Financial Statements and Auditor's Report Thereon

7. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance under SA 720 'The Auditor's responsibilities Relating to Other Information'.

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

8. 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

9. 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
10. 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.
 11. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
 12. 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.
 13. 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.
 14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

15. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
16. 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.

(e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 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" attached herewith.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

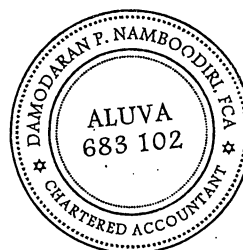
(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 3.26 to the financial statements.
- ii. The Company was not required to recognize a provision as at March 31, 2022 under the applicable law or accounting standards, as it does not have any material foreseeable losses on long-term contract including derivative contracts;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2022.
- iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 3.52 to the financial statements);

(b) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 3.53 to the financial statements); and

(c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

- v. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.



A handwritten signature in black ink, appearing to read "D. P. Namboodiri".

Damodaran P Namboodiri FCA
Chartered Accountant
Membership No.221178
UDIN: 22221178AWLUAR6591

Place : Aluva
Date : 05.09.2022

Annexure A referred to in clause 15 of paragraph on the 'Report on Other Legal and Regulatory Requirements' of our report of even date

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment. *
- (B) The Company has maintained proper records showing full particulars of Intangible assets.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given by the Management, the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company. *
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

* Documents related to the additions in immovable property and infrastructure facilities in the books of accounts consequent to the search and Honorable settlement commission order is not available for verification, we accepted the management representation related to the additions.

- (ii) (a) The Company's business does not involve inventories and, accordingly, the requirements under clause 3 (ii) (a) of the Order are not applicable to the Company and hence not commented upon
- (b) As disclosed in Note 3.6 to the accompanying standalone financial statements, the Company has been sanctioned working capital limits in excess of five crores in aggregate from banks during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of the standalone financial statements, the quarterly returns/statements filed by the Company with such banks are in agreement with the books of accounts of the Company.
- (iii) (a) According to the information and explanations given by the management, the principal business of the Company is to give loans. Therefore, in our opinion, the provisions of clause 3(iii)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given by the management and audit procedure performed by us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, the repayment of principal and payment of interest has been stipulated and the repayments or receipts have been regular.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the principal business of the Company is to give loans, so the irregular repayments or receipts of loans and advances overdue by more than 90 days are as below;

Number of borrowers	Overdue amount more than 90 days (in Crores)
10538	28.32

- (d) According to the information and explanations given by the management and audit procedure performed by us, the total amount overdue for more than ninety days is Rs.28.32 Crores, and the reasonable steps have been taken by the company for recovery of the principal and interest.
- (e) According to the information and explanations given by the management, the principal business of the Company is to give loans. Therefore, in our opinion, the provisions of clause 3(iii)(e) of the Order are not applicable to the Company.
- (f) According to the information and explanations given by the management and audit procedure performed by us, the Company has granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment. The aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013 is as below;

Particulars	(Amount in Crores)		
	All Parties	Promoters	Related Parties
Aggregate Amount of loans/ advances in nature of loans			
Repayable on demand (A)	Nil	Nil	18.72
Agreement does not specify any terms or period of repayment (B)	Nil	Nil	Nil
Total (A+B)	Nil	Nil	18.72
Percentage of loans/ advances in nature of loans to the total loans	Not Applicable	Not Applicable	12.69%

- (iv) 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.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable
- (vi) To the best of our knowledge and as explained, the Company is not in the business of sale of any goods. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company
- (vii) (a) The Company does not have liability in respect of Sales tax, Service tax, Duty of excise and Value added tax during the year since effective 1 July 2017, these statutory dues have been subsumed into GST.

According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, cess, goods and service tax sales-tax, service tax, duty of customs, duty of excise, value added tax and any other statutory dues to the appropriate authorities.

According to the information and explanations given to us and audit procedure performed by us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, cess, sales-tax, service tax, duty of customs, duty of excise, value added tax and other statutory dues were outstanding as at March 31, 2022 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of goods and service tax, provident fund, employees' state insurance, goods and service tax, cess, sales-tax, service tax, duty of customs, value added tax which have not been deposited on account of any dispute.

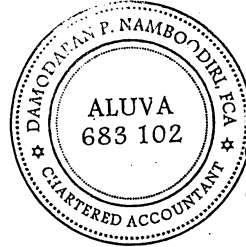
The particulars of dues of income tax as at 31st March, 2022 which have not been fully deposited on account of dispute Refer Note No 3.26 to the financial statements

- (viii) According to the information and explanations given to us and audit procedure performed by us, the Company has not surrendered or disclosed any transaction as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Therefore, the provisions of clause 3(viii) of the Order are not applicable to the Company. (Refer Note No +3.49)
- (ix) (a) In our opinion and according to the information and explanations given by the management, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.

- (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans except vehicle loans from banks.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and audit procedure performed by us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or associate companies.
- (x) (a) According to the information and explanation given by the Management and audit procedure performed by us, the Company has not raised any money by way of initial public offer or further public offer during the year. Further, monies raised by the Company by way of private placement of non-convertible debentures were applied for the purpose for which those were raised
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) According to the information and explanations given to us, no whistle-blower complaints have been received during the year. Therefore, the provisions of clause 3(xi)(c) of the Order are not applicable to the Company.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given by the management and audit procedures performed by us, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) To the best of our knowledge and as explained, the Company is not required to have the Internal Auditor system commensurate with the size and nature of its business, Accordingly, clause 3(xiv) of the Order is not applicable. .
- (xv) According to the information and explanations given by the management and audit procedures performed by us, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) (a) The company is required and obtained the registration under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
- (b) The company has not conducted Non-Banking Financial activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, there is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.

- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) On the basis of the financial ratios disclosed in Note 3.30 to the accompanying financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) According to the information and explanations given by the Management and audit procedures performed by us, the CSR requirement norms mentioned in section 135(1) of the Companies Act 2013 doesn't applicable to the company during the year, hence the requirements under clause 3 (xx) of the Order are not applicable to the Company and not commented upon.
- (xxi) The Companies (Auditor's Report) Order (CARO) is reported on the standalone financial statements of the Company. Therefore, the provision of clause 3(xxi) of the Order is not applicable to the Company.

Place : Aluva
Date : 05.09.2022



A handwritten signature in black ink, appearing to read "D. P. Namboodiri", written over a horizontal line.

Damodaran P Namboodiri FCA
Chartered Accountant
Membership No.221178

“Annexure B” to the Independent Auditor’s Report

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

We have audited the internal financial controls over financial reporting of SML Finance Limited (“the Company”) as of March 31, 2022 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

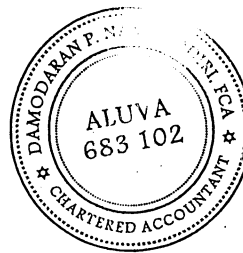
According to information's and explanations given to us the following material weakness has been identified as at 31st March 2022:

The company's ERP is not capable of calculating the NPA provisions along with automatic adjustment of interest reversal as mandated by RBI prudential norms and it requires manual intervention.

A "Material Weakness" is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statements will not be prevented or detected on a timely basis.

In our opinion, except to the possible effect of material weakness described above in which case we have extended our audit procedures to cover , the company has maintained in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as on March 2022, based on internal control over financial reporting criteria established by the company considering the essential components of internal controls stated in the guidance note on Audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India

Place : Aluva
Date : 05.09.2022



A handwritten signature in black ink, appearing to read "D. N. P.", written diagonally across the stamp.

Damodaran P Nambodiri FCA
Chartered Accountant
Membership No.221178

Balance Sheet As At 31st March 2022

(In ₹, '000)

Particulars	Note No	As at 31 st March 2022	As at 31 st March 2021
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3.1	60,302.00	60,302.00
(b) Reserves and surplus	3.2	4,85,867.78	4,82,654.40
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings	3.3	7,85,743.11	12,29,425.97
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	3.4	1,00,187.99	85,807.76
(d) Long-term provisions	3.5	53,460.88	38,805.95
4 Current liabilities			
(a) Short-term borrowings	3.6	5,56,529.43	2,13,733.70
(b) Trade payables		-	-
(c) Other current liabilities	3.7	25,153.04	28,008.85
(d) Short-term provisions	3.8	3,625.00	-
Total		20,70,869.23	21,38,738.63
II ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	3.9	57,176.57	54,483.58
(ii) Intangible assets	3.9	1,289.81	1,154.71
(iii) Capital work-in progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	3.10	2,55,833.97	2,55,833.97
(c) Deferred tax assets (net)	3.11	14,516.42	14,072.08
(d) Long-term loans and advances- Financing Activity	3.12	6,31,771.55	6,65,386.05
(e) Long-term loans and advances	3.13	1,30,962.78	1,26,794.17
(f) Other non-current assets	3.14	9,551.20	9,747.16
2 Current assets			
(a) Current investments	3.15	-	-
(b) Cash and cash equivalents	3.16	1,13,902.59	48,304.27
(c) Short-term loans and advances - Financing Activity	3.12	6,52,574.97	7,85,118.72
(d) Short-term loans and advances	3.17	1,03,824.24	1,00,297.28
(e) Other current assets	3.18	99,465.15	77,546.65
Total		20,70,869.23	21,38,738.63

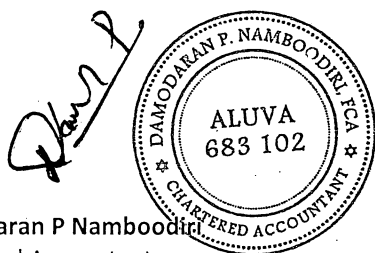
Summary of significant accounting policies

2

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

In terms of our report attached.

For and on behalf of the Board of Directors of SML Finance Limited



Damodaran P Namboodiri
Chartered Accountant
Membership No.221178

Place : Aluva
Date : 05.09.2022

Griger Cheryl Williams
Mg. Director (DIN : 00145586)

Shajan Aloor Devassy
(Chief Financial Officer)

Place : Kunnamkulam
Date : 05.09.2022

Appumon CK
Director (DIN : 00135500)



Profit and loss statement for the year ended 31st March, 2022

(In ₹, '000)

Particulars	Note No	From 01.04.2021 to 31.03.2022	From 01.04.2020 to 31.03.2021
I Revenue from operations	3.19	2,61,699.44	3,63,657.18
II Other income	3.20	85,341.59	81,804.05
III Total Income(I + II)		3,47,041.03	4,45,461.23
IV Expenses			
Employee benefits expense	3.21	72,056.75	69,517.67
Finance Cost	3.22	1,64,868.93	2,04,033.47
Depreciation and amortization expense	3.23	5,925.34	6,666.94
Other expenses	3.24	97,795.97	1,54,377.83
Total expenses		3,40,646.99	4,34,595.91
V Profit before exceptional and extraordinary items and tax (III-IV)		6,394.04	10,865.33
VI Exceptional items			
VII Profit before extraordinary items and tax (V - VI)		6,394.04	10,865.33
VIII Extraordinary Items			
IX Profit before tax (VII- VIII)		6,394.04	10,865.33
X Tax expense:			
Current tax		3,625.00	-
Deferred Tax		(444.34)	2,662.28
		3,180.66	2,662.28
XI Profit (Loss) for the period from continuing operations		3,213.38	8,203.05
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations			
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			
XV Profit/ (Loss) (XI + XIV)		3,213.38	8,203.05
XVI Earnings per equity share			
Basic		53.29	136.03
Diluted		53.29	136.03

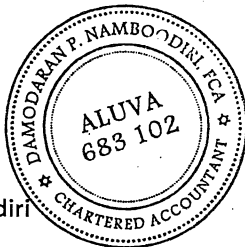
Summary of significant accounting policies

2

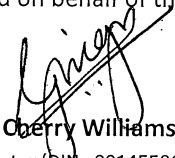
The accompanying notes are an integral part of the standalone financial statements.

In terms of our report attached.

For and on behalf of the Board of Directors of SML Finance Limited


Damodaran P Namboodiri
Chartered Accountant
Membership No.221178



Griger Cherry Williams
Mg. Director (DIN : 00145586)



Shajan Aloor Devassy
(Chief Financial Officer)



Appumon C K
Director (DIN : 00135500)



Place : Aluva
Date : 05.09.2022

Place : Kunnamkulam
Date : 05.09.2022

SML FINANCE LIMITED
Kunnamkulam

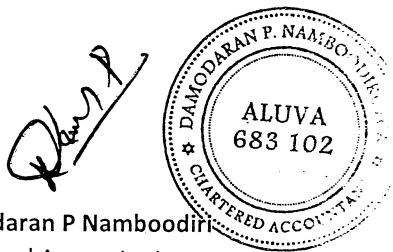
Cash Flow Statement for the year ended 31st March 2022

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

PARTICULARS	2021-22 RS	2020-21 RS
A. Cash Flow From Operating Activities :		
Net profit Before Taxation	6,394.04	10,865.33
<i>Adjustments for:</i>		
Depreciation	5,925.34	6,666.94
Interest Debited in P & L	1,64,868.93	2,04,033.47
Provision for Standard asset & NPA	14,654.93	(9,511.66)
Bad Debts written off	21,879.78	90,580.20
Loss on Sale of repossessed vehicles	-	169.45
Profit on Sale of Assets	(535.42)	(132.01)
Operating Profit before Working Capital Changes	2,13,187.61	3,02,671.70
(Increase)/Decrease in Loans & Advances - Financing activity	1,44,278.47	3,07,613.83
(Increase)/Decrease in Non current asset ,Loans & Advances	(3,972.65)	(659.38)
(Increase)/Decrease in Current Assets	(21,918.50)	(24,771.56)
(Increase)/Decrease in Short term Loans	1,005.65	(24,549.60)
Increase/(Decrease) in Sundry Creditors & Other liabilities	11,524.42	(22,816.93)
Cash from operations	3,44,105.00	5,37,488.07
Income Tax Paid	(4,532.61)	(4,192.85)
Net Cash From Operating Activities	3,39,572.39	5,33,295.21
B Cash Flow From Investing activities :		
Acquisition of Property Plant and Equipment	(8,878.25)	(1,432.60)
Acquisition of Intangible Assets	(699.17)	(309.08)
Proceedings from Sale of PPE	1,359.41	566.31
(Increase)/ Decrease in Deposits	-	-
Net Cash From Investing Activities	(8,218.01)	(1,175.37)
C Cash Flow From Financing Activities:		
Increase /(Decrease) Short Term Loans	(79,589.92)	(61,672.24)
Issue/ (Repayment) of Debentures and Bonds	(21,297.22)	(2,42,814.55)
Interest Paid	(1,64,868.93)	(2,04,033.47)
Net Cash From Financing Activities	(2,65,756.07)	(5,08,520.26)
Net Increase / Decrease In Cash And Cash Equivalents	65,598.32	23,599.59
Opening Cash And Cash Equivalents	48,304.27	24,704.68
Closing Cash And Cash Equivalents	1,13,902.59	48,304.27


In Terms of our Report

For and on behalf of the Board of Directors of SML Finance Limited




Damodaran P Namboodiri
Chartered Accountant
Membership No.221178

Place : Aluva
Date : 05.09.2022


Griger Cherry Williams
Mg. Director (DIN : 00145586)


Shajan Aldor Devassy
(Chief Financial Officer)

Place : Kunnamkulam
Date : 05.09.2022


Appumon C.K
Director (DIN : 00135500)



1 Corporate information

The Company is a non-systemically important Non-Banking Financial Company ("NBFC") registered with the Reserve Bank of India (RBI) under section 45-IA of the Reserve Bank of India Act, 1934 and primarily engaged in lending and related activities. The Company has received the certificate of registration A.16.00065 on 10th July, 1999, which was converted to B.16.00065 on 27.03.2017, enabling the Company to carry on business as Non-Banking Financial Company.

The Company offers broad suite of lending and other financial products such as mortgage loan, gold loan, loan against Automobiles.

Pursuant to amendment to the Schedule III of the Companies Act, 2013 issued by the Ministry of Corporate Affairs; following Balance Sheet line items in the previous year have been regrouped:

a. Security deposits - Earlier disclosed under the head of 'Long Term Loans and Advances' are shown under 'Other Non-Current Assets'

b. Current portion of long-term borrowings if any – earlier disclosed under the head of 'Current Liabilities' is shown under 'Short Term Borrowings'

Other new disclosures are given together with related notes

2 Basis of preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 as amended and Non-Banking Financial Company- Systematically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 as amended from time to time.

The financial statements have been prepared on an accrual basis and under the historical cost convention, except income from non-performing assets which is recognized on receipt basis.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of product and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - noncurrent classification of assets and liabilities. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

In case of any contradiction in applicable provisions of Reserve Bank of India, schedule III and accounting standards issued by ICAI, the Company has adopted the provisions of master directions of RBI.

2.1 Summary of significant accounting policies

a. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Interest

Interest income from financing activities is recognized on accrual basis by applying internal rate of return implicit in each loan agreement except in the case of non-performing assets, where it is recognised on the actual realization as per the Non-Banking Financial Company- Systematically Important Non Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and to the extent it is probable that the economic benefits will flow to the Company and revenue can be reliably measured.



Processing fees, late payment interest and all other financial charges except cheque bounce charges or instrument dishonor charges pertaining to loan agreement are recognized only on receipt basis. Cheque bounce charges or instrument dishonor charges pertaining to performing loans are recognized on accrual basis i.e. as & when the cheque/instrument is dishonored or bounced.

Other income

Other income is recognized on accrual basis of accounting. Income on units of mutual funds is recognized on receipt basis as and when redeemed in cash based on the NAV of redemption date.

b. 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.

c. 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.

d. Repossession of Assets

The accounts, where underlying security is repossessed and where management estimates irrecoverability of portion of loans, are written off to the extent of difference between amount outstanding in the books and value of underlying security as determined by the approved valuer.

The accounts, where underlying asset is repossessed and sold, are written off to the extent of difference between principal outstanding in the books and the full & final amount recovered from sale of repossessed assets under the accounting head "principal loss on repossession".

e. 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.

f. Property, Plant and Equipment

Property, plant and equipment, capital work in progress are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, nonrefundable taxes or levies, borrowing costs, if



capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditures related to an item of tangible assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. All other repair and maintenance costs are recognized in profit or loss as incurred

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

g. Depreciation on property, plant and equipment

Depreciation on property, plant and equipment is calculated on Written Down Value Method (W.D.V.) at the rates calculated with reference to the estimated useful life of assets prescribed in Schedule II to the Companies Act, 2013 or actual useful life of assets whichever is lower. Depreciation is recognized on a pro-rata basis to the Statement of Profit and Loss on the assets acquired, sold or disposed off during the year till the date of acquisition, sale or disposition.

Assets	Useful Lives
Buildings	60
Furniture & fixtures Electrical Fittings	10
Computer & data processing units	
a) Server & networks	6
b) End user device	3
Office equipment	5
Air conditioner & DG set	5
Vehicles	
a) Two wheelers	10
b) Four wheelers	8
Computer software	5

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

h. Intangible assets

Intangible Assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the enterprise and the cost of the assets can be measured reliably. Computer software which is not an integral part of the related hardware is classified as an intangible asset. Intangible assets are measured and recorded at cost and carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized on a straight-line basis over the estimated useful economic life as determined by management.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

i. 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.

j. 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.

k. Impairment of assets

The carrying amount of substantial assets is reviewed at each Balance Sheet date to identify if there is any indication of impairment based on internal/external factors. For any impairment, the recoverable amount of these assets is determined.

The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss, if any is charged to the Profit & Loss accounting the year in which an asset is identified.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount. The reversal of impairment is recognized in Statement of Profit and Loss, unless the same is carried at revalued amount and treated as revaluation reserve.

After recognition of impairment loss or reversal of impairment loss as applicable, the depreciation charge for the fixed asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on written down value basis over its remaining useful life.

l. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

Employee State Insurance is a defined contribution scheme and the contributions as required by the statute are charged to the Statement of Profit and Loss as and when incurred.

The Company provides for the gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated years mentioned under 'The Payment of Gratuity Act, 1972'. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation at each Balance Sheet date using the Projected Unit Credit Method.

Actuarial gains and losses are recognized in the Statement of Profit and Loss as and when incurred.

m. Income taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax



jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain, as the case may be, that sufficient future taxable income will be available

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

n. Earnings Per Share

The basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

o. Cash and Cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original

p. 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.

q. Classification of Debentures

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



r. 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.

s. The balance of Loans and Advances, Deposits and Current Liabilities etc. are considered as per books of account, pending confirmations and reconciliation. In the opinion of the management, since the amount due to/ from these parties are fully payable/recoverable, no material difference is expected to arise at the time of settlement, requiring accounting effect in as on 31-03-2022.

t. Written Offs

Financial assets are written off either partially or in their entirety only when the Company has no reasonable expectation of recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference recorded as an expense in the period of write off. Any subsequent recoveries are credited to statement of profit and loss account

u. 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.

v. Provisions

i. A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

ii. Provision policy for loan portfolios: Company provides for non-performing loans and advances as mentioned in Para 13 of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016. Provision for standard assets (including interest receivable) is made at 0.25% as mentioned in Para 14 of Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 and shown in the balance sheet as 'Contingent Provisions for standard asset'.

iii. For restructured asset -The lending institutions shall keep provisions from the date of implementation, which are higher of the provisions held as per the extant IRAC norms immediately before implementation, or 10 percent of the renegotiated debt exposure of the lending institution post implementation (residual debt).



3 Notes on accounts for the financial year ended 31st March, 2022

Particulars	(In ₹, '000 unless Otherwise Stated)			
	March 31, 2022		March 31, 2021	
	No.	Value	No.	Value
Authorised:				
Equity Shares of Rs. 1000 each	1,30,000	1,30,000.00	1,30,000	1,30,000.00
Preference Shares of Rs. 1000 each	20,000	20,000.00	20,000	20,000.00
Issued, Subscribed & Fully Paid Up:				
Equity shares of Rs 1000 each	60,302	60,302.00	60,302	60,302.00
TOTAL	60,302	60,302.00	60,302	60,302.00

3.1.1 Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of ` Rs. 1000 ' per share. Each holder of equity shares is entitled to one vote per share.

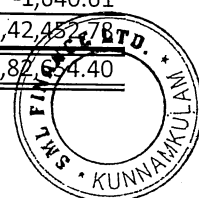
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

Equity Shares	(In ₹, '000 unless Otherwise Stated)			
	March 31, 2022		March 31, 2021	
	No.	Value	No.	Value
No: of equity shares at the beginning of the year	60,302.00	60,302.00	60,302.00	60,302.00
Add: Fresh issue	-	-	-	-
Less: shares bought back	-	-	-	-
Outstanding at the end of the year	60,302.00	60,302.00	60,302.00	60,302.00

Name of shareholders	(In ₹, '000 unless Otherwise Stated)			
	March 31, 2022		March 31, 2021	
	No: of shares	% of	No: of shares	% of
Equity shares of Rs 10 each, fully paid				
C C William Verghese	36,150.00	59.95%	36,150.00	59.95%
Dr. Griger Cherry Williams	17,311.00	28.71%	17,311.00	28.71%
Mary Williams	5,290.00	8.77%	5,290.00	8.77%

Name of shareholders	(In ₹, '000 unless Otherwise Stated)			
	March 31, 2022		March 31, 2021	
	No: of shares	% of	No: of shares	% of
Equity shares of Rs 10 each, fully paid				
C C William Verghese				
Dr. Griger Cherry Williams				
Mary Williams				

Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021
3.2 Reserves and Surplus		
3.2.1 Security Premium Account:		
As Per last balance sheet	21,198.50	21,198.50
(+) Additions during the year		
	21,198.50	21,198.50
3.2.2 Statutory Reserve Fund		
As Per last balance sheet	1,04,853.12	1,03,212.51
(+) Additions during the year	642.68	1,640.61
	1,05,496	1,04,853.12
3.2.3 Capital Redemption Reserve		
Amount as per Last Balance Sheet	14,150.00	14,150.00
(+) Additions/ transfers during the Year		
	14,150	14,150.00
3.2.4 Surplus /(Deficit) in Statement of Profit and Loss		
Opening Balance	3,42,452.78	3,35,890.34
Net Profit/(Loss) after tax as per Statement of Profit and Loss	3,213.38	8,203.05
(-) Transfer to Statutory Reserve	-642.68	-1,640.61
Closing Balance	3,45,023	3,42,452.78
Total	4,85,867.78	4,82,654.40



3 Notes on accounts for the financial year ended 31st March, 2022

3.2.5 Nature and purpose of Reserves

Securities premium

This Reserve represents the premium on issue of equity shares. The reserve can be utilised only for the purposes in accordance with the provisions of the Companies Act, 2013.

Statutory reserve

Statutory Reserve is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934. It requires every non banking finance institution which is a Company to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss before any dividend is declared. The Company has appropriated 20% of the Profit After Tax to the fund for the year.

General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of profit for the period at a specified percentage in accordance with applicable regulations. After the introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of the Companies Act, 2013.

Retained earnings or Surplus

This reserve represents the cumulative profits of the Company.

3.3 Long-Term Borrowings

Particulars	(In ₹, '000)			
	Non-Current		Current	
	March 31,2022	March 31,2021	March 31,2022	March 31,2021
Secured				
Non Convertible Debentures	2,89,883.00	5,98,891.00	2,80,969.00	21,271.00
Vehicle Loan from Banks	262.11	1,182.97	131.34	297.70
Unsecured				
Subordinated Debt	4,81,598.00	6,16,952.00	1,36,169.00	3,215.00
Non Convertible Debentures	14,000.00	12,400.00	-	-
Loans form Related Parties			39,822.00	
Total	7,85,743.11	12,29,425.97	4,57,091.34	24,783.70

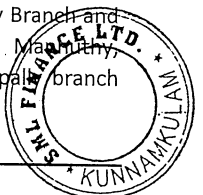
3.3.1 Debt Securities

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
(a) Secured Non-Convertible Debentures - Privately Placed	5,70,852.00	6,20,162.00
(b) Unsecured Non-Convertible Debentures - Privately Placed	14,000.00	12,400.00
(c) Unsecured Convertible Debentures - Privately Placed	-	-
Total (A)	5,84,852.00	6,32,562.00
Borrowings in India	5,84,852.00	6,32,562.00
Borrowings outside India	-	-
Total	5,84,852.00	6,32,562.00

3.3.2 Nature of Security

Non Convertible Debentures are secured by way of first charge on the Assets along with Receivables thereon, claims which are now due and owing to the company in the course of business or which at any time hereinafter due and owing related to or attached to or identified as Hire Purchase/ Hypothecation in sub branch 2 of Kunnankulam, Adimali, Edappally, Kattappana 1, Mattanchery, Paravoor, Perumbavoor 1, Vadakkekkad, Thiruvalla, Muvattupuzha and Angamali branches and as Micro Finance Loan & Small Ticket Business loan in Alappuzha, Cherthala-2, Chandiroor, Karthikappally, Mavelikkara-2, Thrrippunithara, Vadakara, Kollengode, Mepparambu, Kozhinjampara, Alathur, Ottupara, Mannarkkad, Irinjalkkuda, Ramanattukara and Vadakkekkad branches and as Personal Loan in Alappuzha, Angamaly, Chanthiroor, Cherthala-2, Guruvayoor, Iringalakkuda, Karthikapally, Kozhinjampara, Mannarkkad, Mannuthy, Mavelikkara-2, Muvattupuzha, Ramanattukara, Thamarassery, Thiruvalla, Thrrippunithura, Vadakara and Edappally Branches and as Gold Loan in Alathur, Kottayam, Muvattupuzha, Paravoor, Pathanamthitta-1, Perumbavoor, Thodupuzha, Vadakara, Vaniyankulam, Angmali, Kattappana, Kunnamkullam and Ponnani Branches and Demand Loans in Kunnankulam and Edappally branch, Mortgage Loan in Edappally Branch and Consumer Durable Loans of Alathur, Angamaly, Guruvayoor, Iringalakkuda, Kollengode, Kozhinjampara, Mannarkkad, Mannuthy, Mepparambu, Muvattupuzha, Ottupara, Pazhayanoor, Piravam, Thrrippunithara, Wadakkenchery, Vadakkekkad, and Edappally branch offices of the Company.

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



3 Notes on accounts for the financial year ended 31st March, 2022

Non Convertible Debentures - Private

3.3.3 Series wise classification of Non Convertible

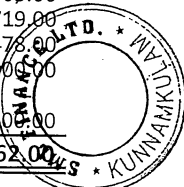
(In ₹, '000)

Particulars	Date of allotment	Date of maturity	(In ₹, '000)	
			March 31,2022	March 31,2021
NCD Series-45	30-06-2011	27-06-2021	-	13,514.00
NCD Series-46	31-08-2011	28-08-2021	-	1,832.00
NCD Series-47	31-08-2011	28-08-2021	-	5,680.00
NCD Series-49	31-12-2011	28-12-2021	-	245.00
NCD Series-53	30-06-2012	28-06-2022	40,493.00	51,641.00
NCD Series-54	31-07-2012	29-07-2022	24,492.00	32,058.00
NCD Series-55	31-08-2012	29-08-2022	25,001.00	32,348.00
NCD Series-56	30-09-2012	28-09-2022	23,576.00	32,802.00
NCD Series-57	31-10-2012	29-10-2022	29,293.00	39,900.00
NCD Series-58	30-11-2012	28-11-2022	39,852.00	46,878.00
NCD Series-59	31-12-2012	29-12-2022	20,768.00	26,126.00
NCD Series-60	31-01-2013	29-01-2023	18,331.00	23,658.00
NCD Series-61	28-02-2013	26-02-2023	28,330.00	36,772.00
NCD Series-62	31-03-2013	29-03-2023	30,833.00	38,362.00
NCD Series-63	30-04-2013	28-04-2023	22,424.00	25,912.00
NCD Series-64	31-05-2013	29-05-2023	17,720.00	20,218.00
NCD Series-65	25-06-2013	23-06-2023	20,504.00	25,216.00
NCD Series-68	25-06-2014	22-06-2024	600.00	600.00
NCD Series-69	31-07-2014	28-07-2024	500.00	500.00
NCD Series-70	24-11-2014	21-11-2024	-	5,500.00
NCD Series-71	31-03-2015	28-03-2025	1,700.00	1,700.00
NCD Series-72	30-04-2015	27-04-2025	1,500.00	3,000.00
NCD Series-73	31-07-2015	28-07-2025	2,750.00	3,250.00
NCD Series-75	28-10-2017	26-10-2027	14,845.00	17,345.00
NCD Series-77	30-12-2017	28-12-2027	8,500.00	10,050.00
NCD Series-78	27-02-2018	25-02-2028	8,200.00	8,200.00
NCD Series-79	31-03-2018	28-03-2028	2,800.00	2,800.00
NCD Series-80	30-12-2017	28-12-2027	2,500.00	5,000.00
NCD Series-82	11-06-2018	08-06-2028	10,990.00	14,290.00
NCD Series-83	23-07-2018	20-07-2028	9,500.00	9,500.00
NCD Series-84	11-06-2018	08-06-2028	-	12,400.00
NCD Series-85	21-07-2018	18-07-2028	15,900.00	18,772.00
NCD Series-86	05-07-2018	02-07-2028	11,712.00	13,412.00
NCD Series-88	23-07-2018	20-07-2028	21,155.00	23,406.00
NCD Series-89	11-08-2018	08-08-2028	4,800.00	5,300.00
NCD Series-90	16-01-2020	13-01-2030	2,600.00	3,050.00
NCD Series-90	03-02-2020	31-01-2030	4,600.00	4,900.00
NCD Series-90	17-02-2020	14-02-2030	1,970.00	2,450.00
NCD Series-90	02-03-2020	28-02-2030	3,350.00	3,700.00
NCD Series-91	16-03-2020	14-03-2030	7,750.00	7,750.00
NCD Series-91	30-04-2020	28-04-2030	2,000.00	2,525.00
NCD Series-92	28-07-2021	26-07-2031	14,000.00	-
NCD Series-93	16-08-2021	14-08-2031	2,500.00	-
NCD Series-93	31-08-2021	29-08-2031	7,250.00	-
NCD Series-93	16-09-2021	14-09-2031	6,100.00	-
NCD Series-93	30-09-2021	28-09-2031	11,725.00	-
NCD Series-94	16-10-2021	14-10-2031	5,500.00	-
NCD Series-94	30-10-2021	28-10-2031	8,300.00	-
NCD Series-94	16-11-2021	14-11-2031	9,640.00	-
NCD Series-94	30-11-2021	28-11-2031	10,150.00	-
NCD Series-95	15-02-2022	13-02-2032	800.00	-
NCD Series-95	28-02-2022	26-02-2032	6,740.00	-
NCD Series-95	15-03-2022	12-03-2032	6,196.00	-
NCD Series-95	31-03-2022	28-03-2032	14,112.00	-
Total			5,84,852.00	6,32,562.00

3.3.4 Coupon Rate wise classification of Non Convertible Debentures

(In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
NCD - Coupon Rate -11.5	2,29,959.00	2,29,959.00	2,78,260.00	2,78,260.00
NCD -Coupon Rate-12	2,37,824.00	2,37,824.00	2,42,705.00	2,42,705.00
NCD -Coupon Rate-12.5	64,042.00	64,042.00	52,719.00	52,719.00
NCD -Coupon Rate-13	36,527.00	36,527.00	41,478.00	41,478.00
NCD -Coupon Rate-13.5	2,500.00	2,500.00	5,000.00	5,000.00
NCD -Coupon Rate-14	-	-	-	-
NCD -Coupon Rate-14.5	14,000.00	14,000.00	12,400.00	12,400.00
Total	5,84,852.00	5,84,852.00	6,32,562.00	6,32,562.00



3 Notes on accounts for the financial year ended 31st March, 2022

3.3.5 Maturity wise classification of Non Convertible Debentures

(In ₹, '000)

From the Balance Sheet date	(a) Non- current	(b) Current maturity	Total
Repayable on maturity :			
Maturing beyond 5 years	2,36,185.00		2,36,185.00
Maturing between 3 years to 5 years	4,250.00	-	4,250.00
Maturing between 1 year to 3 years	63,448.00	-	63,448.00
Maturing within 1 year		2,80,969.00	2,80,969.00
Total	3,03,883.00	2,80,969.00	5,84,852.00

3.3.6 Subordinated Liabilities

(In ₹, '000)

Particulars	March 31,2022	March 31,2021
At Amortised Cost:		
(a) Subordinated Debts	6,17,767.00	6,20,167.00
Total (A)	6,17,767.00	6,20,167.00
Subordinated liability in India	6,17,767.00	6,20,167.00
Subordinated liability outside India	-	-
Total	6,17,767.00	6,20,167.00

Unsecured Subordinated Debt - Private Placement

3.3.7 Series wise classification of Subordinated Debt

(In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
Sub Ordinate Debts-Cumulative	56,740.00	56,740.00	56,740.00	56,740.00
Sub Ordinate Debts-Cumulative	29,567.00	29,567.00	29,567.00	29,567.00
Sub Ordinate Debts-Cumulative	29,150.00	29,150.00	29,150.00	29,150.00
Sub Ordinate Debts-Cumulative (Matured)	455.00	455.00	1,675.00	1,675.00
Sub Ordinate Debts	1,35,354.00	1,35,354.00	1,35,354.00	1,35,354.00
Sub Ordinate Debts	1,28,228.00	1,28,228.00	1,28,228.00	1,28,228.00
Sub Ordinate Debts	2,24,712.00	2,24,712.00	2,24,712.00	2,24,712.00
Sub Ordinate Debts	13,201.00	13,201.00	13,201.00	13,201.00
Sub Ordinate Debts (Matured)	360.00	360.00	1,540.00	1,540.00
Total	6,17,767.00	6,17,767.00	6,20,167.00	6,20,167.00

3.3.8 Interest Rate wise classification of

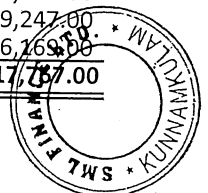
(In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
Sub Ordinate Debts-Cumulative-16.66%	1,15,797.00	1,15,797.00	1,17,007.00	1,17,007.00
Sub Ordinate Debts-Cumulative-18.18%	100.00	100.00	110.00	110.00
Sub Ordinate Debts-Cumulative-19.99%	15.00	15.00	15.00	15.00
Sub Ordinate Debts-11%	62,521.00	62,521.00	62,521.00	62,521.00
Sub Ordinate Debts-11.5%	96,103.00	96,103.00	96,103.00	96,103.00
Sub Ordinate Debts-12%	1,25,723.00	1,25,723.00	1,26,873.00	1,26,873.00
Sub Ordinate Debts-12.5%	81,977.00	81,977.00	82,007.00	82,007.00
Sub Ordinate Debts-13%	82,404.00	82,404.00	82,404.00	82,404.00
Sub Ordinate Debts-13.5%	30,427.00	30,427.00	30,427.00	30,427.00
Sub Ordinate Debts-14%	15,200.00	15,200.00	15,200.00	15,200.00
Sub Ordinate Debts-15%	7,500.00	7,500.00	7,500.00	7,500.00
Total	6,17,767.00	6,17,767.00	6,20,167.00	6,20,167.00

3.3.9 Maturity wise classification of Subordinated

(In ₹, '000)

From the Balance Sheet date	(a) Non- current	(b) Current maturity	Total
Repayable on maturity :			
Maturing beyond 5 years			
Maturing between 3 years to 5 years	42,351.00		42,351.00
Maturing between 1 year to 3 years	4,39,247.00		4,39,247.00
Maturing within 1 year		1,36,169.00	1,36,169.00
Total	4,81,598.00	1,36,169.00	6,17,767.00



3 Notes on accounts for the financial year ended 31st March, 2022

3.4 Other Long Term Liabilities		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(i) Other than Acceptances	-	-	
Interest accrued but not due on borrowings	1,00,187.99	85,807.76	
Total	1,00,187.99	85,807.76	

3.5 Long-term provisions		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Provision for Employee Benefits	-	-	
Others			
Contingent Provision on Standard Asset	2,784.57	3,210.19	
Contingent Provision on Non Performing Assets	39,880.30	35,595.76	
Contingent Provision on Restructured Assets	10,796.01	-	
Total	53,460.88	38,805.95	

3.6 Short-Term Borrowings		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Secured			
(a) Loans repayable on demand			
Federal Bank, Edappally	-	0.74	
South Indian Bank Ltd., Thrissur	1,274.42	27,943.94	
State Bank of India, Thrissur	87,795.72	1,26,049.22	
Dhanlaxmi Bank, Palarivattom	6,368.76	8,935.67	
State Bank of India - Covid Loan	3,999.20	16,098.44	
(b) Current maturities of long-term Borrowings	4,57,091.34	34,705.70	
Total	5,56,529.43	2,13,733.70	

Nature of Security

Loans repayable on demand from Banks

South Indian Bank Cash Credit having a limit of 2 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Kottayam Branch office of the Company and Mortgage on Landed properties

State Bank of India Cash Credit having a limit of 12 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Vaniyamkulam, Thamarassery, Kunnamkulam Sub Branch -1 & 3, Pathanamthitta I, Alathur, Ramanattukara, and Mepparambu and Micro Finance Loan & Small Ticket Business loan receivables of Angamaly, Vaniyamkulam, Thamarassery, Pazhayannoor, Vadakkenchery, Muvattupuzha, Piravam and Mannuthy Branch offices of the Company and Personal Loan Receivables of Althur, Mepparambu, Pazhayannoor, Vadakkenchery, Piravam, Kollemgode, Ottupara and Vadakkekkaad Branch offices of the Company and Mortgage on Landed properties

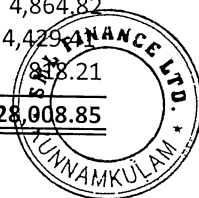
Dhanlaxmi Bank Cash Credit having a limit of 5 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Alapuzha, Kollengode, Mavelikara, Thodupuzha, Sulthan Bathery, Vadakara and Ponnani and Micro finance Loan & Small Ticket Business Loan receivables of Guruvayoor and Thiruvalla Branch offices of the Company and Mortgage on Landed properties

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 repayment of loans and interest.

3.7 Other Current Liabilities		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(a) Unclaimed NCD matured	150.00	413.00	
(b) Interest accrued but not due on borrowings;	-	-	
(c) Other Payables	-	-	
(i) HP Outstanding liabilities	10,724.67	15,539.14	
(ii) Statutory remittances (Refer note(i) below)	1,935.94	1,944.27	
(iii) Salaries and Wages Payable	4,636.97	4,864.82	
(iv) Expenses Payable	6,998.36	4,429.21	
(v) Chitty Liability	707.10	838.21	
Total	25,153.04	28,008.85	

Note (i) Statutory dues includes provident fund, employees state insurance, withholding taxes.



3 Notes on accounts for the financial year ended 31st March, 2022

3.8 Short Term Provisions

Particulars	March 31,2022	March 31,2021
(a) Provision for Employee Benefit		
(b) Provision - Others		
(i) Provision for Income Tax	3,625.00	-
Total	3,625.00	-

3.10 Non-current investments

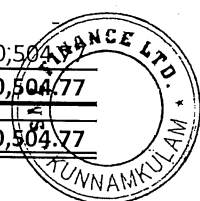
Particulars	March 31,2022	March 31,2021
		(In ₹, '000)
Non-trade investments (valued at cost unless stated otherwise):		
Investment in equity instruments (Quoted)		
(i) of subsidiaries		
Vanchinad Finance Pvt Ltd -2,20,00,000 Shares @ Rs.10	2,20,000.00	2,20,000.00
Investment in equity instruments (Quoted)		
(ii) of other entities		
377 Equity Shares of Muthoot Finance Ltd of Rs.175 each fully paid up (Market Value as on 31.03.2022 is Rs.1330.95 Each)	65.98	65.98
Non-trade investments (valued at cost unless stated otherwise):		
Investment in equity instruments (Un Quoted)		
BRD Securities Ltd	14,265.07	14,265.07
BRD Finance Ltd	4,464.72	4,464.72
BRD Motors Ltd	17,038.20	17,038.20
Total (A) - Gross	2,55,833.97	2,55,833.97
(i) Investments outside India		
(ii) Investments in India	2,55,833.97	2,55,833.97
Total (B) - Gross	2,55,833.97	2,55,833.97
Less: Impairment loss allowance		
Total	2,55,833.97	2,55,833.97

3.11 Deferred tax Assets/ (Liabilities)

Particulars	March 31,2022	March 31,2021
		(In ₹, '000)
A. Deferred tax liabilities	-	-
B. Deferred tax assets		
On difference between book balance and tax balance of fixed assets	1,762.21	3,508.74
Carried Forward Loss	-	1,604.60
Others	12,754.21	8,958.74
Total	14,516.42	14,072.08

3.12 Long Term Loans And Advances - Financing Activities

Particulars	March 31,2022	March 31,2021
		(In ₹, '000)
Loans and Advances		
Vehicle Loan	8,07,105.74	8,74,233.21
Mortgage Loan	30,397.43	34,965.60
Gold Loan	1,26,284.49	1,23,017.09
Property Loan	525.82	638.61
Personal Loans	3,19,985.63	4,16,983.03
Micro Finance Loan	47.41	667.22
Total - A Gross Amount	12,84,346.52	14,50,504.77
(i) Secured by Securities and Assets	9,64,313.48	10,32,854.51
(ii) Covered by Bank/Government guarantees	-	-
(iii) Unsecured	3,20,033.04	4,17,650.26
Total - B Gross Amount	12,84,346.52	14,50,504.77
Loans in India		
(i) Public Sector		
(ii) Others	12,84,346.52	14,50,504.77
Total - C Gross Amount	12,84,346.52	14,50,504.77
Total	12,84,346.52	14,50,504.77



3.12.1 Loans And Advances - Financing Activity Maturity Wise

(In ₹, '000)

Particulars	Non Current		Current	
	March 31,2022	March 31,2021	March 31,2022	March 31,2021
Loans				
(A)				
Vehicle Loan	4,62,185.96	5,26,356.20	3,44,919.79	3,47,877.02
Mortgage Loan	24,588.81	27,502.23	5,808.63	7,463.38
Gold Loan	18,365.72	13,239.14	1,07,918.77	1,09,777.95
Property Loan	525.82	525.82	-	112.79
Personal Loan	1,26,105.25	97,170.67	1,93,880.37	3,19,812.37
Micro Finance Loan	-	592.01	47.4	75.21
Total (A) - Gross	6,31,771.55	6,65,386.05	6,52,574.97	7,85,118.72
(B)				
(i) Secured by Securities and Assets	5,05,666.296	5,67,623.374	4,58,647.184	4,65,231.139
(ii) Covered by Bank/Government guarantees	-	-	-	-
(ii) Unsecured	1,26,105.254	97,762.678	1,93,927.783	3,19,887.578
Total (B) - Gross	6,31,771.55	6,65,386.05	6,52,574.97	7,85,118.72
(C)				
Loans in India				
(i) Public Sector	-	-	-	-
(ii) Others	6,31,771.55	6,65,386.05	6,52,574.97	7,85,118.72
Total (C) - Gross	6,31,771.55	6,65,386.05	6,52,574.97	7,85,118.72
Total	6,31,771.55	6,65,386.05	6,52,574.97	7,85,118.72

3.12.2 Category wise details of Financial Assets

(In ₹, '000)

Particulars	F.Y. 2021-22			
	Standard	Sub Standard	Doubtful	Total
Vehicle Loan	7,14,671.50	33,243.59	59,190.65	8,07,105.74
Mortgage Loan	13,748.81	16,451.04	197.59	30,397.43
Gold Loan	1,07,918.77	18,238.72	127.00	1,26,284.49
Property Loan	-	-	525.82	525.82
Personal Loan	2,77,338.20	42,647.43	-	3,19,985.63
Micro Finance Loan	47.41	-	-	47.41
Total Closing	11,13,724.69	1,10,580.77	60,041.06	12,84,346.52

3.12.3 Category wise details of Financial Assets

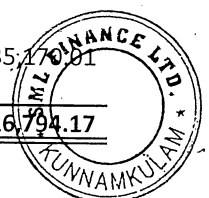
(In ₹, '000)

Particulars	F.Y. 2020-21			
	Standard	Sub Standard	Doubtful	Total
Vehicle Loan	7,97,165.044	24,393.462	52,674.706	8,74,233.212
Mortgage Loan	21,775.404	13,190.199	-	34,965.603
Gold Loan	1,09,777.953	13,239.135	-	1,23,017.088
Property Loan	112.792	525.818	-	638.610
Personal Loan	3,55,169.563	61,813.470	-	4,16,983.033
Micro Finance Loan	75.212	592.011	-	667.223
Total	12,84,075.968	1,13,754.095	52,674.706	14,50,504.769

3.13 Long Term Loans And Advances

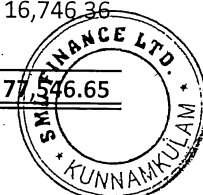
(In ₹, '000)

Particulars	March 31,2022	March 31,2021
Unsecured, considered good Loans and advances to related parties	91,624.16	91,624.16
Other Advances		
i. Balances with government authorities Income Tax refund receivable	39,338.62	35,170.01
Total	1,30,962.78	1,26,794.17



3 Notes on accounts for the financial year ended 31st March, 2022

3.14 Other non-current assets		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Unsecured considered good; Security Deposit	6,075.12	5,368.52	
Gratuity Fund	3,476.08	4,378.64	
Total	9,551.20	9,747.16	
3.15 Current investments		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Investment in mutual funds	-	-	
Total	-	-	
3.16 Cash And Cash Equivalents		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Cash in Hand	26,327.81	27,427.48	
Balance with banks			
(i) In Current Accounts	87,249.90	20,661.52	
(ii) Fixed Deposits	324.88	215.28	
Less: Maturity More than 1 Year	-	-	
	87,574.78	20,876.79	
Total	1,13,902.59	48,304.27	
3.17 Short Term Loans And Advances		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Unsecured, considered good Loans and advances to related parties			
Other Loans and Advance			
i. Balances with government authorities			
TDS, TCS and Advance Income Tax	4,532.61	4,192.85	
GST Receivables	269.98	18.18	
ii. Others (Unsecured, considered good)			
Vehicle Booking Advances	41,407.77	43,369.90	
Other Advances	57,613.87	52,716.35	
Total	1,03,824.24	1,00,297.28	
Advances recoverable in cash or in kind or for value to be received			
3.18 Other Current Assets		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(a) Accruals			
Interest Receivables on Loans	13,644.86	12,021.25	
Finance Charge/VL Interest Receivable	64,145.02	41,045.98	
(b) Others			
Repossessed Vehicles	4,811.04	5,811.74	
Chitty Investments	1,730.53	1,921.30	
HP/VL Receivables	15,134	16,746.36	
Total	99,465.15	77,546.65	



3 Notes on Financial Statements for the period ended 31st March 2022

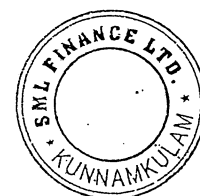
3.9 Property Plant and Equipments

(In ₹, '000)

Particulars	Land	Building	Furniture & Fittings	Electrical Fittings	Computers	Motor Vehicle	Office Equipments	Total
Cost:								
As at April 1, 2021	16,637.22	31,788.86	32,994.46	7,968.18	21,391.16	14,977.03	9,464.50	1,35,221.42
Additions	5,737.81		914.05	405.10	777.11		1,044.18	8,878.25
Disposals						1,915.03		1,915.03
As at March 31, 2022	22,375.03	31,788.86	33,908.52	8,373.28	22,168.27	13,062.00	10,508.68	1,42,184.64
Depreciation and impairment:								
As at April 1, 2021	-	5,998.57	27,112.41	6,597.45	20,024.90	12,771.94	8,232.58	80,737.84
Additions		1,991.10	1,546.85	468.78	464.56	358.53	531.45	5,361.27
Disposals						1,091.04		1,091
As at March 31, 2022	-	7,989.67	28,659.26	7,066.23	20,489.46	12,039.42	8,764.02	85,008.07
Net book value:								
As at April 1, 2021	16,637.22	25,790.29	5,882.06	1,370.74	1,366.25	2,205.09	1,231.93	54,483.58
As at March 31, 2022	22,375.03	23,799.19	5,249.26	1,307.05	1,678.80	1,022.57	1,744.66	57,176.57

Intangible Assets

Particulars	Software	Total
Cost:		
As at April 1, 2021	7,475.18	7,475.18
Additions	699.17	699.17
Disposals		
As at March 31, 2022	8,174.35	8,174.35
Depreciation and impairment:		
As at April 1, 2021	6,320.47	6,320.47
Additions	564.07	564.07
Disposals		
As at March 31, 2022	6,884.54	6,884.54
Net book value:		
As at April 1, 2021	1,154.71	1,154.71
As at March 31, 2022	1,289.81	1,289.81



3 Notes on accounts for the financial year ended 31st March, 2022

3.19 Revenue From Operations		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Finance Charges & Vehicle Loan Interest	1,69,340.09	1,68,900.50	
Mortgage and Property Loan Interest	2,039.70	3,836.58	
Gold Loan Interest	23,651.80	35,350.82	
Demand Loan interest	16,516.91	9,310.35	
Personal Loan interest	44,505.07	1,14,930.06	
Consumer Durable Loan Interest	5,327.40	17,068.82	
Small Ticket Business Loan interest	293.83	13,302.77	
Micro Finance Loan Interest	24.64	957.29	
Total	2,61,699.44	3,63,657.18	
3.20 Other Income		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Interest Income			
Other Interest received	13,924.46	5,263.40	
Interest on FD	11.59	7.44	
Interest on HP/VL overdue	17,825.86	17,095.06	
Other non-operating income (net of expenses directly attributable to such income).			
Rental income from investment properties	373.50	306.00	
Profit on Repossessed Assets	35.11	-	
Profit on Sale of Property Plant and Equipments	535.42	132.01	
Bad debts recovered	29,392.94	12,409.90	
Dividend on Investment	20,007.54	44,000.00	
Documentation Charges	32.06	216.08	
HP/VL Other Income	34.33	38.13	
HP Verification & Valuation Charge	943.93	897.98	
Consulting Fee	14.76	108.96	
Processing fee on Micro Finance and Other Loans	1,000.00	149.63	
Other Miscellaneous Income	1,210.09	1,179.46	
Total	85,341.59	81,804.05	
3.21 Employee Benefit Expenses		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Salaries and Wages	65,986.98	65,022.10	
Contributions to provident and other funds	6,069.77	4,495.57	
Total	72,056.75	69,517.67	
3.22 Finance Cost		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Interest expense on :			
Borrowings			
Working Capital Loan Interest	9,345.73	26,970.52	
Interest on ICD	-	544.66	
Interest on Covid Loan- SBI	709.27	895.31	
Interest on Vehicle Loan	119.99	101.04	
Interest on Loan from Related parties	2,892.24	634.42	
Interest on Subordinated Debts	79,885.68	82,621.39	
Interest on Debenture	71,891.77	92,266.14	
Others			
Income Tax	24.24		
TOTAL	1,64,868.93	2,04,033.47	

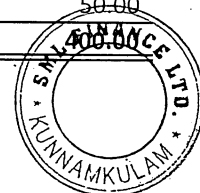


3 Notes on accounts for the financial year ended 31st March, 2022

3.23 Depreciation And Amortisation Expenses		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Depreciation	5,361.27	6,242.70	
Amortisation	564.07	424.24	
Total	5,925.34	6,666.94	

3.24 Other Expenses		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Accrued loss on auctioned chitty	272.35	368.22	
Advertisement	210.74	142.76	
Association subscription	10.00	1.50	
Audit fee	400.00	400.00	
Bank charges	2,292.80	2,419.87	
Baddebts Recovery Expense	274.90	348.48	
Business Promotion Expense	1,315.13	756.42	
Cleaning charges	501.58	395.63	
Debenture trustee fee	252.00	252.00	
Donation	-	387.50	
Fee & Registration expenses	1,261.83	1,869.76	
Electricity charges & Water charges	1,502.34	1,526.80	
Filing fee	31.20	67.09	
Gratuity Insurance Premium	155.01	181.13	
GST Paid	2,737.31	2,918.02	
HP/VL promotion Expense	3,545.37	4,717.58	
Inauguration Expenses	45.62	-	
Incentive	10,902.19	12,192.98	
Insurance charges	665.08	278.85	
Labour welfare fund	48.56	55.66	
Legal charges	1,528.50	1,979.26	
Loss on repossessed assets	-	169.45	
Miscellaneous expenses	83.32	24.78	
News paper & Periodicals	7.54	7.93	
Postage	156.38	183.46	
Printing & Stationery	915.62	1,204.19	
Legal and Professional Fee	2,319.12	8,584.63	
Provisions and Written off	36,534.72	81,584.22	
Rates & Taxes	804.82	241.21	
Refreshment	4,505.06	3,964.09	
Rent	9,682.12	9,452.11	
Repairs & maintenance	4,457.59	5,299.44	
Security salary	-	108.00	
Service tax	-	953.09	
System maintenance charge	5,403.67	4,271.86	
Late fee paid for TDS & PF	3.52	26.79	
Telephone charges	2,559.30	2,769.37	
Travelling expenses	2,410.69	4,273.74	
Total	97,795.97	1,54,377.83	

3.24.1 Payment to Auditors Comprises of :		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
As auditors - statutory audit	275.00	275.00	
For taxation matters	75.00	75.00	
For other services	50.00	50.00	
Total	400.00		



3 Notes on accounts for the financial year ended 31st March, 2022

3.24.2 Provisions and Written Offs

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
Provision for Standard assets	(425.62)	(962.38)
Non performing assets	4,284.54	(8,549.29)
H P/ VL Outstanding written off suite filed		515.69
Bad debts written off	21,879.78	90,580.20
Restructured Asset Provision	10,796.01	-
Total	36,534.72	81,584.22

3.24 Earnings Per Share

Particulars	(In ₹)	
	March 31,2022	March 31,2021
Basic		
Profit after tax as reported	32,13,383.21	82,03,046.37
Weighted average number of equity shares for basic EPS	60,302.00	60,302.00
Basic earnings per share (face value of Rs. 10) -in INR	53.29	136.03

3.25 Employee Benefits

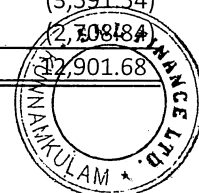
Details of Employee Benefits : Disclosures required under Accounting Standard 15 – Employee Benefits (Revised 2005)

3.25.01 Defined Contribution Plans :

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined		
Employers Contribution to Provident Fund	3,561.87	3,478.41
Employers Contribution to Employee's State Insurance	1,292.10	1,361.68

3.25.02 Defined benefit Plans- Gratuity:

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
i. Components of employer expense		
Current service cost	2,325.06	3,509.84
Interest cost	921.55	1,046.40
Expected return on plan assets	(1,119.95)	(1,305.20)
Acquisition Adjustments		
Actuarial losses/(gains)	(1,487.48)	(3,591.54)
Total expense recognised in the Statement of Profit and Loss	639.18	(340.51)
ii. Actual contribution and benefit payments for year		
Actual benefit payments	2,151.25	2,708.84
Actual contributions	-	318.87
iii. Net asset / (liability) recognised in the Balance Sheet		
Present value of defined benefit obligation	(12,772.95)	(12,901.68)
Fair value of plan assets	16,249.02	17,280.32
Funded status [Surplus / (Deficit)]	3,476.08	4,378.63
Net asset / (liability) recognised in the Balance Sheet	3,476.08	4,378.63
iv. Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	12,901.68	14,645.83
Current service cost	2,325.06	3,509.84
Interest cost	921.55	1,046.40
Acquisition Adjustments	263.38	-
Actuarial (gains) / losses	(1,487.48)	(3,591.54)
Benefits paid	(2,151.25)	(2,708.84)
Present value of DBO at the end of the year	12,772.95	12,901.68



3 Notes on accounts for the financial year ended 31st March, 2022

v. Change in fair value of assets during the year		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Plan assets at beginning of the year	17,280.32	18,365.09	
Expected return on plan assets	1,119.95	1,305.20	
Actual company contributions	-	318.87	
Benefits paid	(2,151.25)	(2,708.84)	
Plan assets at the end of the year	16,249.02	17,280.32	

vi. Composition of the plan assets is as follows:		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Insurer Managed Funds	16,249.02	17,280.32	

vii. Actuarial assumptions			
Particulars	March 31, 2022	March 31, 2021	
Discount rate	7.00%	7.00%	
Rate of return on plan assets	7.00%	7.00%	
Salary escalation	8.00%	8.00%	

The above disclosures are based on information furnished by the independent actuary and relied upon by the auditors.

The estimates of future Salary increases, considered in the actuarial valuation, takes into account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

3.26 Contingent liabilities and capital commitments		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Contingent Liabilities: -			
Claim not acknowledge as debt by the company			
In respect of tax demands where the Company has filed appeal before various	-	442.35	
Guarantee and Letter of Credit issued by banker on behalf of the company	39.50	39.50	
Capital commitments :-	-	-	

* Appeal filed against the Income tax matter were considered as part of in the settlement commission order, hence no longer required to keep as contingent liabilities as on reporting date.

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.

3.27 Related party disclosures

3.27.01 Names of Related Parties

(A) Subsidiaries Vanchinad Finance Private Limited

(B) Key Management Personnel	Designation
Dr. Griger Cherry Williams	Managing Director
Shajan A D	Chief Financial Officer
Naveena P Thampi	Company Secretary

(c) Directors

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

BRD Finance Limited	BRD Securities Limited	Ayur Bethaniya LLP
BRD Motors Limited	BRD Car World Limited	Sangeeth Nidhi Limited
BRD Chits Limited	BRD Developers & Builders Limited	
BRD Kuries India Limited	Sangeeth Photostats	

(E) Relatives of Key Management Personnel

Name	Relation	Name	Relation
C C William Verghese	Father of MD	Devassy A L	Father of CFO
Mary Williams	Mother of MD	Smitha Shajan	Spouse of CFO
Susanna Griger	Spouse of MD		

Related parties have been identified on the basis of the declaration received by the management and other records available and the same has been relied upon by the auditors.



3.27.02 Related Party transactions during the year:

(In ₹, '000)

Particulars	KMP/ Director		Relatives of KMP	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Remuneration paid				
Griger Cherry Williams	3,600.00	900.00	-	-
Susanna Isaac	-	-	1,750.00	570.00
Shajan A D	514.54	539.20	-	-
Naveena P Thambi	800.81	640.46	-	-
Professional consulting fees				
Mary Williams	-	-	720.00	720.00
Incentives Paid				
Griger Cherry Williams	13.00	13.00	-	-
NCD Redeemed				
Susanna Isaac	-	-	425.00	-
Devassy A L	-	-	-	20.00
Loan from Directors of the Company				
C C William Verghese	-	-	71,860.00	22,633.00
Mary Williams	-	-	3,743.00	3,897.00
Susanna Griger	-	-	806.00	3,433.00
Loan Repaid to Directors				
C C William Verghese	-	-	46,509.00	14,299.00
Mary Williams	-	-	-	7,750.00
Susanna Griger	-	-	-	4,586.00
Sub-debts of the Company				
Susanna Griger	-	-	150.00	-
Interest paid on NCD				
Griger Cherry Williams	125.50	125.50	-	-
Susanna Griger	-	-	71.13	51.20
Devassy A L	-	-	22.14	24.80
Interest paid on Loan from Related Parties				
C C William Verghese	-	-	2,700.55	303.85
Mary Williams	-	-	85.11	219.27
Susanna Griger	-	-	106.53	111.12
Trade Advance Paid				
SML Motors	-	-	22,777.00	41,165.00
Trade Advance Refund				
SML Motors	-	-	16,945.00	15,709.00
Interest on Trade Advance Received				
SML Motors	-	-	12,404.94	4,835.98
Rent Paid				
C C William Verghese	-	-	2,880.00	2,880.00



3 Notes on accounts for the financial year ended 31st March, 2022

Particulars	Subsidiary Company		Entities in which KMP / Relatives of KMP can exercise significant influence	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Rent Received				
BRD Car World Limited	-	-	373.50	270.00
Vanchiand Finance P Limited	-	-	-	15.43
Sangeeth Nidhi Limited	-	-	-	20.57
Inter Corporate Deposit accepted				
Vanchiand Finance P Limited	-	15,000.00	-	-
Inter Corporate Deposit Repaid				
Vanchiand Finance P Limited	-	15,000.00	-	-
Interest on Inter Corporate Deposit accepted and repaid				
Vanchiand Finance P Limited	-	544.66	-	-
Dividend Received				
Vanchiand Finance P Limited	20,000.00	44,000.00	-	-

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

(In ₹, '000)

Particulars	KMP/ Director		Relatives of KMP	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Trade Advance				
SML Motors	-	-	95,566.00	89,734.00
Loans and Advances				
C C William Verghese	-	-	91,624.16	91,624.16
NCD				
Griger Cherry Williams	-	1,000.00	-	-
Susanna Griger	-	-	-	425.00
Devassy A L	-	-	182.00	182.00
Bonds				
Susanna Griger	-	-	150.00	-
Shajan A D	5.00	5.00	-	-
Smitha Shajan	-	-	5.00	5.00

Particulars	Subsidiary Company		Entities in which KMP / Relatives of KMP can exercise significant influence	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Share Capital Investment				
Vanchinad Finance P Limited	2,20,000	2,20,000	-	-

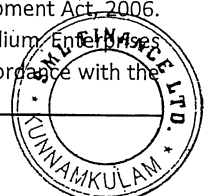
3.28 Transaction with other directors

(In ₹, '000)

Name	Nature of Transaction	March 31, 2022	March 31, 2021
Jojo N J	Sitting Fee and Remuneration	1,200.00	1,200.00
Appumon C K	Sitting Fee and Remuneration	2,400.00	600.00

3.29 Disclosure with regard to dues to Micro Enterprises and Small Enterprises

The management has initiated the process of identifying enterprises which have provided goods and services to the company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The company has not received any intimation from its vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.



3 Notes on accounts for the financial year ended 31st March, 2022

3.30 **Additional Regulatory Information**

Particulars	Numerator	Denominator	Current Period	Previous Period	% of variance*
Current Ratio (times)	Current assets	Current liabilities	1.66	4.18	-60.4%
Debt-Equity Ratio (times)	Total debt	Shareholder's equity	2.64	2.82	-6.2%
Debt Service Coverage Ratio (times)	Earnings available for debt service	Debt service	0.65	0.41	60.4%
Net Profit Ratio (%)	Net profits	Revenue	0.93%	1.84%	-49.7%
Return on Equity Ratio (%)	Net profits after taxes	Average shareholder's equity	0.59%	1.52%	-61.2%
Return on Capital employed (%)	Earning before interest and taxes	Capital employed	11.96%	11.56%	3.4%
Utilization Ratio					

Due to economic slow down the Loan port folio of the company reduced substantially which resulted the reduction in Current Ratio
Subscribers of Long term debts exercised the put option which resulted the reduction in the Long term Debts
Provision for NPAs increased substantially which resulted in the reduction in the profitability
The Entity is operating in Service sector- Finance Company, hence Utilization ratios are not determinable

3.31 **Investments**

Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021
Value of Investments		
Gross Value of Investments		
(a) India In India	2,55,833.97	2,55,833.97
(b) Outside India	-	-
Provisions for Depreciation		
(a) India In India	-	-
(b) Outside India	-	-
Net Value of Investments		
(a) India In India	2,55,833.97	2,55,833.97
(b) Outside India	-	-
Movement of provisions held towards depreciation on investments		
Opening balance	-	-
Add : Provisions made during the year	-	-
Less : Write off / write back of excess provisions during the year	-	-
Closing balance	-	-

3.32 **Provisions and Contingencies**

Break up of Provisions and Contingencies shown under the head Expenses in the Statement of Profit	(In ₹, '000)	
	March 31, 2022	March 31, 2021
Provisions for depreciation on Investment	-	-
Provision towards NPA	4,284.54	(8,549.29)
Provision made towards Income Tax (net of Deferred Tax)	3,180.66	2,662.28
Other Provision and Contingencies		
Provision for Standard Assets	(425.62)	(962.38)

3.33 **Details of Ratings assigned by credit rating agencies and migration of ratings during the year**

The Company has been assigned following credit rating from all rating agencies during the financial year ended March 31, 2022 :

Instrument	Rating Agency	Rating Assigned	
		March 31, 2022	March 31, 2021
Long Term Loan Facilities	CRISIL	BB-; Stable	BB-; Stable

3.34 **Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)**

The company does not have any joint venture or subsidiary overseas during the year 2021-22 & 2020-21

3.35 **Draw Down from Reserves**

No reserves have been draw down during the financial year 2021-22 & 2020-21



3 Notes on accounts for the financial year ended 31st March, 2022

3.36 **Movement of NPAs**

Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021
Net NPAs* to Net Advances (%)	10.51%	9.25%
Movement of NPAs* (Gross)		
(a) Opening balance	1,66,428.80	1,77,359.56
(b) Net additions during the year	4,193.03	(10,930.76)
(c) Closing balance	1,70,621.83	1,66,428.80
Movement of Net NPAs*		
(a) Opening balance	1,30,833.04	1,33,214.51
(b) Net additions during the year	(91.51)	(2,381.47)
(c) Closing balance	1,30,741.53	1,30,833.04
Movement of provisions for NPAs* (excluding Provisions on Standard Assets)		
(a) Opening balance	35,595.76	44,145.05
(b) Provisions made during the year	4,284.54	-
(c) Write-off/ write-back of excess provisions	-	(8,549.29)
(d) Closing balance	39,880.30	35,595.76

3.37 **Customer complaints**

Particulars	March 31, 2022	March 31, 2021
No. of complaints pending as at the beginning of the year	-	-
No. of complaints received during the year	3	-
No. of complaints redressed during the year	3	-
No. of complaints pending as at the end of the year	-	-

3.38 **Details of Resolution Plan implemented under The Resolution Framework - 2.0: Resolution for Covid-19 related stress of Individuals and Small Business as per Circular - RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021**

(In ₹, '000 except number data)

Description	Individual Borrowers		Small Businesses	Micro Finance Loans
	Personal Loans	Consumer Durable Loans		
(A) Number of requests received for invoking resolution	10,669	4,092	420	20
(B) Number of accounts where resolution plan has been implemented under this window	10,306	3,656	358	18
(C) Exposure to accounts mentioned at (B) before implementation of the plan	1,49,527.79	16,732.41	1,102.97	39.344
(D) Of (C), aggregate amount of debt that was converted into other securities	1,70,000.59	21,199.94	1,363.34	49.064
(E) Additional funding sanctioned, if any, including between invocation of the plan and implementation	20,472.80	4,467.52	260.38	9.72
(F) Increase in provisions on	8,795.23	1,881.73	114.22	4.8309

3.39 **Value of imports calculated on CIF Balance**

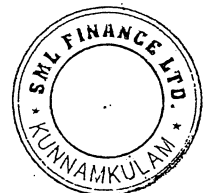
The company has not imported any goods therefore value of import on CIF basis is Nil during the year 2021-22 (2020-21 – Nil)

3.40 **Expenditure in Foreign Currency**

The company does not have any expenditure in Foreign Currency during the year 2021-22 (2020-21 – Nil)

3.41 **Earning in Foreign Currency**

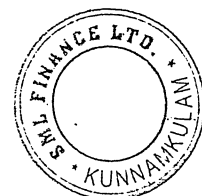
The company does not have any earnings in Foreign Currency during the year 2021-22 (2020-21 – Nil)



3 Notes on accounts for the financial year ended 31st March, 2022

Other Notes

- 3.42 In the opinion of the management , the current assets, loans and advances shall realise the value as shown in the balance sheet, if realised in the normal course of business.
- 3.43 Balance of some of the debtors, creditors & loans and advances are subject to confirmation/reconciliation.
- 3.44 Other notes as required by Schedule III of the Act are either nil or not applicable hence not disclosed.
- 3.45 There are no transactions with struck off companies under section 248 or 560
- 3.46 The Company doesn't have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- 3.47 The Company doesn't have any Immovable Property whose title deeds are not held in the name of the Company.
- 3.48 The Company has not been declared as a wilful defaulter by any lender who has powers to declare a company as a wilful defaulter at any time during the financial year or after the end of reporting period but before the date when financial statements are approved
- 3.49 The Company does not have any transaction which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961(such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- 3.50 The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.
- 3.51 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 3.52 The Company hasn't advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 3.53 The Company hasn't received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 3.54 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.
- 3.55 The Company has not obtained registration from other financial sector regulators except Reserve Bank of India.
- 3.56 No penalties were imposed by the regulator during the year during the financial year ended Mar 31,2022 (Pre Year: Nil)
- 3.57 Corresponding previous year figures have been regrouped/recast and reclassified, wherever necessary to conform to current year's classifications/disclosure to make them comparable.



(in lakhs)

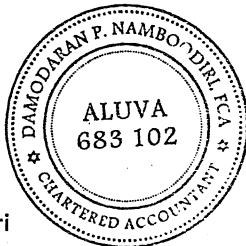
Sl. No.	Particulars		As at March 31, 2022	
	Liabilities side :		Amount out-standing	Amount overdue
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:			
	(a)	Debentures : Secured	5,872.21	-
		: Unsecured (other than falling within the meaning of public deposits)	153.68	-
	(b)	Deferred Credits	Nil	-
	(c)	Term Loans	Nil	-
	(d)	Inter-corporate loans and borrowing	-	-
	(e)	Commercial Paper	Nil	-
	(f)	Public Deposits	Nil	-
	(g)	Other Loans –	-	-
		Cash credit / overdraft facilities from banks	994.38	-
		Vehicle Loans	3.93	-
		Unsecured Loans	398.22	-
		Subordinated debts	7,015.28	-
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued			
	(a)	In the form of Unsecured debentures	Nil	-
	(b)	In the form of partly secured debentures i.e. debentures where there is a	Nil	-
	(c)	Other public deposits	Nil	-
Assets side :			Amount out-standing	
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :			
	(a)	Secured		10,284.59
	(b)	Unsecured		3,336.78
4	Break up of Leased Assets and stock on hire and other assets counting towards asset			
	(i)	Lease assets including lease rentals under sundry debtors :		
		(a) Financial lease	Nil	
		(b) Operating lease	Nil	
	(ii)	Stock on hire including hire charges under sundry debtors:		
		(a) Assets on hire		-
		(b) Repossessed Assets		48.11
	(iii)	Other loans counting towards asset financing activities		
		(a) Loans where assets have been	Nil	
		(b) Loans other than (a) above	Nil	
5	Break-up of Investments			
	Current Investments :			
	1	Quoted :		
	(i)	Shares		
		(a) Equity		0.66
		(b) Preference		-
	(ii)	Debentures and Bonds		-
	(iii)	Units of mutual funds		-
	(iv)	Government Securities		-
	(v)	Others (please specify)		-
	2	Unquoted :		
	(i)	Shares		
		(a) Equity		2,558.34
		(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	9,928.43	3,186.17	13,114.60
7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and				
Category		Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)	
1	Related Parties			
	(a) Subsidiaries	2200.00	2200.00	
	(b) Companies in the same group	2,558.34	2,558.34	
	(c) Other related parties			
2	Other than related parties	5.02	0.66	
Total		4,763.36	4,759.00	
8 Other information				
Particulars		Amount		
(i)	Gross Non-Performing Assets*			
	(a) Related parties			
	(b) Other than related parties			1706.22
(ii)	Net Non-Performing Assets*			
	(a) Related parties			
	(b) Other than related parties			1307.42
(iii)	Assets acquired in satisfaction of debt			

In terms of our report attached.

For and on behalf of the Board of Directors of SML Finance Limited



Damodaran P Namboodiri
Chartered Accountant
Membership No.221178

Place : Aluva
Date : 05.09.2022

Griger Cherry Williams
Mg. Director (DIN :00145586)

Appumon CK
Director (DIN : 00135500)

Shajan Aloor Devassy
(Chief Financial Officer)

Place : Kunnankulam
Date : 05.09.2022



Independent Auditor's Report

To the Members SML Finance Limited

Report on the Audit of the Consolidated Financial Statements

Qualified Opinion

1. We have audited the consolidated financial statements of SML Finance Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") , which comprise the consolidated balance sheet as at 31 March 2022, and the consolidated statement of profit and loss and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of their consolidated state of affairs of the Company as at March 31, 2022, of consolidated profit/loss, and its consolidated cash flows for the year then ended.

Basis for Qualified Opinion

3. We draw your attention to the following matters:

- i. We draw your attention to Note no. 3.10 to the consolidated financial statements. The Company has investment in Related Entities (unquoted equity shares) with a carrying value at cost of Rs. 3.58 Crores. According to information available and explanations obtained in respect of non-current investments (Long term investments) in related entities ("the parties") it has been observed from the perusal of the financial statements of these parties that the said parties have accumulated losses and their respective net worth have been substantially eroded. Further some of these parties have incurred net loss during the current year and previous year(s). Further there is a clear indication that there is a decline in the carrying amount of these investments which is other than temporary. Changes in business environment could have a significant impact on the valuation of these investments. As per AS-13 "Accounting for Investments" Para 17; if there is a decline, other than temporary, in the value of a long-term investment, the carrying amount is reduced to recognise the decline. The company has not carried out the impairment test periodically. We have not been able to corroborate the Management's contention of realising the carrying value of its investments. Accordingly, we are unable to comment on the appropriateness of the carrying value of such investments and their consequential impact on the financial results and the financial position of the Company as at and for the year ended March 31 2022.

- ii. Loans and advances to related parties amounting to Rs. 9.16 Crores represents the amount receivable from relatives of the Director of the Company. The amount represents the dues recoverable from the related party consequent to the search and Honorable settlement commission order. As the balance is remaining outstanding without any recovery and also since no provision for interest receivable is made by the Company against the loans and advances to related parties, we are unable to comment upon the recoverability, if any.

4. We conducted our audit of the financial statements in accordance with 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 we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of matter

5. Regarding non availability of confirmations in respect of debit and/or credit balances of Loans, Advances, Deposits and Current Liabilities. In the absence of such confirmations, any provision to be made for the adverse variation in carrying of amounts of these balances, cannot be quantified, as well as the quantum of adjustment if any, required to be made remains unascertained. (Refer Note No 2.v)

Key Audit Matters

6. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole,

and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
<p>The Company has investments in subsidiaries.</p> <p>These investments are accounted for at cost less impairment. If an impairment exists, the recoverable amounts of the above investment are estimated in order to determine the extent of the impairment loss, if any.</p> <p>Determination of triggers for impairment in value of these investments and recoverable amount involves significant estimates and judgements, including those related to the possible effect of the COVID-19 pandemic.</p>	<p>Evaluation of impairment risk and assessing whether triggers exist for any investment based on consideration of external and internal factors affecting the value and performance of the investment.</p> <p>Our audit procedures included:</p> <p>Obtained management assessment of recoverable amount for investments where impairment risk is identified.</p> <p>Evaluated the mathematical accuracy of the cash flow projection and assessed the underlying key assumptions in management's valuation models used to determine recoverable amount considering external data, including assumptions of projections, and assessed the forecasts against the historical performance, including the impact of the COVID-19 pandemic.</p>

Other Information

7. The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the financial statements and our auditor's report thereon. The Holding Company's annual report is expected to be made available to us after the date of this auditor's report

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Holding Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements

8. The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/ loss and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. The respective Management and Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each Company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.
9. In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
10. The respective Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process of each Company

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated financial statements.
12. 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 consolidated 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 Act, we are also responsible for expressing our opinion on the internal financial controls with reference to the consolidated financial statements 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 and Board of Directors.
 - Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 consolidated 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 Group to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial statements. We remain solely responsible for our audit opinion.
13. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
14. We communicate with those charged with governance of the Holding Company and such other Companies included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit
15. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
16. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

17. We did not audit the financial statements of the Subsidiary included in the consolidated financial statements, whose financial statements reflect total assets of Rs. 178.57 Crores as at March 31, 2022, total revenues of Rs. 39.11 Crores, and net expenditure amounting to Rs 33.90 Crores have been audited by other auditors whose reports have been furnished to us, and our opinion on the consolidated financial statements, to the extent they have been derived from such financial statements is based solely on the report of other auditors

Our opinion above on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by Management.

Report on Other Legal and Regulatory Requirements

18. As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- c) The consolidated balance sheet, the consolidated statement of profit and loss and the consolidated statement of cash flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2022 taken on record by the Board of Directors of the Holding Company and on the basis of written representations received by the management from directors of its subsidiaries which are incorporated in India, as on 31 March 2022, none of the directors of the Group companies incorporated in India is disqualified as on 31 March 2022 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 with reference to consolidated financial statements of the Holding Company and its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate report in 'Annexure I'.
- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - a) The consolidated financial statements disclose the impact of pending litigations as at 31 March 2022 on the consolidated financial position of the Group. Refer 3.26 to the consolidated financial statements.
 - b) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts during the year ended 31 March 2022.
 - c) There has been no delay in transferring amounts to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India during the year ended 31 March 2022.
 - d) (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or its subsidiary companies incorporated in India to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall: directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries. (Refer Note 3.43 to the financial statements);

(ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiary companies incorporated in India from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or its

subsidiary companies incorporated in India shall: directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries (Refer Note 3.44 to the financial statements);

(iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (d)(i) and (d)(ii) contain any material mis-statement.

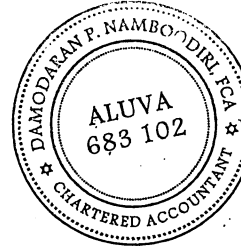
- e) The Holding Company and its subsidiary companies which are incorporated in India has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

19. With respect to the matter to be included in the Auditors' report under Section 197(16) of the Act:

In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Holding Company and its subsidiaries which are incorporated in India to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company and its subsidiaries which are incorporated in India, is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

20. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us and the auditors of respective companies included in the Consolidated Financial Statements to which reporting under CARO is applicable, as provided to us by the Management of the Parent, we report that there are no qualifications or adverse remarks by the respective auditors in the CARO reports of the said companies included in the Consolidated Financial Statements

Place : Aluva
Date : 05.09.2022



Damodaran P Namboodiri FCA
Chartered Accountant
Membership No.221178
UDIN: 22221178BAYHHL8643

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

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

In conjunction with our audit of the consolidated financial statements of SML Finance Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2022, we have audited the internal financial controls with reference to the consolidated financial statements of the Holding Company and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements were 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 with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the internal controls 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 consolidated 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 internal financial controls with reference to consolidated financial statements.

Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

A company's internal financial controls with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated 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 consolidated financial statements.

Inherent Limitations of Internal Financial Controls with reference to Consolidated Financial Statements

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

Opinion

According to information's and explanations given to us the following material weakness has been identified as at 31st March 2022:

The company's ERP is not capable of calculating the NPA provisions along with automatic adjustment of interest reversal as mandated by RBI prudential norms and it requires manual intervention.

A "Material Weakness" is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statements will not be prevented or detected on a timely basis.

In our opinion, except to the possible effect of material weakness described above in which case we have extended our audit procedures to cover , the Holding Company and such companies incorporated in India which are its subsidiary companies, have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Place :Aluva
Date :05.09.2022



A handwritten signature in black ink, appearing to read "D. P. Namboodiri".

Damodaran P Namboodiri FCA
Chartered Accountant
Membership No.221178

Consolidated Balance Sheet As At 31st March 2022

(In ₹, '000)

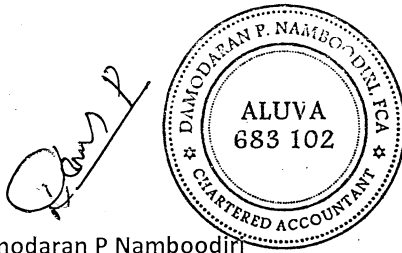
Particulars	Note No	As at 31 St March 2022	As at 31 St March 2021
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3.1	60,302.00	60,302.00
(b) Reserves and surplus	3.2	6,04,285.80	5,79,778.63
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings	3.3	15,93,746.25	19,33,047.50
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	3.4	1,24,191.90	1,02,928.90
(d) Long-term provisions	3.5	80,985.92	48,534.53
4 Current liabilities			
(a) Short-term borrowings	3.6	11,06,369.56	6,23,308.19
(b) Trade payables		-	-
(c) Other current liabilities	3.7	44,805.36	38,151.90
(d) Short-term provisions	3.8	21,889.19	9,500.00
Total		36,36,575.99	33,95,551.67
II ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	3.9	63,950.62	63,625.15
(ii) Intangible assets	3.9	3,636.05	3,651.14
(iii) Capital work-inprogress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	3.10	35,833.97	35,833.97
(c) Deferred tax assets (net)	3.11	22,480.20	16,586.80
(d) Long-term loans and advances- Financing Activity	3.12	11,51,832.42	10,59,880.66
(e) Long-term loans and advances	3.13	1,33,000.33	1,27,513.91
(f) Other non-current assets	3.14	16,537.87	16,914.58
2 Current assets			
(a) Current investments		-	-
(b) Cash and cash equivalents	3.15	1,34,200.54	71,013.08
(c) Short-term loans and advances - Financing Activity	3.13	17,12,907.06	16,58,971.21
(d) Short-term loans and advances	3.16	2,46,810.75	2,43,366.15
(e) Other current assets	3.17	1,15,386.16	98,195.04
Total		36,36,575.99	33,95,551.67

Summary of significant accounting policies 2

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

In terms of our report attached.

For and on behalf of the Board of Directors of SML Finance Limited



Damodaran P Namboodiri
Chartered Accountant
Membership No.221178

Place : Aluva
Date : 05.09.2022

Griger Cherry Williams
Mg. Director (DIN : 00145586)

Shajan Aloor Devassy
(Chief Financial Officer)

Place : Kunnamkulam
Date : 05.09.2022

Appurion C K
Director (DIN : 00135500)



Consolidated Profit and loss statement for the year ended 31 St March, 2022

(In ₹, '000)

Particulars	Note No	From 01.04.2021 to 31.03.2022	From 01.04.2020 to 31.03.2021
I Revenue from operations	3.18	5,87,315.44	6,76,607.58
II Other income	3.19	1,30,815.26	74,456.94
III Total Income(I + II)		7,18,130.71	7,51,064.52
IV Expenses			
Employee benefits expense	3.20	1,71,479.08	1,63,326.72
Finance Cost	3.21	3,00,374.47	3,39,213.81
Depreciation and amortization expense	3.22	9,712.53	10,571.48
Other expenses	3.23	1,98,039.03	2,41,353.45
Total expenses		6,79,605.11	7,54,465.47
V Profit before exceptional and extraordinary items and tax (III-IV)		38,525.59	-3,400.95
VI Exceptional items			
VII Profit before extraordinary items and tax (V - VI)		38,525.59	-3,400.95
VIII Extraordinary Items			
IX Profit before tax (VII- VIII)		38,525.59	-3,400.95
X Tax expense:			
Current tax		21,889.19	9,500.00
Short/ (Excess) tax provision for earlier years		(1,977.37)	-
Deferred Tax		(5,893.40)	913.76
		14,018.42	10,413.76
XI Profit (Loss) for the period from continuing operations		24,507.17	-13,814.71
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit/ (Loss) (XI + XIV)		24,507.17	-13,814.71
XVI Earnings per equity share			
Basic		406.41	-229.09
Diluted		406.41	-229.09

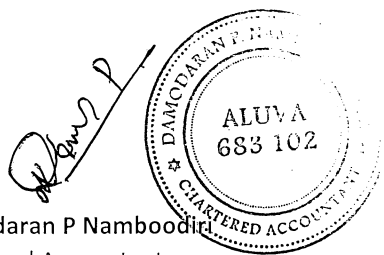
Summary of significant accounting policies

2

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

In terms of our report attached.

For and on behalf of the Board of Directors of SML Finance Limited



Damodaran P Namboodiri
Chartered Accountant
Membership No.221178

Place : Aluva
Date : 05.09.2022

Griger Cherry Williams
Mg. Director (DIN : 00145586)

Appumon C K
Director (DIN : 00135500)

Shajan Aloor Devassy
(Chief Financial Officer)

Place : Kunnamkulam
Date : 05.09.2022

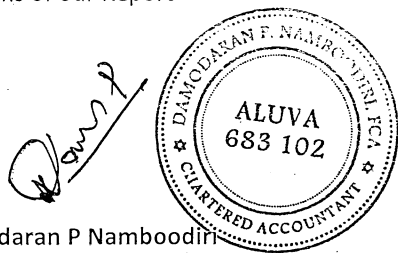


Consolidated Cash Flow Statement for the year ended 31st March 2022

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

PARTICULARS	2021-22	2020-21
	RS	RS
A. Cash Flow From Operating Activities :		
Net profit Before Taxation	38,525.59	-3,400.95
<i>Adjustments for:</i>		
Depreciation	9,712.53	10,571.48
Interest Debited in P & L	3,00,374.47	3,39,213.81
Interest Income		
Provision for Standard asset & NPA	31,841.29	(4,107.04)
Bad Debts written off	44,012.22	1,29,755.31
Loss on Sale of repossessed vehicles	-	169.45
Profit on Sale of Assets	(535.42)	(132.01)
Operating Profit before Working Capital Changes	4,23,930.68	4,72,070.05
(Increase)/Decrease in Loans & Advances - Financing activity	(1,89,899.84)	2,72,129.24
(Increase)/Decrease in Non current asset ,Loans & Advances	(5,109.71)	(659.38)
(Increase)/Decrease in Current Assets	(17,191.12)	(34,662.73)
(Increase)/Decrease in Short term Loans	19,877.16	(42,808.54)
Increase/(Decrease) in Sundry Creditors & Other liabilities	28,526.57	(12,678.13)
Cash from operations	2,60,133.74	6,53,390.51
Income Tax Paid	(30,844.39)	(15,558.27)
Net Cash From Operating Activities	2,29,289.35	6,37,832.23
B. Cash Flow From Investing activities :		
Acquisition of Property Plant and Equipment	(9,338.96)	(4,985.90)
Acquisition of Intangible Assets	(1,507.95)	(309.08)
Proceedings from Sale of PPE	1,359.41	566.31
Net Cash From Investing Activities	(9,487.50)	(4,728.68)
C. Cash Flow From Financing Activities:		
Increase /(Decrease) Short Term Loans	(1,07,340.14)	(8,625.06)
Issue/ (Repayment) of Debentures and Bonds	2,51,100.26	(2,40,646.47)
Interest Paid	(3,00,374.47)	(3,39,213.81)
Net Cash From Financing Activities	(1,56,614.35)	(5,88,485.35)
Net Increase / Decrease In Cash And Cash Equivalents	63,187.51	44,618.21
Opening Cash And Cash Equivalents	71,013.08	26,394.87
Closing Cash And Cash Equivalents	1,34,200.59	71,013.08

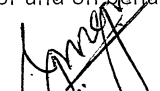
In Terms of our Report



Damodaran P Namboodiri
Chartered Accountant
Membership No.221178


Place : Aluva
Date : 05.09.2022

For and on behalf of the Board of Directors of SML Finance Limited


Griger Cherry Williams
Mg. Director (DIN :00145586)


Shajan Aloor Devassy
(Chief Financial Officer)

Place : Kunnamkulam
Date : 05.09.2022


Appumon C K
Director (DIN : 00135500)



Notes to The Financial Statements for The Year Ended March 31, 2022

1 Corporate information

The Company is a non-systemically important Non-Banking Financial Company ("NBFC") registered with the Reserve Bank of India (RBI) under section 45-IA of the Reserve Bank of India Act, 1934 and primarily engaged in lending and related activities. The Company has received the certificate of registration A.16.00065 on 10th July, 1999, which was converted to B.16.00065 on 27.03.2017, enabling the Company to carry on business as Non-Banking Financial Company.

The Company offers broad suite of lending and other financial products such as mortgage loan, gold loan, loan against Automobiles.

2 Significant Accounting Policies

a. Basis of preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 as amended and Non-Banking Financial Company-Systematically Important Non Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 as amended from time to time.

The financial statements have been prepared on an accrual basis and under the historical cost convention, except income from Non-performing assets which is recognized on receipt basis.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of product and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - noncurrent classification of assets and liabilities. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

In case of any contradiction in applicable provisions of Reserve Bank of India, schedule III and accounting standards issued by ICAI, the Company has adopted the provisions of master directions of RBI.

b. Uses of Estimates

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of financial statements and the reported income and expenses during the reporting period.

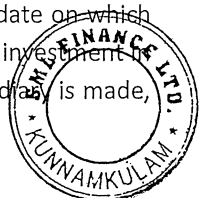
Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

c. Principles of consolidation

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Company.

The consolidated financial statements have been prepared on the following basis:

- i) The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealised profits or losses have been fully eliminated.
- ii) The share of profit / loss of associate companies is accounted under the 'Equity method' as per which the share of profit / loss of the associate company has been adjusted to the cost of investment. An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a joint venture.
- iii) The excess of the cost to the parent of its investments in a subsidiary over the parent's portion of equity at the date on which investment in the subsidiary is made, is recognised as 'Goodwill (on consolidation)'. When the cost to the parent of its investment in a subsidiary is less than the parent's portion of equity of the subsidiary at the date on which investment in the subsidiary is made, the difference is treated as 'Capital Reserve (on consolidation)' in the consolidated financial statements.



Notes to The Financial Statements for The Year Ended March 31, 2022

iv) Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments in the subsidiary companies are made and further movements in their share in the equity, subsequent to the dates of investments.

v) On disposal of a subsidiary, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

d. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Interest

Interest income from financing activities is recognized on accrual basis by applying internal rate of return implicit in each loan agreement except in the case of non-performing assets, where it is recognised on the actual realization as per the Non-Banking Financial Company- Systematically Important Non Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and to the extent it is probable that the economic benefits will flow to the Company and revenue can be reliable measured.

Processing fees, late payment Interest and all other financial charges except cheque bounce charges or instrument dishonor charges pertaining to loan agreement are recognized only on receipt basis. Cheque bounce charges or instrument dishonor charges pertaining to performing loans are recognized on accrual basis i.e. as & when the cheque/instrument is dishonored or bounced.

Other income

Other income is recognized on accrual basis of accounting.

e. 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.

f. 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.

g. Repossession of Assets

The accounts, where underlying security is repossessed and where management estimates irrecoverability of portion of loans, are written off to the extent of difference between amount outstanding in the books and value of underlying security as determined by the approved valuer.

The accounts, where underlying asset is repossessed and sold, are written off to the extent of difference between principal outstanding in the books and the full & final amount recovered from sale of repossessed assets under the accounting head "principal loss on repossession".

h. 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,



Notes to The Financial Statements for The Year Ended March 31, 2022

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.

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.

i. Property, Plant and Equipment

Property, plant and equipment, capital work in progress are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, nonrefundable taxes or levies, borrowing costs if capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditures related to an item of tangible assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. All other repair and maintenance costs are recognized in profit or loss as incurred

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

j. Depreciation on property, plant and equipment

Depreciation on property, plant and equipment is calculated on Written Down Value Method (W.D.V.) at the rates calculated with reference to the estimated useful life of assets prescribed in Schedule II to the Companies Act, 2013 or actual useful life of assets whichever is lower. Depreciation is recognized on a pro-rata basis to the Statement of Profit and Loss on the assets acquired, sold or disposed off during the year till the date of acquisition, sale or disposition.

Assets	Useful Lifes
Buildings	60
Furniture & fixtures Electrical Fittings	10
Computer & data processing units	
a) Server & networks	6
b) End user device	3
Office equipment	5
Air conditioner & DG set	5
Vehicles	
a) Two wheelers	10
b) Four wheelers	8
Computer software	5

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

k. Intangible assets

Intangible Assets are recognized only if it is probable that the future economic benefits that are attributable to assets will flow to the enterprise and the cost of the assets can be measured reliably. Computer software which is not an integral part of the related hardware is classified as an intangible asset. Intangible assets are measured and recorded at cost and carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized on a straight-line basis over the estimated useful economic life as determined by management.



Notes to The Financial Statements for The Year Ended March 31, 2022

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

I. 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.

m. Borrowing cost

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings.

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.

n. Impairment of assets

The carrying amount of substantial assets is reviewed at each Balance Sheet date to identify if there is any indication of impairment based on internal/external factors. For any impairment, the recoverable amount of these assets is determined.

The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss, if any is charged to the Profit & Loss accounting the year in which an asset is identified.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount. The reversal of impairment is recognized in Statement of Profit and Loss, unless the same is carried at revalued amount and treated as revaluation reserve.

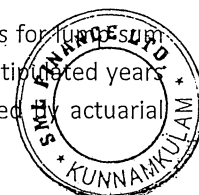
After recognition of impairment loss or reversal of impairment loss as applicable, the depreciation charge for the fixed asset is adjusted in future periods to allocate the asset's revised carrying amount, less its residual value (if any), on written down value basis over its remaining useful life.

o. Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

Employee State Insurance is a defined contribution scheme and the contributions as required by the statute are charged to the Statement of Profit and Loss as and when incurred.

The Company provides for the gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated years mentioned under 'The Payment of Gratuity Act, 1972'. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation at each Balance Sheet date using the Projected Unit Credit Method.



Actuarial gains and losses are recognized in the Statement of Profit and Loss as and when incurred.

p. Income taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain, as the case may be, that sufficient future taxable income will be available

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

q. Earnings Per Share

The basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

r. Cash and Cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand.

s. 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.

t. Classification of Debentures

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



Notes to The Financial Statements for The Year Ended March 31, 2022

u. 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.

v. The balance of Loans and Advances, Deposits and Current Liabilities etc. are considered as per books of account, pending confirmations and reconciliation. In the opinion of the management, since the amount due to/ from these parties are fully payable/recoverable, no material difference is expected to arise at the time of settlement, requiring accounting effect in as on 31-03-2022.

w. Written Offs

Financial assets are written off either partially or in their entirety only when the Company has no reasonable expectation of recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference recorded as an expense in the period of write off. Any subsequent recoveries are credited to statement of profit and loss account

x. 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.

y. Provisions

i. A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

ii. Provision policy for loan portfolios: Company provides for non-performing loans and advances as mentioned in Para 13 of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016. Provision for standard assets (including interest receivable) is made at 0.25% as mentioned in Para 14 of Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 and shown in the balance sheet as 'Contingent Provisions for standard asset'.

iii. For restructured asset -The lending institutions shall keep provisions from the date of implementation, which are higher of the provisions held as per the extant IRAC norms immediately before implementation, or 10 percent of the renegotiated debt exposure of the lending institution post implementation (residual debt).



SML Finance Limited

3 Notes on accounts for the financial year ended 31st March, 2022-Consolidated

3.1 Share Capital	(In ₹, '000 unless Otherwise Stated)			
	March 31, 2022		March 31, 2021	
	Particulars	No.	Value	No.
Authorised:				
Equity Shares of Rs. 1000 each	1,30,000	1,30,000.00	1,30,000	1,30,000.00
Preference Shares of Rs. 1000 each	20,000	20,000.00	20,000	20,000.00
Issued, Subscribed & Fully Paid Up:				
Equity shares of Rs 1000 each	60,302	60,302.00	60,302	60,302.00
TOTAL	60,302	60,302.00	60,302	60,302.00

3.1.1 Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of ` Rs. 1000 ' per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.1.2 Reconciliation of shares at the beginning and at the end of the financial year

Equity Shares	March 31, 2022		March 31, 2021	
	No.	Value	No.	Value
No: of equity shares at the beginning of the year	60,302.00	60,302.00	60,302.00	60,302.00
Add: Fresh issue	-	-	-	-
Less: shares bought back	-	-	-	-
Outstanding at the end of the year	60,302.00	60,302.00	60,302.00	60,302.00

3.1.3 Particulars of Shareholders holding more than 5% share in the Company

Name of shareholders	March 31, 2022		March 31, 2021	
	No: of shares	% of	No: of shares	% of
Equity shares of Rs 10 each, fully paid				
C C William Verghese	-	-	36,150.00	59.95%
Dr. Griger Cherry Williams	-	-	17,311.00	28.71%
Mary Williams	-	-	5,290.00	8.77%

3.1.4 Particulars of Share held by Promoters of the Company

Name of shareholders	March 31, 2022		March 31, 2021	
	No: of shares	% of	No: of shares	% of
Equity shares of Rs 10 each, fully paid				
C C William Verghese				
Dr. Griger Cherry Williams				
Mary Williams				

3.2 Reserves and Surplus

Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021

3.2.1 Security Premium Account:

As Per last balance sheet	21,198.50	21,198.50
(+) Additions during the year	-	-
	21,198.50	21,198.50

3.2.2 Statutory Reserve Fund

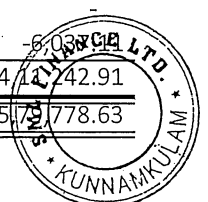
As Per last balance sheet	1,33,187.21	1,27,150.10
(+) Additions during the year	8,901.48	6,037.11
	1,42,089	1,33,187.21

3.2.3 Capital Redemption Reserve

Amount as per Last Balance Sheet	14,150.00	14,150.00
(+) Additions/ transfers during the Year	-	-
	14,150	14,150.00

3.2.4 Surplus /(Deficit) in Statement of Profit and Loss

Opening Balance	4,11,242.92	4,31,094.74
Net Profit/(Loss) after tax as per Statement of Profit and Loss	24,507.17	-13,814.71
(-) Dividend Paid	-	-
(-) Transfer to Statutory Reserve	-8,901.48	-8,901.48
Closing Balance	4,26,848.61	4,11,242.91
Total	6,04,285.80	5,72,778.63



3.2.5 Nature and purpose of Reserves

Securities premium

This Reserve represents the premium on issue of equity shares. The reserve can be utilised only for the purposes in accordance with the provisions of the Companies Act, 2013.

Statutory reserve

Statutory Reserve is created as per the terms of section 45-1C(1) of the Reserve Bank of India Act, 1934. It requires every non banking finance institution which is a Company to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss before any dividend is declared. The Company has appropriated 20% of the Profit After Tax to the fund for the year.

General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of profit for the period at a specified percentage in accordance with applicable regulations. After the introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of the Companies Act, 2013.

Retained earnings or Surplus

This reserve represents the cumulative profits of the Company.

3.3 Long-Term Borrowings

(In ₹, '000)

Particulars	Non-Current		Current	
	March 31,2022	March 31,2021	March 31,2022	March 31,2021
Secured				
Non Convertible Debentures	8,82,336.00	11,17,792.00	2,80,969.00	21,271.00
Vehicle Loan from Banks	262.11	1,182.97	131.34	297.70
Term Loans				
(i) From banks	62,084.14	4,947.53	86,580.08	13,122.11
(ii) From other parties	-	-	1,775.03	8,358.14
Unsecured				
Subordinated Debt	6,15,064.00	7,96,725.00	2,37,310.00	3,215.00
Non Convertible Debentures	34,000.00	12,400.00	-	-
Loans form Related Parties			39,822.00	
Total	15,93,746.25	19,33,047.50	6,46,587.46	46,263.95

3.3.1 Debt Securities

(In ₹, '000)

Particulars	March 31,2022	March 31,2021
(a) Secured Non-Convertible Debentures - Privately Placed	11,63,305.00	11,39,063.00
(b) Unsecured Non-Convertible Debentures - Privately Placed	34,000.00	12,400.00
(c) Unsecured Convertible Debentures - Privately Placed	-	-
Total (A)	11,97,305.00	11,51,463.00
Borrowings in India	11,97,305.00	11,51,463.00
Borrowings outside India	-	-
Total	11,97,305.00	11,51,463.00

3.3.2 Nature of Security

Non Convertible Debentures are secured by way of first charge on the Assets along with Receivables thereon, claims which are now due and owing to the company in the course of business or which at any time hereinafter due and owing related to or attached to or identified as Hire Purchase/ Hypothecation in sub branch 2 of Kunnamkulam, Adimali, Edappally, Kattappana 1, Mattanchery, Paravoor, Perumbavoor 1, Vadakkekkaad, Thiruvalla, Muvattupuzha and Angamali branches and as Micro Finance Loan & Small Ticket Business loan in Alappuzha, Cherthala-2, Chandiroor, Karthikappally, Mavelikkara-2, Thrrippunithara, Vadakara, Kollengode, Mepparambu, Kozhinjampara, Alathur, Ottupara, Mannarkkad, Irinjalakkuda, Ramanattukara and Vadakkekkaad branches and as Personal Loan in Alappuzha, Angamaly, Chanthiroor, Cherthala-2, Guruvayoor, Iringalakkuda, Karthikappally, Kozhinjampara, Mannarkkad, Mannuthy, Mavelikkara-2, Muvattupuzha, Ramanattukara, Thamarassery, Thiruvalla, Thrrippunithura, Vadakara and Edappally Branches and as Gold Loan in Alathur, Kottayam, Muvattupuzha, Paravoor, Pathanamthitta-1, Perumbavoor, Thodupuzha, Vadakara, Vaniyamkulam, Angmali, Kattappana, Kunnamkullam and Ponnani Branches and Demand Loans in Kunnamkulam and Edappally branch, Mortgage Loan in Edappally Branch and Consumer Durable Loans of Alathur, Angamaly, Guruvayoor, Iringalakkuda, Kollengode, Kozhinjampara, Mannarkkad, Mannuthy, Mepparambu, Muvattupuzha, Ottupara, Pazhayanoor, Piravam, Thrrippunithara, Wadakkenchery, Vadakkekkaad, and Edappally branch offices of the Company.



3 Notes on accounts for the financial year ended 31st March, 2022-Consolidated

Privately Placed Secured Non Convertible Debentures are secured by way of First Charge of hypothecation of Standard book debts/standard loan receivables, both present and future of Aralvaimozhi, Karukachal, Karungal, Kattappana, Kottaram, Koyilandi, Kulasekharam, Nagercoil, Ottapalam, Pathanamthitta, Pattambi, Valliyoor, Kollam, Kottarakkara, Thiruvalla, Kaliyikkavila, Ettumanoor, Ponkunnam, Mundoor, Mavelikkara, Vadakara, Thamarassery, Ramanattukara, Karthikappally and Varkkala branches of the Company.

Term Loans from banks:

Emergency Loan (COVID 19) from SBI is secured by way of First Charge of hypothecation of Standard book debts / standard loan receivables, present and future of Chavara, Ayur, Peerumed, Vandithavalam, Oachira, Pothancodu, Neyyattinkara, Attingal, Kilimanoor branches of the company and Second charge by way of hypothecation of remaining book debts/standard loan receivables, current assets etc. ,present and future of the company other than the amount mentioned at branches furnished under above and EM of Commercial Building and residential building.

Term Loans from Canara Bank is secured by way of First Charge of hypothecation of Standard book debts/standard loan receivables, present and future of Adoor, Kundara, Kottiyam, Parippally, Vaikom and Kattakada branches of the Company.

Vehicle Loan from Federal Bank is Secured by hypothecation of Vehicle - Ertiga (KL 07 CR 9900) vide Sanction Order of Federal Bank vide Sanction No: CL/2019/11840000889 dated 05.02.2019.

Term Loans from other parties:

Term Loan from Eclear Leasing and Finance is secured by hypothecation on receivables, created from loan disbursement out of the loan received from Eclear to an extent of 110% of outstanding loan amount.

Term Loan from Habitat is secured primarily by way of exclusive Hypothecation charge on book debts equivalent to 110% of the loan amount.

Further, the Term loan from Canara Bank has been guaranteed by the Personal guarantee of Directors and Corporate Guarantee of S M L Finance Ltd.

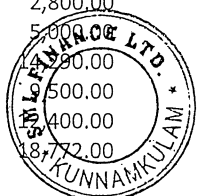
Term loan from Eclear Leasing and Finance has been guaranteed by the Personal guarantee of the Directors.

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

Non Convertible Debentures - Private

3.3.3 Series wise classification of Non Convertible

Particulars	Date of allotment	Date of maturity	(In ₹, '000)	
			March 31,2022	March 31,2021
NCD Series-45	30.06.2011	27.06.2021	-	13,514.00
NCD Series-46	31.08.2011	28.08.2021	-	1,832.00
NCD Series-47	31.08.2011	28.08.2021	-	5,680.00
NCD Series-49	31.12.2011	28.12.2021	-	245.00
NCD Series-53	30.06.2012	28.06.2022	40,493.00	51,641.00
NCD Series-54	31.07.2012	29.07.2022	24,492.00	32,058.00
NCD Series-55	31.08.2012	29.08.2022	25,001.00	32,348.00
NCD Series-56	30.09.2012	28.09.2022	23,576.00	32,802.00
NCD Series-57	31.10.2012	29.10.2022	29,293.00	39,900.00
NCD Series-58	30.11.2012	28.11.2022	39,852.00	46,878.00
NCD Series-59	31.12.2012	29.12.2022	20,768.00	26,126.00
NCD Series-60	31.01.2013	29.01.2023	18,331.00	23,658.00
NCD Series-61	28.02.2013	26.02.2023	28,330.00	36,772.00
NCD Series-62	31.03.2013	29.03.2023	30,833.00	38,362.00
NCD Series-63	30.04.2013	28.04.2023	22,424.00	25,912.00
NCD Series-64	31.05.2013	29.05.2023	17,720.00	20,218.00
NCD Series-65	25.06.2013	23.06.2023	20,504.00	25,216.00
NCD Series-68	25.06.2014	22.06.2024	600.00	600.00
NCD Series-69	31.07.2014	28.07.2024	500.00	500.00
NCD Series-70	24.11.2014	21.11.2024	-	5,500.00
NCD Series-71	31.03.2015	28.03.2025	1,700.00	1,700.00
NCD Series-72	30.04.2015	27.04.2025	1,500.00	3,000.00
NCD Series-73	31.07.2015	28.07.2025	2,750.00	3,250.00
NCD Series-75	28.10.2017	26.10.2027	14,845.00	17,345.00
NCD Series-77	30.12.2017	28.12.2027	8,500.00	10,050.00
NCD Series-78	27.02.2018	25.02.2028	8,200.00	8,200.00
NCD Series-79	31.03.2018	28.03.2028	2,800.00	2,800.00
NCD Series-80	30.12.2017	28.12.2027	2,500.00	5,000.00
NCD Series-82	11.06.2018	08.06.2028	10,990.00	10,990.00
NCD Series-83	23.07.2018	20.07.2028	9,500.00	5,000.00
NCD Series-84	11.06.2018	08.06.2028	-	400.00
NCD Series-85	21.07.2018	18.07.2028	15,900.00	18,772.00



3 Notes on accounts for the financial year ended 31st March, 2022-Consolidated

NCD Series-86	05.07.2018	02.07.2028	11,712.00	13,412.00
NCD Series-88	23.07.2018	20.07.2028	21,155.00	23,406.00
NCD Series-89	11.08.2018	08.08.2028	4,800.00	5,300.00
NCD Series-90	16.01.2020	13.01.2030	2,600.00	3,050.00
NCD Series-90	03.02.2020	31.01.2030	4,600.00	4,900.00
NCD Series-90	17.02.2020	14.02.2030	1,970.00	2,450.00
NCD Series-90	02.03.2020	28.02.2030	3,350.00	3,700.00
NCD Series-91	16.03.2020	14.03.2030	7,750.00	7,750.00
NCD Series-91	30.04.2020	28.04.2030	2,000.00	2,525.00
NCD Series-92	28.07.2021	26.07.2031	14,000.00	-
NCD Series-93	16.08.2021	14.08.2031	2,500.00	-
NCD Series-93	31.08.2021	29.08.2031	7,250.00	-
NCD Series-93	16.09.2021	14.09.2031	6,100.00	-
NCD Series-93	30.09.2021	28.09.2031	11,725.00	-
NCD Series-94	16.10.2021	14.10.2031	5,500.00	-
NCD Series-94	30.10.2021	28.10.2031	8,300.00	-
NCD Series-94	16.11.2021	14.11.2031	9,640.00	-
NCD Series-94	30.11.2021	28.11.2031	10,150.00	-
NCD Series-95	15.02.2022	13.02.2032	800.00	-
NCD Series-95	28.02.2022	26.02.2032	6,740.00	-
NCD Series-95	15.03.2022	12.03.2032	6,196.00	-
NCD Series-95	31.03.2022	28.03.2032	14,112.00	-
VFPL/ NCD / Series 1	31.03.2018	31.03.2028	22,423.00	26,923.00
VFPL/ NCD / Series 2	31.03.2018	31.03.2028	32,500.00	36,480.00
VFPL/ NCD / Series 3	31.03.2018	31.03.2028	-	-
VFPL/ NCD / Series 4	31.03.2018	31.03.2028	28,716.00	32,666.00
VFPL/ NCD / Series 5	31.03.2018	31.03.2028	18,873.00	23,831.00
VFPL/ NCD / Series 6	31.03.2018	31.03.2028	25,185.00	26,455.00
VFPL/ NCD / Series 7	31.05.2018	31.05.2028	3,245.00	3,245.00
VFPL/ NCD / Series 8	31.05.2018	31.05.2028	5,000.00	5,000.00
VFPL/ NCD / Series 9	01.10.2018	01.10.2028	15,275.00	15,275.00
VFPL/ NCD / Series 10	01.12.2018	01.12.2028	33,375.00	34,375.00
VFPL/ NCD / Series 11	29.01.2019	29.01.2029	23,831.00	25,331.00
VFPL/ NCD / Series 12	29.03.2019	29.03.2029	61,660.00	66,960.00
VFPL/ NCD / Series 13	31.05.2019	31.05.2029	26,500.00	35,150.00
VFPL/ NCD / Series 14	30.07.2019	30.07.2029	22,400.00	23,900.00
VFPL/ NCD / Series 15	16.08.2019	16.08.2029	2,020.00	2,020.00
VFPL/ NCD / Series 15	02.09.2019	02.09.2029	6,000.00	7,000.00
VFPL/ NCD / Series 15	17.09.2019	17.09.2029	5,800.00	5,800.00
VFPL/ NCD / Series 15	01.10.2019	01.10.2029	7,300.00	8,300.00
VFPL/ NCD / Series 16	16.10.2019	16.10.2029	7,000.00	8,200.00
VFPL/ NCD / Series 16	01.11.2019	01.11.2029	7,600.00	9,600.00
VFPL/ NCD / Series 16	16.11.2019	16.11.2029	4,500.00	4,500.00
VFPL/ NCD / Series 16	30.11.2019	30.11.2029	3,250.00	3,250.00
VFPL/ NCD / Series 17	16.12.2019	16.12.2029	6,600.00	6,600.00
VFPL/ NCD / Series 17	01.01.2020	01.01.2030	3,150.00	3,850.00
VFPL/ NCD / Series 17	16.01.2020	16.01.2030	2,000.00	2,600.00
VFPL/ NCD / Series 17	31.01.2020	30.01.2030	4,725.00	4,725.00
VFPL/ NCD / Series 18	17.02.2020	17.02.2030	7,119.00	7,119.00
VFPL/ NCD / Series 18	02.03.2020	02.03.2030	2,700.00	2,700.00
VFPL/ NCD / Series 18	16.03.2020	16.03.2030	6,861.00	6,861.00
VFPL/ NCD / Series 18	31.03.2020	31.03.2030	2,000.00	2,600.00
VFPL/ NCD / Series 19	16.12.2020	16.12.2030	5,300.00	6,300.00
VFPL/ NCD / Series 19	31.12.2020	31.12.2030	8,350.00	9,250.00
VFPL/ NCD / Series 19	16.01.2021	16.01.2031	12,350.00	12,350.00
VFPL/ NCD / Series 19	30.01.2021	30.01.2031	13,140.00	13,140.00
VFPL/ NCD / Series 20	16.02.2021	16.02.2031	5,500.00	5,500.00
VFPL/ NCD / Series 20	01.03.2021	01.03.2031	2,200.00	2,200.00
VFPL/ NCD / Series 20	18.03.2021	18.03.2031	9,025.00	9,025.00
VFPL/ NCD / Series 20	31.03.2021	31.03.2031	19,820.00	19,820.00
VFPL/ NCD / Series 21	16.04.2021	16.04.2031	3,600.00	-
VFPL/ NCD / Series 21	30.04.2021	30.04.2031	5,960.00	-
VFPL/ NCD / Series 22	04.05.2021	04.05.2031	20,000.00	-
VFPL/ NCD / Series 23	17.05.2021	17.05.2031	1,100.00	-
VFPL/ NCD / Series 23	16.06.2021	16.06.2031	2,700.00	-
VFPL/ NCD / Series 23	30.06.2021	30.06.2031	1,680.00	-
VFPL/ NCD / Series 24	16.07.2021	16.07.2031	2,350.00	-
VFPL/ NCD / Series 24	31.07.2021	31.07.2031	11,000.00	-



3 Notes on accounts for the financial year ended 31st March, 2022-Consolidated

	15.12.2021	15.12.2031	4,300.00	-
VFPL/ NCD / Series 25	31.12.2021	31.12.2031	10,100.00	-
VFPL/ NCD / Series 25	15.01.2022	15.01.2032	6,030.00	-
VFPL/ NCD / Series 25	31.01.2022	31.01.2032	14,120.00	-
VFPL/ NCD / Series 26	15.02.2022	15.02.2032	6,700.00	-
VFPL/ NCD / Series 26	28.02.2022	28.02.2032	10,350.00	-
VFPL/ NCD / Series 26	15.03.2022	15.03.2032	23,145.00	-
VFPL/ NCD / Series 26	31.03.2022	31.03.2032	16,025.00	-
Total			11,97,305.00	11,51,463.00

3.3.4 Coupon Rate wise classification of Non Convertible Debentures (In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
NCD - Coupon Rate -11.5	2,76,594.00	2,76,594.00	3,69,435.00	3,69,435.00
NCD -Coupon Rate-12	3,83,244.00	3,83,244.00	5,02,464.00	5,02,464.00
NCD -Coupon Rate-12.5	3,18,061.00	3,18,061.00	1,96,406.00	1,96,406.00
NCD -Coupon Rate-13	1,62,606.00	1,62,606.00	65,758.00	65,758.00
NCD -Coupon Rate-13.5	22,800.00	22,800.00	5,000.00	5,000.00
NCD -Coupon Rate-14.5	14,000.00	14,000.00	12,400.00	12,400.00
NCD -Coupon Rate-15	20,000.00	20,000.00	-	-
Total	11,97,305.00	11,97,305.00	11,51,463.00	11,51,463.00

3.3.5 Maturity wise classification of Non Convertible Debentures (In ₹, '000)

From the Balance Sheet date	(a) Non- current	(b) Current maturity	Total
Repayable on maturity :			
Maturing beyond 5 years	8,48,638.00	-	8,48,638.00
Maturing between 3 years to 5 years	4,250.00	-	4,250.00
Maturing between 1 year to 3 years	63,448.00	-	63,448.00
Maturing within 1 year	-	2,80,969.00	2,80,969.00
Total	9,16,336.00	2,80,969.00	11,97,305.00

3.3.6 Subordinated Liabilities (In ₹, '000)

Particulars	March 31,2022	March 31,2021
At Amortised Cost:		
(a) Subordinated Debts	8,52,374.00	7,99,940.00
Total (A)	8,52,374.00	7,99,940.00
Subordinated liability in India	8,52,374.00	7,99,940.00
Subordinated liability outside India	-	-
Total	8,52,374.00	7,99,940.00

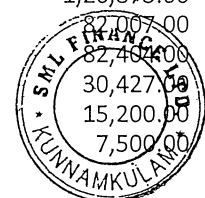
Unsecured Subordinated Debt - Private Placement

3.3.7 Series wise classification of Subordinated Debt (In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
Sub Ordinate Debts-Cumulative		3,50,064.00		2,95,230.00
Sub Ordinate Debts-Cumulative (Matured)		455.00		1,675.00
Sub Ordinate Debts		5,01,495.00		5,01,495.00
Sub Ordinate Debts (Matured)		360.00		1,540.00
Total	-	8,52,374.00	-	7,99,940.00

3.3.8 Interest Rate wise classification of Subordinated (In ₹, '000)

Particulars	March 31,2022		March 31,2021	
	No of units	Amount	No of units	Amount
Sub Ordinate Debts-Cumulative-16.66%		1,15,797.00		1,17,007.00
Sub Ordinate Debts-Cumulative-18.18%		100.00		110.00
Sub Ordinate Debts-Cumulative-19.99%		15.00		15.00
Sub Ordinate Debts-11%		62,521.00		62,521.00
Sub Ordinate Debts-11.5%		96,103.00		96,103.00
Sub Ordinate Debts-12%		1,25,723.00		1,26,873.00
Sub Ordinate Debts-12.5%		81,977.00		82,007.00
Sub Ordinate Debts-13%		82,404.00		82,404.00
Sub Ordinate Debts-13.5%		30,427.00		30,427.00
Sub Ordinate Debts-14%		15,200.00		15,200.00
Sub Ordinate Debts-15%		7,500.00		7,500.00



SML Finance Limited

3	Notes on accounts for the financial year ended 31st March, 2022-Consolidated		
	Subordinated Debt-Cumulative -0.115	1,930.00	1,930.00
	Subordinated Debt-Cumulative -0.125	24,982.00	13,940.00
	Subordinated Debt-Cumulative -0.135	26,012.00	26,012.00
	Subordinated Debt-Cumulative -0.145	10,250.00	10,250.00
	Subordinated Debt-Cumulative -0.15	5,300.00	5,300.00
	Subordinated Debt-Cumulative (Golden Bond) -0.12	47,468.00	29,625.00
	Subordinate Debts- Monthly -0.11	1,595.00	1,595.00
	Subordinate Debts- Monthly -0.12	49,806.00	23,857.00
	Subordinate Debts- Monthly -0.13	51,041.00	51,041.00
	Subordinate Debts- Monthly -0.14	16,223.00	16,223.00
	Total	8,52,374.00	7,99,940.00



3.3.9 Maturity wise classification of Subordinated		(In ₹, '000)	
From the Balance Sheet date	(a) Non- current	(b) Current maturity	Total
Repayable on maturity :			
Maturing beyond 5 years	50,274.00	-	50,274.00
Maturing between 3 years to 5 years	94,013.00	-	94,013.00
Maturing between 1 year to 3 years	4,70,777.00	-	4,70,777.00
Maturing within 1 year	-	2,37,310.00	2,37,310.00
Total	6,15,064.00	2,37,310.00	8,52,374.00
3.4 Other Long Term Liabilities		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(i) Other than Acceptances	-	-	
Interest accrued but not due on borrowings	1,24,191.90	1,02,928.90	
Total	1,24,191.90	1,02,928.90	
3.5 Long-term provisions		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Provision for Employee Benefits	1,476.12	866.01	
Others			
Contingent Provision on Standard Asset	7,019.35	6,642.30	
Contingent Provision on Non Performing Assets	39,880.30	41,026.22	
Contingent Provision on Restructured Assets	32,610.15	-	
Total	80,986	48,534.53	
3.6 Short-Term Borrowings		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Secured			
(a) Loans repayable on demand			
Federal Bank, Edappally	-	0.74	
South Indian Bank Ltd., Thrissur	1,274.42	27,943.94	
State Bank of India, Thrissur	87,795.72	1,26,049.22	
Dhanlaxmi Bank, Palarivattom	6,368.76	8,935.67	
State Bank of India - Covid Loan	3,999.20	16,098.44	
Cash credit (secured) [refer note below]	1,55,344.01	2,38,094.23	
(b) Deposits	-	-	
Inter-corporate loans	2,05,000.00	1,50,000.00	
(c) Current maturities of long-term Borrowings	6,46,587.46	56,185.95	
Total	11,06,370	6,23,308.19	
Nature of Security			
Loans repayable on demand from Banks			
South Indian Bank Cash Credit having a limit of 2 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Kottayam Branch office of the Company and Mortgage on Landed properties			
State Bank of India Cash Credit having a limit of 12 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Vaniyamkulam, Thamarassery, Kunnamkulam Sub Branch -1 & 3, Pathanamthitta I, Alathur, Ramanattukara, and Mepparambu and Micro Finance Loan & Small Ticket Business loan receivables of Angamaly, Vaniyamkulam, Thamarassery, Pazhayannoor, Vadakkenchery, Muvattupuzha, Piravam and Mannuthy Branch offices of the Company and Personal Loan Receivables of Althur, Mepparambu, Pazhayannoor, Vadakkenchery, Piravam, Kollemgode, Ottupara and Vadakkekkaad Branch offices of the Company and Mortgage on Landed properties			
Dhanlaxmi Bank Cash Credit having a limit of 5 Crores is secured by First Charge by way of hypothecation of HP/VL receivables of Alapuzha, Kollengode, Mavelikara, Thodupuzha, Sulthan Bathery, Vadakara and Ponnani and Micro finance Loan & Small Ticket Business loan receivables of Guruvayoor and Thiruvalla Branch offices of the Company and Mortgage on Landed properties			
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 repayment of loans and interest.			



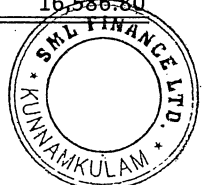
3.7 Other Current Liabilities		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(a) Unclaimed NCD matured	150.00	413.00	
(b) Interest accrued but not due on borrowings;	454.19	-	
(c) Interest accrued but not due on borrowings	2,072.77	1,919.69	
(d) Other Payables	-	-	
(i) HP Outstanding liabilities	10,724.67	15,539.14	
(ii) Statutory remittances (Refer note(i) below)	8,554.68	4,656.64	
(iii) Salaries and Wages Payable	5,593.49	6,074.41	
(iv) Expenses Payable	7,306.32	4,882.38	
(v) Chitty Liability	707.10	818.21	
(vi) Others	9,242.15	3,848.43	
Total	44,805.36	38,151.90	

Note (i) Statutory dues includes provident fund, employees state insurance, withholding taxes.

3.7 Short Term Provisions			
Particulars	March 31,2022	March 31,2021	
(a) Provision for Employee Benefit			
(b) Provision - Others			
(i) Provision for Income Tax	21,889.19	9,500.00	
Total	21,889.19	9,500.00	

3.10 Non-current investments		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Non-trade investments (valued at cost unless stated otherwise):			
Investment in equity instruments (Quoted)			
(ii) of other entities			
377 Equity Shares of Muthoot Finance Ltd of Rs.175 each fully paid up (Market Value as on 31.03.2022 is Rs.1330.95 Each)	65.98	65.98	
Non-trade investments (valued at cost unless stated otherwise):			
Investment in equity instruments (Un Quoted)			
BRD Securities Ltd	14,265.07	14,265.07	
BRD Finance Ltd	4,464.72	4,464.72	
BRD Motors Ltd	17,038.20	17,038.20	
Total (A) - Gross	35,833.97	35,833.97	
(i) Investments outside India			
(ii) Investments in India	35,833.97	35,833.97	
Total (B) - Gross	35,833.97	35,833.97	
Less: Impairment loss allowance			
Total	35,833.97	35,833.97	

3.11 Deferred tax Assets/ (Liabilities)		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
A. Deferred tax liabilities			
B. Deferred tax assets			
On difference between book balance and tax balance of fixed assets	3,166.22	4,611.54	
Carried Forward Loss	-	1,604.60	
Others	19,313.98	10,370.66	
Total	22,480.20	16,586.80	



3.12 Long Term Loans And Advances - Financing Activities

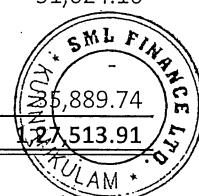
Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021
Loans and Advances		
Vehicle Loan	8,07,105.74	8,74,233.21
Mortgage Loan	30,397.43	34,965.60
Gold Loan	1,79,285.76	1,40,211.36
Property Loan	525.82	638.61
Personal Loans	17,15,971.31	10,97,651.57
Micro Finance Loan	47.41	667.22
Business Loans	631.70	3,630.16
Other Loans	1,17,450.12	5,39,415.68
Micro Housing Loan	13,324.18	27,438.46
Total - A Gross Amount	28,64,739.48	27,18,851.86
(i) Secured by Securities and Assets	10,17,314.76	10,50,048.78
(ii) Covered by Bank/Government guarantees	-	-
(iii) Unsecured	18,47,424.73	16,68,803.08
Total - B Gross Amount	28,64,739.48	27,18,851.86
Loans in India		
(i) Public Sector	-	-
(ii) Others	28,64,739.48	27,18,851.86
Total - C Gross Amount	28,64,739.48	27,18,851.86
Total	28,64,739.48	27,18,851.86

3.12.1 Loans And Advances - Financing Activity Maturity Wise

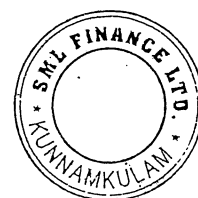
Particulars	(In ₹, '000)			
	Non Current		Current	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Loans				
(A)				
Vehicle Loan	4,62,185.96	5,26,356.20	3,44,919.79	3,47,877.02
Mortgage Loan	24,588.81	27,502.23	5,808.63	7,463.38
Gold Loan	18,365.72	13,239.14	1,60,920.05	1,26,972.22
Property Loan	525.82	525.82	-	112.79
Personal Loan	6,41,231.87	4,55,168.14	10,74,739.44	6,42,483.42
Micro Finance Loan	-	592.01	47.41	75.21
Business Loans	21.59	131.73	610.11	3,498.43
Other Loans	3,203.22	25,991.57	1,14,246.90	5,13,424.11
Micro Housing Loan	1,709.44	10,373.82	11,614.74	17,064.63
Total (A) - Gross	11,51,832.42	10,59,880.66	17,12,907.06	16,58,971.21
(B)				
(i) Secured by Securities and Assets	5,05,666.296	5,67,623.374	5,11,648.460	4,82,425.406
(ii) Covered by Bank/Government guarantees	-	-	-	-
(ii) Unsecured	6,46,166.121	4,92,257.281	12,01,258.604	11,76,545.801
Total (B) - Gross	11,51,832.42	10,59,880.66	17,12,907.06	16,58,971.21
(C)				
Loans in India				
(i) Public Sector	-	-	-	-
(ii) Others	11,51,832.42	10,59,880.66	17,12,907.06	16,58,971.21
Total (C) - Gross	11,51,832.42	10,59,880.66	17,12,907.06	16,58,971.21

3.13 Long Term Loans And Advances

Particulars	(In ₹, '000)	
	March 31, 2022	March 31, 2021
Unsecured, considered good		
Loans and advances to related parties	91,624.16	91,624.16
Other Advances		
i. Balances with government authorities	-	-
Income Tax refund receivable	41,376.16	5,889.74
Total	1,33,000.33	27,513.91

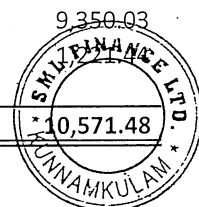


3.14 Other non-current assets		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Unsecured considered good; Security Deposit	13,061.79	12,535.94	
Gratuity Fund	3,476.08	4,378.64	
Total	16,537.87	16,914.58	
3.15 Cash And Cash Equivalents		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Cash in Hand	30,069.55	28,105.49	
Balance with banks	-	-	
(i) In Current Accounts	1,03,806.11	42,692.32	
(ii) Fixed Deposits	324.88	215.28	
Less: Maturity More than 1 Year	-	-	
	1,04,130.99	42,907.59	
Total	1,34,200.54	71,013.08	
3.16 Short Term Loans And Advances		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Unsecured, considered good Loans and advances to related parties	1,13,520.41	1,31,500.00	
Other Loans and Advance i. Balances with government authorities TDS, TCS and Advance Income Tax GST Receivables	23,321.76 305.80	15,558.27 18.18	
ii. Others (Unsecured, considered good) Vehicle Booking Advances Other Advances	41,407.77 68,255.00	43,369.90 52,919.80	
Total	2,46,810.75	2,43,366.15	
Advances recoverable in cash or in kind or for value to be received			
3.17 Other Current Assets		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
(a) Accruals Interest Recivables on Loans Finance Charge/VL Interest Receivable	28,512.91 64,145.02	32,669.65 41,045.98	
(b) Others Repossessed Vehicles Chitty Investments HP/VL Receivables Other Receivables	4,811.04 1,730.53 15,133.69 1,052.96	5,811.74 1,921.30 16,746.36 -	
Total	1,15,386.16	98,195.04	



3 Notes on accounts for the financial year ended 31st March, 2022-Consolidated

3.18 Revenue From Operations		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Income from Financing activity	5,87,315.44	6,76,607.58	
Total	5,87,315.44	6,76,607.58	
3.19 Other Income		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Interest Income			
Other Interest received	31,629.41	22,386.93	
Interest on FD	70.44	7.44	
Interest on HP/VL overdue	17,825.86	17,095.06	
Other non-operating income (net of expenses directly attributable to such income).			
Rental income from investment properties	373.50	306.00	
Profit on Repossessed Assets	35.11	-	
Profit on Sale of Property Plant and Equipments	535.42	132.01	
Bad debts recovered	34,822.52	13,242.87	
Dividend on Investment	7.54	-	
Documentation Charges	24,636.53	10,934.02	
HP/VL Other Income	34.33	38.13	
HP Verification & Valuation Charge	943.93	897.98	
Interest on income tax refund	203.99	93.69	
Consulting Fee	14.76	108.96	
Processing fee on Micro Finance and Other Loans	17,890.12	7,524.73	
Sundry credits w/off	557.91	-	
Other Miscellaneous Income	1,233.90	1,689.14	
Total	1,30,815.26	74,456.94	
3.20 Employee Benefit Expenses		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Salaries and Wages	1,55,432.14	1,50,731.19	
Contributions to provident and other funds	15,837.22	12,395.28	
Workmen and Staff Welfare Expenses - Bonus	209.72	200.26	
Total	1,71,479.08	1,63,326.72	
3.21 Finance Cost		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Interest expense on :			
Borrowings	3,00,350.23	3,39,213.81	
Others			
Income Tax	24.24	-	
TOTAL	3,00,374.47	3,39,213.81	
3.22 Depreciation And Amortisation Expenses		(In ₹, '000)	
Particulars	March 31,2022	March 31,2021	
Depreciation	8,189.50	9,350.03	
Amortisation	1,523.03	-	
Total	9,712.53	10,571.48	



3.23 Other Expenses	(In ₹, '000)	
	Particulars	March 31, 2022
Accrued loss on auctioned chitty	272.35	368.22
Advertisement	245.40	153.85
Association subscription	4,924.48	4,947.62
Audit fee	700.00	650.00
Bank charges	5,407.98	4,287.02
Baddebts Recovery Expense	274.90	348.48
Business Promotion Expense	1,315.13	756.42
Cleaning charges	1,312.57	1,775.54
Debenture trustee fee	252.00	252.00
Donation	1,797.04	1,842.33
Fee & Registratrimon expenses	1,261.83	1,869.76
Electricity charges & Water charges	2,493.44	2,246.43
Filing fee	45.00	93.49
Gratuity Insurance Premium	155.01	181.13
GST Paid	2,789.76	2,935.14
HP/VL promotion Expense	3,545.37	4,717.58
Inaguration Expenses	45.62	-
Incentive	33,650.05	23,657.01
Insurance charges	716.98	278.85
Labour welfare fund	48.56	55.66
Legal charges	1,528.50	1,979.26
Loss on repossessed assets	-	169.45
Miscellaneous expenses	83.32	24.78
News paper & Periodicals	7.54	7.93
Postage	756.05	666.06
Printing & Stationery	2,906.13	3,981.73
Legal and Professional Fee	3,371.77	9,005.33
Provisions and Written off	75,853.51	1,26,163.96
Rates & Taxes	994.97	485.38
Refreshment	4,505.06	3,964.09
Rent	20,339.27	18,300.59
Repairs & maintenance	5,869.27	6,315.78
Security salary	-	108.00
Service tax	-	953.09
System maintainance charge	5,403.67	4,271.86
Interest, Late Fees & others	25.73	380.80
Telephone charges	3,620.03	3,683.35
Travelling expenses	5,552.16	5,515.22
Meeting & Training Expenses	4,638.74	2,509.66
Office Expenses	1,224.34	1,404.31
Sitting fees	30.00	25.00
Round Off	-	1.36
Vehicle Expenses	75.48	19.94
Total	1,98,039.03	2,41,353.45

3.23.1 Payment to Auditors Comprises of :	(In ₹, '000)	
	Particulars	March 31, 2022
As auditors - statutory audit	475.00	450.00
For taxation matters	125.00	112.50
For other services	100.00	87.50
Total	700.00	650.00



3 Notes on Financial Statements for the period ended 31st March 2022

3.9 Property Plant and Equipments

(In ₹, '000)

Particulars	Land	Building	Furniture & Fittings	Electrical Fittings	Computers	Motor Vehicle	Office Equipments	Total
Cost:								
As at April 1, 2021	16,637.22	31,788.86	44,221.93	11,202.83	24,758.58	16,061.67	10,090.83	1,54,761.92
Additions	5,737.81	-	1,187.55	426.36	935.53	-	1,051.71	9,338.96
Disposals	-	-	-	-	-	1,915.03	-	1,915.03
As at March 31, 2022	22,375.03	31,788.86	45,409.47	11,629.19	25,694.11	14,146.64	11,142.54	1,62,185.85
Depreciation and impairment:								
As at April 1, 2021	-	5,998.57	32,643.82	8,224.01	22,557.16	13,347.87	8,365.34	91,136.77
Additions	-	1,991.10	3,047.21	888.51	989.93	516.50	756.25	8,189.50
Disposals	-	-	-	-	-	1,091.04	-	1,091
As at March 31, 2022	-	7,989.67	35,691.02	9,112.52	23,547.09	12,773.33	9,121.59	98,235.23
Net book value:								
As at April 1, 2021	16,637.22	25,790.29	11,578.11	2,978.82	2,201.42	2,713.80	1,725.49	63,625.15
As at March 31, 2022	22,375.03	23,799.19	9,718.45	2,516.67	2,147.02	1,373.31	2,020.95	63,950.62

Intangible Assets

Particulars	Software	Total
Cost:		
As at April 1, 2021	11,461.22	11,461.22
Additions	1,507.95	1,507.95
Disposals	-	-
As at March 31, 2022	12,969.17	12,969.17
Depreciation and impairment:		
As at April 1, 2021	7,810.09	7,810.09
Additions	1,523.03	1,523.03
Disposals	-	-
As at March 31, 2022	9,333.12	9,333.12
Net book value:		
As at April 1, 2021	3,651.14	3,651.14
As at March 31, 2022	3,636.05	3,636.05



3 Notes on accounts for the financial year ended 31st March, 2022

3.23.2 Provisions and Written Offs

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
Provision for		
Standard assets	377.06	(988.21)
Non performing assets	(1,145.92)	(3,118.83)
Restructured Asset Provision	32,610.15	-
Advance & Bad debts written off	44,012.22	1,29,755.31
H P/ VL Outstanding written off suite filed		515.69
Total	75,853.51	1,26,163.96

3.24 Earnings Per Share

Particulars	(In ₹)	
	March 31,2022	March 31,2021
Basic		
Profit after tax as reported	2,45,07,171	(1,38,14,712)
Weighted average number of equity shares for basic EPS	60,302	60,302
Basic earnings per share (face value of Rs. 10) -in INR	406.41	(229.09)

3.25 Employee Benefits

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

3.25.01 Defined Contribution Plans :

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
During the Year, the following amounts have been recognised in the Profit and Loss account on account of defined		
Employers Contribution to Provident Fund	8,829.41	7,875.75
Employers Contribution to Employee's State Insurance	3,766.40	3,490.84

3.25.02 Defined benefit Plans- Gratuity:

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
i. Components of employer expense		
Current service cost	2,882.57	3,893.88
Interest cost	1,084.77	1,211.06
Expected return on plan assets	(1,228.87)	(1,366.81)
Actuarial losses/(gains)	864.32	378.91
Total expense recognised in the Statement of Profit and Loss	3,602.78	4,117.05

ii. Actual contribution and benefit payments for year

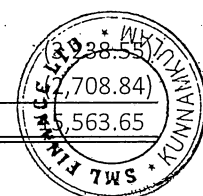
Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
Actual benefit payments	2,151.25	2,708.84
Actual contributions	866.02	2,079.13

iii. Net asset / (liability) recognised in the Balance Sheet

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
Present value of defined benefit obligation	(16,957.47)	(15,563.65)
Fair value of plan assets	18,957.42	19,076.27
Funded status [Surplus / (Deficit)]	1,999.95	3,512.62
Net asset / (liability) recognised in the Balance Sheet	1,999.95	3,512.62

iv. Change in defined benefit obligations (DBO) during the year

Particulars	(In ₹, '000)	
	March 31,2022	March 31,2021
Present value of DBO at beginning of the year	15,563.65	16,406.09
Current service cost	2,882.57	3,893.88
Interest cost	1,084.77	1,211.06
Acquisition Adjustments	263.38	
Actuarial (gains) / losses	(568.04)	
Benefits paid	(2,268.86)	
Present value of DBO at the end of the year	16,957.47	15,563.65



v. Change in fair value of assets during the year		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Plan assets at beginning of the year	19,076.27	18,365.09	
Expected return on plan assets	1,228.87	1,366.81	
Actual company contributions	866.02	2,079.13	
Acquisition Adjustments	-	-	
Actuarial gain / (loss)	55.12	(25.92)	
Benefits paid	(2,268.86)	(2,708.84)	
Plan assets at the end of the year	18,957.42	19,076.27	

vi. Composition of the plan assets is as follows:		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Insurer Managed Funds	18,957.42	19,076.27	

vii. Actuarial assumptions			
Particulars	March 31, 2022	March 31, 2021	
Discount rate	7.00%	7.00%	
Rate of return on plan assets	7.00%	7.00%	
Salary escalation	8.00%	8.00%	

The above disclosures are based on information furnished by the independent actuary and relied upon by the auditors.

The estimates of future Salary increases, considered in the actuarial valuation, takes into account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

3.26 Contingent liabilities and capital commitments		(In ₹, '000)	
Particulars	March 31, 2022	March 31, 2021	
Contingent Liabilities: -			
Claim not acknowledge as debt by the company			
In respect of tax demands where the Company has filed appeal before various	-	442.35	
Guarantee and Letter of Credit issued by banker on behalf of the company	39.50	39.50	
Capital commitments :-	-	-	

* Appeal filed against the Income tax matter were considered as part of in the settlement commission order, hence no longer required to keep as contingent liabilities as on reporting date.

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

3.27 Related party disclosures

3.27.01 Names of Related Parties

(A) Subsidiaries Vanchinad Finance Private Limited

(B) Key Management Personnel

	Designation
Dr. Griger Cherry Williams	Managing Director
Shajan A D	Chief Financial Officer
Naveena P Thampi	Company Secretary
Sibin Paulson	Chief Financial Officer

(c) Directors

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

BRD Finance Limited	BRD Securities Limited	Ayur Bethaniya LLP
BRD Motors Limited	BRD Car World Limited	Sangeeth Nidhi Limited
BRD Chits Limited	BRD Developers & Builders Limited	
BRD Kuries India Limited	Sangeeth Photostats	

(E) Relatives of Key Management Personnel

Name	Relation	Name	Relation
C C William Verghese	Father of MD	Devassy, A L	Father of CFO
Mary Williams	Mother of MD	Smitha Shajan	Spouse of CFO
Susanna Griger	Spouse of MD		

Related parties have been identified on the basis of the declaration received by the management and other records available and the same has been relied upon by the auditors.



Particulars	3.27.02 Related Party transactions during the year: (In ₹, '000)			
	KMP/ Director		Relatives of KMP	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Remuneration paid	8,605	5,052	8,633	7,352
Professional consulting fees	-	-	720.00	720.00
Incentives Paid	13.00	13.00	-	-
NCD Redeemed	-	-	425.00	20.00
Loan from Directors of the Company	-	-	76,409.00	29,963.00
Loan Repaid to Directors	-	-	46,509.00	26,635.00
Sub-debts of the Company	-	-	150.00	-
Interest paid on NCD	617.13	593.50	93.27	76.00
Interest paid on Loan from Related Parties	-	-	2,892.19	634.24
Trade Advance Paid	-	-	22,777.00	41,165.00
Trade Advance Refund	-	-	16,945.00	15,709.00
Loans and Advances	-	-	2,020.41	21,500.00
Interest on Trade Advance Received	-	-	15,484.68	6,559.51
Rent Paid	-	-	4,770.00	4,747.50

Particulars	Subsidiary Company		Entities in which KMP / Relatives of KMP can exercise significant influence	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	Rent Received	-	-	373.50
Inter-corporate deposit Accepted	-	-	1,70,000.00	-
Inter-corporate deposit Rapid	-	-	1,15,000.00	1,00,000.00
Inter-corporate deposit Granted	-	-	15,000.00	-
Inter-corporate deposit Received	-	-	35,000.00	-
Interest Paid	-	-	25,289.05	31,972.60
Interest Received	-	-	14,625.20	15,400.00
Non-convertible Debentures - Privately Placed	-	-	20,000.00	-

Particulars	3.27.03 Balance outstanding as at the year end: Asset/ (Liability) (In ₹, '000)			
	KMP/ Director		Relatives of KMP	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Trade Advance	-	-	95,566.00	89,734.00
Loans and Advances	-	-	91,624.16	91,624.16
NCD	4,600.00	4,600.00	182.00	607.00
Bonds	1,505.00	505.00	1,205.00	1,800.00
Interest Payable	163.73	64.17	41.89	230.34

Particulars	Subsidiary Company		Entities in which KMP / Relatives of KMP can exercise significant influence	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	Non-Convertible Debentures - Private Placed	-	-	20,000.00
Intercorporate Loans and Advances	-	-	2,05,000.00	1,50,000.00
Loans and Advances	-	-	1,13,520.41	1,31,500.00
Interest Receivables	-	-	811.94	14,853.86
Interest Payables	-	-	1,222.40	1,919.69



3 Notes on accounts for the financial year ended 31st March, 2022

3.28 **Transaction with director**

(In ₹, '000)

Name	Nature of Transaction	March 31, 2022	March 31, 2021
Jojo N J	Sitting Fee and Remuneration	1,200.00	1,200.00
Appumon C K	Sitting Fee and Remuneration	2,400.00	600.00
K. I. Varghese - Director	Remuneration	1,285.00	1,207.50
K. I. Varghese - Director	Interest paid on subordinate debts	2.50	2.88
Abin M. Behanan	Sitting Fee	15.00	10.00
Kadapuram Mathews Mathai	Sitting Fee	15.00	15.00

3.29 **Disclosure with regard to dues to Micro Enterprises and Small Enterprises**

The management has initiated the process of identifying enterprises which have provided goods and services to the company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The company has not received any intimation from its vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006. Further in the view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material.

3.30 **Additional Regulatory Information**

Particulars	Numerator	Denominator	Current Period	Previous Period	% of variance*
Current Ratio (times)	Current assets	Current liabilities	1.88	3.09	-39.0%
Debt-Equity Ratio (times)	Total debt	Shareholder's equity	4.25	4.15	2.3%
Debt Service Coverage Ratio (times)	Earnings available for debt service	Debt service	2.15	(4.39)	-149.0%
Net Profit Ratio (%)	Net profits	Revenue	3.41%	-1.84%	-285.5%
Return on Equity Ratio (%)	Net profits after taxes	Average shareholder's equity	3.76%	-2.14%	-275.9%
Return on Capital employed (%)	Earning before interest and taxes	Capital employed	14.22%	12.55%	13.4%
Utilization Ratio					

Due to economic slow down the Loan port folio of the company reduced substantially which resulted the reduction in Current Ratio
Subscribers of Long term debts excersised the put option which resulted the reduction in the Long term Debts
Provision for NPAs increased substantially which resulted in the redution in the profitability
The Entity is operating in Service sector- Finance Company, hence Utilization ratios are not determinabale

3.31 **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 2021-22 (2020-21 – Nil)

3.32 **Expenditure in Foreign Currency**

The company does not have any expenditure in Foreign Currency during the year 2021-22 (2020-21 – Nil)

3.33 **Earning in Foreign Currency**

The company does not have any earnings in Foreign Currency during the year 2021-22 (2020-21 – Nil)

Other Notes

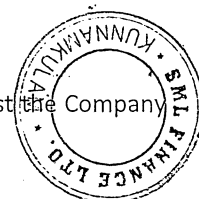
3.34 In the opinion of the management , the current assets, loans and advances shall realise the value as shown in the balance sheet, if realised in the normal course of business.

3.35 Balance of some of the debtors, creditors & loans and advances are subject to confirmation/reconciliation.

3.36 Other notes as required by Schedule III of the Act are either nil or not applicable hence not disclosed.

3.37 There are no transactions with struck off companies under section 248 or 560

3.38 The Company doesn't have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.



3 Notes on accounts for the financial year ended 31st March, 2022

3.39 The Company doesn't have any Immovable Property whose title deeds are not held in the name of the Company.

3.40 The Company has not been declared as a wilful defaulter by any lender who has powers to declare a company as a wilful defaulter at any time during the financial year or after the end of reporting period but before the date when financial statements are approved

3.41 The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.

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

3.43 The Company hasn't advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

3.44 The Company hasn't received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

3.45 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.

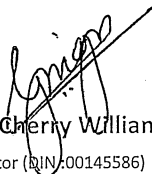
3.46 The Company has not obtained registration from other financial sector regulators except Reserve Bank of India.

3.47 No penalties were imposed by the regulator during the year during the financial year ended Mar 31,2022 (Pre Year: Nil)

3.48 Corresponding previous year figures have been regrouped/recast and reclassified, wherever necessary to conform to current year's classifications/disclosure to make them comparable.



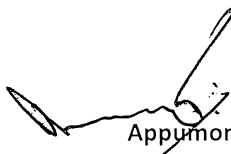
Damodaran P Namboodiri
Chartered Accountant
Membership No.221178



Griger Cherry Williams
Mg. Director (DIN:00145586)



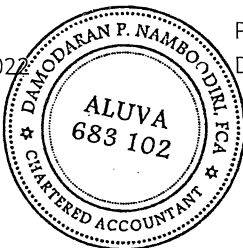
Shajan Aloor Devassy
(Chief Financial Officer)



Appumon C K
Director (DIN : 00135500)



Place : Aluva
Date: 05.09.2022



Place : Kunnamkulam
Date : 05.09.2022