

# VINOD S AGARWAL & ASSOCIATES

Chartered accountants

12A, Lord Sinha Road  
Shyamkunj – Annapurna  
4<sup>th</sup> Floor, Flat 403  
Kolkata – 700 071  
Email – [vinod@rabcoindia.com](mailto:vinod@rabcoindia.com)

## INDEPENDENT AUDITOR'S REPORT

To the Members of Vector Finance Private Limited

Report on the Audit of the Financial Statements

### Opinion

We have audited the accompanying financial statements of Vector Finance Private Limited ("the Company"), which comprise the Balance sheet as at March 31 2022, the Statement of Profit and Loss, Statement of changes in Equity and Statement of Cash Flows for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit/loss, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Emphasis of Matter

We draw attention to Note no. 36(a & b) of Notes to Accounts, which describes the impact of COVID 19 Pandemic will impact the companies result will depend on the future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.





## **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the Directors' Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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





- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

### Report on Other Legal and Regulatory Requirements

1. As required by The Companies (Auditor's Report) Order, 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-1 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in equity and the Cash Flow Statement and dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;





- (f) This report does not include Report on the internal financial controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the 'Report on internal financial controls'), since in our opinion and according to the information and explanation given to us, the said report on internal financial controls is not applicable to the Company basis the exemption available to the Company under MCA notification no. G.S.R. 583(E) dated June 13, 2017, read with corrigendum dated July 13, 2017 on reporting on internal financial controls with reference to financial statements;
- (g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2022;
- (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 does not have any pending litigations which would impact its financial position
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. a) 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 Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend 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; and
  - c) Based on such audit procedures performed that have been 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. No dividend has been declared or paid on Equity Shares during the year by the Company.

for **VINOD S AGARWAL & ASSOCIATES**

**Chartered Accountants**

FRN: 326629E



**VINOD AGARWAL**

(Partner)

M.No: 053947

UDIN: 22053947ANKZQC2777

Place: KOLKATA

Date: 22.07.2022



**Annexure 1 referred to in paragraph 1 of the section on "Report on other legal and regulatory requirements" of our report of even date**

**TO THE MEMBERS OF VECTOR FINANCE PRIVATE LIMITED**

- (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 intangibles assets.
- (b) According to the information and explanations provided to us, Property, Plant and Equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to the information and explanations provided to us, the title deeds of all the immovable properties are held in the name of the Company.
- (d) According to the information and explanations provided to us, the Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year.
- (e) According to the information and explanations provided to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The company does not have any inventories during the year.
- (b) The Company has not been sanctioned working capital limits in excess of Rs.5 crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) The company has made investment in and granted loans and advances in the nature of loans secured or unsecured to companies, firms, limited liability partnerships or any other parties in respect of which:
- (a) The company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the order is not applicable
- (b) According to the information and explanations provided to us, the terms and conditions of the grant of loans are not prejudicial to the Company's interest.
- (c) According to the information and explanations provided to us, in respect of loans granted or advances in the nature of loans provided by the company, the schedule of repayment of principal and payment of interest has been stipulated. Note 2.07 to the Financial Statements explains the company's accounting policy relating to the classifications and provisions of loan portfolio. In accordance with that policy loan assets were categorized as long-term and short-term.





- (d) The total amount overdue for more than ninety days (other than restructured accounts), in respect of loans and advances in the nature of loans as at the year-end is Rs.0.76 crore. Reasonable steps are being taken by the company for recovery of the principal and interest as stated in the applicable regulations and loan agreements.
- (e) The company's principal business is to give loans, and hence reporting under clause 3(iii)(e) of the order is not applicable.
- (f) According to the information and explanations provided to us, the Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) According to the information and explanation given to us, the company has no loans, investments, guarantees or security where provisions of section 185 of the Companies Act, 2013 are to be complied with. Since the company is a Non-banking Financial Company- Micro Finance Institution engaged in the business of providing loans, it is exempted under section 186(11) of the companies Act 2013 and hence the provision of section 186 are not applicable to the company
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable and hence not commented upon.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products of the Company.
- (vii) (a) Undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of custom, cess and other applicable statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of applicable statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.
- (viii) According to the information and explanations provided to us, the Company has not surrendered or disclosed an income in tax assessments during the year under the Income tax Act, 1961 any transaction, previously not recorded in the books of account. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable and hence not commented upon.





- (ix) (a) According to the information and explanations provided to us, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) According to information and explanations provided to us, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) According to the information and explanations provided to us, the Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable and hence not commented upon.
- (d) According to the information and explanations provided to us and based on the overall examination of the financial statements, no funds raised by the Company on short-term basis have been used for long-term purposes.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary. Hence, the requirement to report on clause (ix)(e) of the Order is not applicable to the Company.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiary. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.
- (g) (A) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (B) The company has made private placement of shares and redeemable non-convertible debentures under review and the requirement of section 42 of the Companies Act, 2013 have been complied with and according to information and explanations given to us, the amount raised have been used for the purposes for which the funds were raised;
- (h) (A) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations provided to us, we report that no fraud by the Company has reported during the year. However a fraud on the Company by the employee of the Company has been noticed & reported during the year to Reserve Bank of India.
- (B) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor or secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (C) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.





- (i) In our opinion, the Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirements to report on clause 3(xii)(a) (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (j) The Company is a private company and is thus not required to establish an Audit Committee as prescribed under Section 177 of the Companies Act, 2013. Further, as explained to us, the Company satisfies the conditions for exemption from the provisions of section 188 prescribed in notification dated June 5, 2015 issued by the Ministry of Corporate Affairs and therefore, the provisions of section 188 do not apply to the Company. Accordingly, the requirement to report on clause 3(xiii) of the Order is not applicable to the Company.
- (k) (A) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.
- (B) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company.
- (l) According to the information and explanations provided to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, requirement to report on clause 3(xv) of the Order is not applicable to the Company and hence not commented upon.
- (m) (A) The company is a Non-Banking Financial Company as registered under section 45-IA of the Reserve Bank of India Act, 1934 1934, accordingly the provisions of sub-clause (b) of 3(xvi) of the Order is not applicable;
- (C) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of sub-clause (c) and (d) of clause 3(xvi) of the Order are not applicable;
- (n) According to the information and explanations provided to us, the Company has not incurred cash losses in the current year . However in the immediately preceding financial year there was cash loss of Rs.8.63 crore.
- (o) There has been no resignation of statutory auditors of the Company during the year. Accordingly, requirement to report on Clause 3(xviii) of the Order is not applicable and hence not commented upon.





- (p) In our opinion and according to the information and explanations provided to us and on the basis of the financial ratios disclosed in note 44 (ix) to the 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 plans of the Board of Directors and management nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of our audit report that Company is not capable of meeting its liabilities as at the date of balance sheet as and when they fall due within a period of one year from the date of balance sheet. 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 the Company will not be able to meet all liabilities as and when they fall due within a period of one year from the date of balance sheet.
- (q) The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.



for **VINOD S AGARWAL & ASSOCIATES**  
Chartered Accountants  
FRN: 326629E

**VINOD AGARWAL**  
(Partner)

M.No: 053947

UDIN: 22053947ANKZ9C2777

Place: KOLKATA  
Date: 22.07.2022



## **NOTE 1: NATURE OF OPERATIONS**

Vector Finance private limited has been incorporated on November 21, 2018 as a Private Limited Company under Companies act 2013 and received its NBFC MFI license on June 28, 2019. The company is providing financial services to economically weaker sections of the society in the rural and urban areas of India. Vector Finance provides small value collateral free loans for income generating activities loans to economically weaker sections according to the guidelines issued by Reserve Bank of India from time to time. The Company started its operations under Business Correspondent/Service Provider model from January 07, 2019 & started its own book lending from August 08 2019 post receiving its NBFC-MFI license.

The target customers of the company are primarily women organized into smaller groups & all the financial transactions are conducted in group meetings organized near the inhabitants.

## **NOTE 2: SIGNIFICANT ACCOUNTING POLICIES**

### **2.01 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

The financial statements of the company have been prepared in accordance with the generally accepted accounting principle in India (Indian GAAP) .The company has prepared these financial statements to comply in all material respects with the accounting standard notified under section 113 of the of The Companies Act 2013, read with paragraph 7 of the Companies Accounts Rule 2014 and the provisions of the Reserve Bank of India (RBI) as applicable to a Non-Banking Financial Company . The financial statements are prepared under historical cost convention, on accrual basis except interest/discount on a loan which have been classified as Non Performing Assets and is accounted for on cash basis.

### **2.02 USE OF ESTIMATES:**

The preparation of Financial Statements in conformity with the Generally Accepted Accounting Principles (GAAP) requires Management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the Financial Statements and the result of the operations during the reporting year end. Although these assumptions are made as per the Management's best knowledge of current events and actions, actual result may differ from these estimates.

### **2.03 TANGIBLE ASSETS:**

All Tangible Fixed Assets have been stated at historical cost less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working conditions for its intended use.

Depreciation on tangible fixed assets has been provided on the written down method as per the rates prescribed in Schedule II to the Companies Act, 2013.

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





## **2.04 REVENUE RECOGNITION:**

Revenue is recognized to the extent that it is possible that the economic benefits will flow to the company and the revenue can be reliably measured.

- (i) Interest income on loans is recognized on accrual basis. Interest on Non-Performing Assets (NPA) is recognized only when realized.
- (ii) All other income is recognized on accrual basis.

## **2.05 RETIREMENT AND OTHER EMPLOYEE BENEFITS:**

The monthly contribution towards Provident Fund and Employees State Insurance Scheme is charged to Profit and Loss Account for the year when the contribution to the respective fund is due. There is no other obligations other than the contribution available to the respective funds.

## **2.06 CREDIT RATING:**

The credit policy of the company requires all credit exposures to be measured, monitored and managed proactively. Exposures to credit risk is monitored on yearly basis by a leading external credit rating agency.

## **2.07 CLASSIFICATION & PROVISIONING OF LOAN PORTFOLIO:**

Loan Portfolio is classified and provision is made in accordance with the Non-Banking Finance Company – Micro Finance Institutions (NBFC-MFIs) Directions issued by Reserve Bank of India as mentioned below:

### **Asset Classification Norms**

- i. Standard assets means the asset in respect of which, no doubt in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business.
- ii. Non – performing assets means an asset for which interest/principal payment has remained overdue for a period of 90 days or more.

### **Provisioning Norms**

Provision on portfolio loans are made at the higher of management estimate or minimum provision required as per Non-Banking Finance Company Micro Finance Institutions (Reserve Bank) Direction, as amended from time to time. The management treats a loan overdue as soon as a scheduled installment is failed.

According to RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May, 2021 regarding Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses, provisions for loan is to be made at the higher of 10% of the restructured debt exposure or normal provisions as per RBI notifications for NBFC - MFI whichever is higher. Hence the company has provided normal provisions as per RBI notifications for NBFC - MFI and the additional provisions as required on restructure debt exposure has been provided on the standard assets.





## **2.08 CASH AND CASH EQUIVALENTS:**

Cash and cash equivalents in the Cash Flow Statement comprise cash on hand and unrestricted amount of cash at bank and unrestricted short term investments with an original maturity of three months less.

## **2.09 BASIC EARNING PER SHARE:**

Basic earnings per share is computed by dividing the net profit after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year . For the purpose of calculating diluted earnings per share, net profit after tax for the year and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed to have been converted as of the beginning of the year unless they have been issued at a later date.

## **2.10 TAXATION:**

- i. Income Tax expenses comprises of Current Tax 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. Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier year.
- ii. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized 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.
- iii. The carrying amount of Deferred Tax Assets is reviewed at each Balance Sheet date. The company writes down the carrying amount of the deferred tax assets to the extent that it is no longer reasonably certain or virtually certain as the case may be, that sufficient future taxable income will be available against which deferred tax assets can be realized . Any such written down amount is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

## **2.11 Investments :**

Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Cost of investments include acquisition charges such as brokerage, fees and duties.

Current Investments are stated at lower of cost or fair value any reduction in the carrying amount and any reversible of such reduction are charged or credited to the Statement of Profit & Loss.





**VECTOR FINANCE PRIVATE LIMITED**  
**Balance Sheet As on 31.03.2022**

(All amounts in ₹ thousand unless otherwise stated)

Particulars	Note No.	AS ON 31.03.2022	AS ON 31.03.2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital			
(b) Reserves and Surplus	3 4	1,61,957.99 20,315.98	2,73,747.70 (1,89,921.91)
<b>(2) Share Application money pending allotment</b>			27.60
<b>(3) Non-Current Liabilities</b>			
(a) Long Term Borrowings			
i) Term Loans from Banks/ Financial institution- Secured	5 a	-	-
ii) Loans From Other Parties -Unsecured	5 b	57,179.83	40,705.53
iii) Loans and Advances from Related Parties	5 c	32,995.63	27,533.50
(b) Long term Provisions	6	16,125.27	5,811.27
<b>(4) Current Liabilities</b>			
(a) Short Term Borrowings			
i) Term Loans from Banks/ Financial institution- Secured	5 a	-	75,617.90
ii) Debentures-Secured	5 d	79,100.00	
(b) Trade Payables	7	1,133.20	12,658.72
(c) Other current liabilities	8	19,511.61	7,962.33
(d) Short Term Provisions	6	33.11	1,810.73
		<b>3,88,352.62</b>	<b>2,55,952.77</b>
<b>II.Assets</b>			
<b>(1) Non Current Assets</b>			
<b>(a) Property, Plant and Equipments and Intangible Assets</b>	9		
(i)Property,Plant and Equipments		13,418.04	11,212.47
(ii)Intangible Assets		535.92	-
<b>(b) Deferred tax assets (Net)</b>	10	938.89	1,009.18
<b>(c) Long term Loans and Advances</b>	11	1,28,833.13	80,048.23
<b>(d) Other Non-Current Assets</b>	12	3,586.00	2,912.90
<b>(2) Current assets</b>			
(a) Current Investment	13	50.47	50.47
(b) Trade Receivables	14	39,672.46	12,933.58
(c) Cash and cash equivalents	15	22,819.78	6,086.78
(d) Bank balance other than cash and cash equivalents	16	1,12,327.54	55,050.89
(e) Short-term loans and advances	17	18,437.26	22,635.64
(f) Other Current Assets	18	47,733.13	64,012.63
<b>Total</b>		<b>3,88,352.62</b>	<b>2,55,952.77</b>

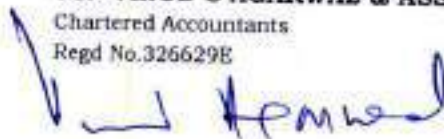
**Summary of Significant accounting policies**  
Notes above form integral part of the financial accounts

1 & 2  
25 to 46

Signed in terms of our report of even date

**For VINOD S AGARWAL & ASSOCIATES**

Chartered Accountants  
Regd No.326629E



(Vinod Agarwal)

Partner

Memb No. 053947

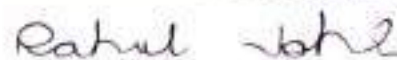
Udin : 22053947ANKZQC 2777

Place : Kolkata

Date : 22.07.2022



For and on behalf of the Board of Directors of  
**Vector Finance Private Limited**



(Rahul Johri)

Chairman & Director

DIN: 08249809



(Prasaanta Kumar Sahu)

Director

DIN: 08249169



**VECTOR FINANCE PRIVATE LIMITED**  
**Profit and Loss statement for the year ended 31st March, 2022**

(All amounts in ₹ thousand unless otherwise stated)

Particulars	Note No.	AS ON 31.03.2022	AS ON 31.03.2021
<b>I. Revenue From operations</b>	19	2,33,025.35	97,550.61
<b>II. Other Income</b>	20	24,537.69	6,814.41
<b>III. Total Income (I+II)</b>		<b>2,57,563.04</b>	<b>1,04,365.02</b>
<b>IV. EXPENSES:</b>			
Employee benefits expenses	21	1,64,056.45	1,20,575.62
Finance Cost	22	29,832.44	29,987.81
Depreciation	9	4,942.79	5,567.66
Other expenses	23	39,995.02	35,107.07
Provisions and Write Offs	24	8,503.27	4,954.08
<b>Total Expenses</b>		<b>2,47,329.97</b>	<b>1,96,192.24</b>
<b>V. Profit before exceptional and extraordinary items and tax(III-IV)</b>		10,233.07	(91,827.22)
<b>VI. Exceptional Items</b>		-	-
<b>VII. Profit before extraordinary items and tax (V-VI)</b>		10,233.07	(91,827.22)
<b>VIII. Extraordinary Items</b>		-	-
<b>IX. Profit before tax (VII-VIII)</b>		10,233.07	(91,827.22)
<b>X. Tax expense:</b>			
(1) Current tax		1,710.00	-
(2) Current tax expense relating to prior years		81.52	-
(3) Deferred tax		70.30	(408.73)
<b>XI. Profit(Loss) for the period from continuing operations(IX-X)</b>		8,371.25	(91,418.49)
<b>XII. Profit(Loss) from discontinuing operations</b>		-	-
<b>XIII. Tax expenses of discontinuing operations</b>		-	-
<b>XIV. Profit(Loss) from discontinuing operations (after tax) (XII-XIII)</b>		-	-
<b>XV. Profit (Loss) for the period (XI+XIV)</b>		8,371.25	(91,418.49)
<b>XVI. Preference Dividend</b>		33.11	-
<b>XVII. Profit/(Loss) for the period after dividend</b>		8,338.14	(91,418.49)
<b>XVIII. Earning per equity share:</b>			
Basic & Diluted	30	0.63	(7.70)

Summary of Significant accounting policies  
 Notes above form integral part of the financial accounts

1 & 2  
 25 to 46

Signed in terms of our report of even date

**For VINOD S AGARWAL & ASSOCIATES**

Chartered Accountants  
 Regd No.326629E

(Vinod Agarwal)

Partner

Memb No. 053947

Udin : 22053947ANKZQC 2777

Place : Kolkata

Date : 22-07-2022



For and on behalf of the Board of Directors of  
**Vector Finance Private Limited**

Rahul Johri

(Rahul Johri)

Chairman & Director

DIN: 08249809

Prasanta Kumar Saha

(Prasanta Kumar Saha)

Director

DIN: 08249169



**VECTOR FINANCE PRIVATE LIMITED**  
**Notes to the Accounts for the year ended 31st March 2022**

(All amounts in ₹ thousand unless otherwise stated)

	<u>As on 31.03.2022</u>	<u>As on 31.03.2021</u>
<b>3 Share Capital</b>		
<b>a Authorised Share Capital:</b>		
16200000 (FY-13850000) number of Equity shares of Rs 10 each	1,62,000.00	1,38,500.00
3097500 /(2100000) number of Preference shares of Rs 60 each	1,85,850.00	1,85,850.00
	<u>3,47,850.00</u>	<u>3,24,350.00</u>
<b>b Issued, Subscribed and Fully Paid up Share Capital:</b>		
15921395/ (12128800) number of Equity shares of Rs 10 each	1,59,213.95	1,21,288.00
45734 /(2540995) number of Preference shares of Rs 60 each	2,744.04	1,52,459.70
	<u>1,61,957.99</u>	<u>2,73,747.70</u>
<b>c Terms/rights attached to Shares</b>		
The Company has equity shares having per value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share.		
The Company has issued 0.01 % Compulsorily convertible preference shares during the year having per value of Rs. 60 per share which carries no voting rights.		
<b>d Reconciliation of the Shares outstanding at the beginning and end of the reporting period</b>		
a) Number of equity shares at the beginning of the year	1,21,28,800.00	1,18,48,000.00
Add: Equity Shares issued during the year		
Bonus Issue	-	-
Private Placement	9,78,000.00	-
ESOP	4,23,600.00	2,80,800.00
Conversion of CCPS	23,90,995.00	-
Less: Buy back	-	-
Number of equity shares at the end of the year	1,59,21,395.00	1,21,28,800.00
b) Number of Preference shares at the beginning of the year	25,40,995.00	20,90,995.00
Add: Shares issued during the year		
Private Placement	45,734.00	4,50,000.00
Bonus Issue	-	-
Less: Buy back	-	-
Conversion of CCPS	25,40,995.00	-
Number of Preference shares at the end of the year	45,734.00	25,40,995.00





(All amounts in ₹ thousand unless otherwise stated)

**e Number of shares held by share holders more 5% of total shares**

	No. of Shares	% Holding	Changes in percentage	No. of Shares	% Holding
Rahul Johni	59,97,590.00	37.67	(10.21)	58,07,650.00	47.88
Sumit Sharma	40,28,750.00	25.30	(18.71)	53,38,750.00	44.02
Prasanta Kumar Sahu	7,10,110.00	4.46	(1.33)	7,01,800.00	5.79
V T Capital	27,05,167.00	16.99	16.99	-	-

**f Disclosure of Promoters' Shareholding**

Shares held by promoters at the end of the year					
Promoters name	no of shares 2021-22	% of total shares	% change during the year	no of shares 2020-21	% of total shares
Rahul Johni	59,97,590.00	37.67	(10.21)	58,07,650.00	47.88
Sumit Sharma	40,28,750.00	25.30	(18.71)	53,38,750.00	44.02
Prasanta Kumar Sahu	7,10,110.00	4.46	(1.33)	7,01,800.00	5.79

**g Issue of Sweat Equity Share**

Number of shares at the beginning of the year  
Add: Issue of sweat equity share during the year  
Number of shares at the end of the year

No. of Shares	No. of Shares
8,50,000.00	8,50,000.00
-	-
<u>8,50,000.00</u>	<u>8,50,000.00</u>

**h Issue of ESOP**

Number of shares at the beginning of the year  
Add: Issue of ESOP  
Number of shares at the end of the year

No. of Shares	No. of Shares
2,80,800.00	-
4,23,600.00	2,80,800.00
<u>7,04,400.00</u>	<u>2,80,800.00</u>

**4 Reserve and Surplus**

**A. Statutory Reserves**

Opening Balance  
Add: Transfer from Surplus

1,667.63	1,667.63	-
----------	----------	---

Note: According to section 45-1C of the Reserve Bank of India Act, 1934 every NBFC shall create a reserve fund and transfer therein a sum not less than 20% of the net profit of such year as disclosed in the Profit & Loss A/c.





(All amounts in ₹ thousand unless otherwise stated)

**B. Securities Premium**

Opening Balance		
Add: Addition during the year(see note below)	<u>2,01,899.75</u>	2,01,899.75

**C. Surplus from Profit & Loss Account**

Opening Balance	(1,89,921.91)	(98,503.43)
Add: Profit(Loss) for the year	<u>8,338.14</u>	<u>(91,418.49)</u>
	(1,81,583.77)	(1,89,921.91)
Less: Transfer to Statutory Reserve	<u>1,667.63</u>	<u>(1,83,251.40)</u>
<b>Amount available for Appropriation</b>	<b><u>20,315.98</u></b>	<b><u>(1,89,921.91)</u></b>

Note: Addition to securities premium represents conversion of CCPS at premium and private placement of shares

**6 Provision**

Particulars	Long Term	Short Term	Long Term	Short Term
Contingent Provisions against current and standard assets	15,740.15	-	5,811.27	1,810.73
Provisions for Misappropriation of Funds	385.12	-	-	-
Preference Dividend Payable	-	33.11	-	-
	<u>16,125.27</u>	<u>33.11</u>	<u>5,811.27</u>	<u>1,810.73</u>

**7 Trade Payable**

	Less than 1 year	More than 1 year	Total	Less than 1 year	More than 1 year	Total
i)MSME	-	-	-	-	-	-
ii)Others	-	-	-	-	-	-
Other Payables	891.94	-	891.94	3,307.82	-	3,307.82
Payable against Business correspondent activities	241.26	-	241.26	9,350.90	-	9,350.90
iii)Disputed Dues-MSME	-	-	-	-	-	-
iv)Disputed Dues-Others	-	-	-	-	-	-
			<u>1,133.20</u>			<u>12,658.72</u>

**8 Other Current Liabilities**

Outstanding Audit Fees	67.50	46.25
Bandhan Bank Account [ Account overdrawn due to over issue of cheques ]	6,944.98	-
Statutory Liabilities	6,263.94	3,463.55
Expenses Payable	2,443.68	3,013.42
Debenture interest payable	953.51	-
Expenses Reimbursable to staffs	<u>2,838.00</u>	<u>1,439.10</u>
	<b><u>19,511.61</u></b>	<b><u>7,962.33</u></b>





(All amounts in ₹ thousand unless otherwise stated)

<b>10</b>	<b>Deferred tax assets (Net)</b>		
	<b>Deferred tax assets :</b>		
	Preliminary Expenses w/off	227.42	324.67
	<b>Deferred tax Liability :</b>		
	Depreciation	711.47	684.52
		<u>938.89</u>	<u>1,009.18</u>
<b>11</b>	<b>LONG TERM LOANS AND ADVANCES</b>		
	(Unsecured)		
	Micro Finance Loans	1,28,833.13	80,048.23
		<u>1,28,833.13</u>	<u>80,048.23</u>
<b>12</b>	<b>Other Non-Current Assets</b>		
	Security Deposit	3,586.00	2,912.90
		<u>3,586.00</u>	<u>2,912.90</u>
<b>13</b>	<b>Current Investments</b>		
	(Valued at Lower of Cost and fair value)		
	<b>In Units of Mutual Fund:</b>		
	Mirae Asset Cash Management Direct Plan Growth Fund	50.47	50.47
	No. of Units - 24.793 PY 24.793)		
		<u>50.47</u>	<u>50.47</u>
	(Aggregate NAV as on 31/03/2022- 55,711.43 PY Rs.53836.52/-)		

**14 Trade Receivable**

Particulars	Outstanding for FY 2021-22 from due date of payment				
	Less than 6 months	6 months to 1 year	1-2 years	More than 2 years	Total
i) Undisputed Trade Receivables - considered good					
a) Receivable for Business Correspondant Activities	27,585.79	-	-	-	27,585.79
b) Others	11,678.08	-	410.59	-	12,088.67
ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-
iv) Disputed Trade Receivables - considered good	-	-	-	-	-
v) Disputed Trade Receivables -which have significant increase in credit risk	-	-	-	-	-
vi) Disputed Trade Receivables -credit impaired	-	-	-	-	-
					<u>39,672.46</u>





(All amounts in ₹ thousand unless otherwise stated)

Particulars	Outstanding for FY 2020-21 from due date of payment				Total
	Less than 6 months	6 months to 1 year	1-2 years	More than 2 years	
i) Undisputed Trade Receivables - considered good					
a) Receivable for Business Correspondant Activities	12,522.99	-	-	-	12,522.99
b) Others	410.59	-	-	-	410.59
ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-
iv) Disputed Trade Receivables - considered good	-	-	-	-	-
v) Disputed Trade Receivables -which have significant increase in credit risk	-	-	-	-	-
vi) Disputed Trade Receivables -credit impaired	-	-	-	-	-
					<u>12,933.58</u>
<b>15 Cash &amp; Cash Equivalents</b>					
In current accounts					
Cash in hand			6,157.24		4,912.54
Cash at branches			7.80		11.48
			702.34		1,162.77
Fixed deposits (having maturity less than 3 months*)			15,952.40		-
(*kept as Lien with the B C Partners)					
			<u>22,819.78</u>		<u>6,086.78</u>
<b>16 Bank balance other than cash and cash equivalents</b>					
Fixed Deposit with bank not considered as cash and cash equivalents*(Kept as Lien with the B C Partners)			1,12,327.54		55,050.89
			<u>1,12,327.54</u>		<u>55,050.89</u>
<b>18 Other Current Assets</b>					
Float Deposits			232.36		232.36
Interest accrued on Portfolio loan			25,667.51		17,198.66
Prepaid Insurance Charges			1,587.12		1,235.44
Staff Advances			1,682.33		1,538.66
FLDG MAS Service Deposit			-		8,779.11
Margin Deposit			-		6,427.89
B C Partners Debit Balance			8,321.25		25,855.70
Insurance (Loan Disbursement)			63.54		-
TDS AY 2021-2022			1,465.57		1,471.06
TDS AY 2022-2023 (Net of Provisions of Rs.1710000/-)			7,966.25		-
Other current assets			747.22		1,273.24
			<u>47,733.14</u>		<u>64,012.63</u>





(All amounts in Lakhs unless otherwise stated)

	<b>31.03.2022</b>	<b>31.03.2021</b>
<b>19 Revenue From Operation</b>		
Interest on micro Finance loan	24,287.25	44,442.08
Service Fees( B C partners)	2,08,680.76	52,630.93
Loan Processing fees	57.35	477.60
	<b><u>2,33,025.35</u></b>	<b><u>97,550.61</u></b>
The company offers small loan products to its borrowers for income generation which are repayable in equal weekly installments. The company also works as B C Partners for other NBFC's on a service fee basis.		
<b>20 Other Income</b>		
Interest on Fixed Deposits	360.24	668.04
Profit from Mutual Fund	24.26	106.18
Interest on FLDG Deposits & Margin Deposits	5,419.83	2,288.69
Interest on income Tax refund	73.18	-
Other Income	1,535.78	3,102.70
Liability written back	120.40	640.01
Miscellaneous Income (Odisha)_Taxable	17,004.00	-
Profit on sale of asset	-	8.79
	<b><u>24,537.69</u></b>	<b><u>6,814.41</u></b>
<b>21 Employee benefits expenses</b>		
Director Remuneration	7,812.95	9,684.97
Salary, Wages & Bonus Etc.	46,840.13	33,654.51
Provident Fund & ESI	7,721.70	6,192.07
Other Allowances to Staffs	97,977.36	69,685.56
Staff Welfare Expenses	3,704.31	1,358.50
	<b><u>1,64,056.45</u></b>	<b><u>1,20,575.62</u></b>
<b>22 Finance cost</b>		
Interest on Loan	18,189.23	29,281.71
Loan Processing Fees	-	109.00
Interest on Debenture	9,385.91	-
Bank Charges	2,257.30	597.10
	<b><u>29,832.44</u></b>	<b><u>29,987.81</u></b>



(All amounts in ₹ thousand unless otherwise stated)

23 **Miscellaneous Expenses**

**Payment to Auditors :**

: Audit Fees	75.00	50.00
Annual Fees	15.33	5.45
Car Expenses	888.35	604.19
Computer Expenses	475.68	62.50
Consultancy Charges	2,685.05	2,311.32
Carrriage & Transportation	-	21.30
Conveyance Expenses	7,195.41	3,999.13
Courier Expenses	432.31	186.78
Capital Increase Expenses	177.01	448.88
Delivery Charges	9.99	-
Dematerialisation Charges	24.53	-
Electricity Expenses	582.35	500.98
Filling fees	19.20	20.20
GST Paid P/I	-	1,694.94
Internet Expenses	1,406.79	2,181.60
Insurance premium	4,156.99	-
Legal Charges	18.26	22.38
Medical Expenses	4.75	1.87
Membership Fees	1,059.32	649.58
Monitoring Fees	-	65.40
Miscellaneous Expenses	24.88	261.61
Office Expenses	2,830.08	3,344.46
Professional Fees	297.66	104.35
Printing & Stationery	2,097.03	987.14
Property Tax	42.02	95.06
Professional Tax (Company)	18.60	4.50
Rating Fees	245.25	81.30
Rent Paid	12,661.45	14,000.09
Repairs & Maintainance	127.22	116.31
Service Charge	1,295.44	784.80
Telephone Expenses	601.68	1,205.37
Trade License Fees	4.55	14.04
Travelling Expenses	522.84	1,001.68
PM Relief Fund	-	279.89

**39,995.02**

**35,107.07**





**24 Provisions for Loan Loss**

Particulars	As at 01.04.2021	Additions *	Utilization	As at 31.03.2022
Standard Assets	5,811.27	2,784.19		8,595.46
Non Performing Assets	1,810.73	5,333.98		7,144.69
Loss for Misappropriation of Funds	-	385.12		385.12
<b>Total</b>	<b>7,622.00</b>	<b>8,503.27</b>		<b>16,125.27</b>
Particulars	As at 01.04.2020	Additions	Utilization	As at 31.03.2021
Standard Assets	2,621.57	3,189.69		5,811.27
Non Performing Assets	46.35	1,764.38		1,810.73
<b>Total</b>	<b>2,667.92</b>	<b>4,954.08</b>		<b>7,622.00</b>

\* As explained and informed to us by the management, according to RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May, 2021 regarding Resolution Framework - 2.0; Resolution of Covid-19 related stress of Individuals and Small Businesses, provisions for loan is to be made at the higher of 10% of the restructured debt exposure or normal provisions as per RBI notifications for NBFC - MFI whichever is higher. Hence the company has provided normal provisions as per RBI notifications for NBFC - MFI and the additional provisions as required on restructure debt exposure has been provided as the standard assets.



**5 LONG TERM BORROWINGS****a) Term Loan From Banks / Financial Institutions**

Terms of Repayment of Term Loan as on 31st march 2022

Sl No.	Banks/Financial Institutions	Balance as on 01/04/2021	Received during the year	Repaid during the year	Balance as on 31.03.2022		Rate of Interest(%)	Nature of Security			Terms of Repayment	Balance as on 31.03.2021		
					Short Term	Long Term		Hypothecation of Book Debts	Fixed Deposit/ Collateral	Personal Guarantee of Board Members		Short Term	Long Term	
<b>Term Loan From Banks / Financial Institutions</b>													Short Term	Long Term
1	Incred Financial	16,955.52	-	16,955.52	-	-	15.75%	110%	37,50,000.00	Personal Guarantee of all three Directors	Monthly	16,955.52	-	
2	UC Inclusive credit Pvt Limited	17,886.69	-	17,886.69	-	-	16.60%	110%	-	Personal Guarantee of all three Directors	Monthly	17,886.69	-	
3	Satin Finserv Limited	6,592.14	-	6,592.14	-	-	15.25%	105%	20,00,000.00	Personal Guarantee of all three Directors	Monthly	6,592.14	-	
4	Vivrito Capital	4,059.45	-	4,059.45	-	-	15.50%	100%	10,00,000.00	Personal Guarantee of all three Directors	Monthly	4,059.45	-	
5	Ambit Finvest Pvt Ltd	906.93	-	906.93	-	-	16.00%	120%	10,00,000.00	Personal Guarantee of all three Directors	Monthly	906.93	-	
6	UCB Bank	6,881.75	-	6,881.75	-	-	13.50%	110%	30,00,000.00	Personal Guarantee of all three Directors	Monthly	6,881.75	-	
7	Eclear Leasing & Finance Pvt Ltd	6,087.01	-	6,087.01	-	-	16.25%	110%	20,00,000.00	Personal Guarantee of all three Directors	Monthly	6,087.01	-	
8	Hinduja Layland Finance Pvt Ltd	9,792.49	-	9,792.49	-	-	16.50%	-	-	Personal Guarantee of all three Directors	Monthly	9,792.49	-	
9	Usha Financial Pvt Ltd 2	2,622.94	-	2,622.94	-	-	16.95%	110%	5,00,000.00	Personal Guarantee of all three Directors	Monthly	2,622.94	-	
10	Usha Financial Pvt Ltd 3	3,832.99	-	3,832.99	-	-	16.95%	110%	5,00,000.00	Personal Guarantee of all three Directors	Monthly	3,832.99	-	
<b>Total</b>		<b>75,617.90</b>	<b>-</b>	<b>75,617.90</b>	<b>-</b>	<b>-</b>						<b>75,617.90</b>	<b>-</b>	

**b) Loans From Other Parties**

Unsecured, Repayable on demand

Sl No.	Banks/Financial Institutions	Balance as on 01/04/2021	Received during the year	Interest charged during the year (₹000)	Repaid during the year	Balance as on 31.03.2022	Balance as on 31.03.2021
1	B. C. Sen Jewellers Pvt Ltd	10,170.30	10,000.00	3,046.58	1,745.32	21,471.56	10,170.30
2	Jolan Chemical Industries Pvt Ltd	30,535.23	-	4,301.24	10,430.12	24,405.35	30,535.23
4	Ranikh Projects Pvt Ltd	-	10,000.00	1,446.57	144.66	11,301.92	-
<b>Total</b>		<b>40,705.53</b>	<b>20,000.00</b>	<b>8,794.39</b>	<b>12,320.10</b>	<b>57,179.83</b>	<b>40,705.53</b>

**c) Loans and Advances from Related Parties**

Unsecured, Repayable on demand

Sl No.	Banks/Financial Institutions	Balance as on 01/04/2021	Received during the year	Interest charged during the year	Repaid during the year	Balance as on 31.03.2022	Balance as on 31.03.2021
1	Bargach Finance Pvt Ltd	25,533.50	75,100.00	5,427.45	75,154.62	30,906.32	25,533.50
2	Anisha John(Director's Relative)	2,000.00	-	-	2,000.00	-	2,000.00
3	Rahul John	-	3,500.00	36.66	2,535.47	1,001.18	-
4	Sumit Sharma	-	20,000.00	98.63	20,098.63	-	-
5	Techarch Solutions Pvt Ltd	-	2,050.00	52.35	1,014.22	1,088.13	-
<b>Total</b>		<b>27,533.50</b>	<b>1,00,650.00</b>	<b>5,615.08</b>	<b>1,00,802.95</b>	<b>32,995.63</b>	<b>27,533.50</b>

**d) Debentures - Secured**Balance as on  
31.03.2022Balance as on  
31.03.202114% Secured, Redeemable, Non-Convertible Debenture  
(Tranche repayable on August, 2022)**79,100.00****-**

The company has not created Debenture Redemption Reserve as it is not mandatory for NBFC cos.





## FIXED ASSETS

(All amounts in ₹ thousand unless otherwise stated)

Block of Assets / Asset Group	Gross Block				Depreciation					Net Block	
	01/04/2021	Additions	Sale/Adj.	31/03/2022	01/04/2021	For the Year	Sale/Adj.	Residual Value Adjustment	31/03/2022	31/03/2022	31/03/2021
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
<b>TANGIBLE ASSETS</b>											
<b>BUILDINGS</b>											
OFFICE PREMISES	4,362.44	-	-	4,362.44	428.31	191.59	-	-	619.90	3,742.54	3,934.13
<b>COMPUTERS AND DATA PROCESSING UNITS</b>											
COMPUTER	10,758.81	3,689.19	-	14,448.00	8,390.70	2,337.28	-	-	10,727.98	3,720.02	2,368.11
COMPUTER ACCESSORIES	984.92	-	-	984.92	97.50	328.28	-	-	425.77	559.15	887.43
COMPUTER ACCESSORIES	280.67	2,657.11	-	2,937.78	34.01	1,074.56	-	-	1,108.56	1,829.22	246.68
<b>FURNITURE AND FITTINGS</b>											
FURNITURE	3,996.31	418.07	-	4,414.38	1,477.74	699.13	-	-	2,176.87	2,237.51	2,518.57
<b>MOTOR VEHICLES</b>											
CAR	800.00	-	-	800.00	447.55	110.07	-	-	557.62	242.38	352.45
<b>OFFICE EQUIPMENT</b>											
TELEVISION	43.59	-	-	43.59	25.44	8.18	-	-	33.62	9.97	18.15
<b>PLANT AND MACHINERY</b>											
OFFICE EQUIPMENTS	1,190.21	374.93	-	1,565.14	303.25	184.64	-	-	487.90	1,077.25	886.95
<b>Total (Tangible Assets)</b>	<b>22,415.95</b>	<b>7,139.30</b>	<b>-</b>	<b>29,556.25</b>	<b>11,204.50</b>	<b>4,933.71</b>	<b>-</b>	<b>-</b>	<b>16,138.21</b>	<b>13,418.04</b>	<b>11,212.47</b>
<b>INTANGIBLE ASSETS</b>											
SOFTWARES	-	545.00	-	545.00	-	9.08	-	-	9.08	535.92	-
<b>Grand Total:</b>	<b>22,416.95</b>	<b>7,684.30</b>	<b>-</b>	<b>30,101.25</b>	<b>11,204.50</b>	<b>4,942.79</b>	<b>-</b>	<b>-</b>	<b>16,147.29</b>	<b>13,953.96</b>	<b>11,212.47</b>
Previous Year	22,048.54	1,382.82	14.41	22,416.96	5,642.98	5,567.66	6.15	-	11,204.49	11,212.47	-



(All amounts in ₹ thousand unless otherwise stated)

**17 Long Term and Short Term Loans and Advances**

Particulars	31.03.2022	31.03.2021
Micro Finance Loans		
Opening Balance	1,02,683.87	2,65,521.52
Add: Loan Disbursed	5,735.00	50,881.60
Add: Portfolio purchased of BC Partner	71,677.74	-
Add: Excess payment on Portfolio purchased of BC Partner*	25,950.61	-
<b>Sub Total</b>	<b>2,06,047.21</b>	<b>3,16,403.11</b>
Less: Realised	58,776.83	2,13,719.25
	58,776.83	2,13,719.25
Micro Finance Loan (Unsecured and considered good)	1,47,270.38	1,02,683.87
Less: Transferred to Long Term Loans and Advances (Note below)	1,28,833.13	80,048.23
<b>Short Term Micro Loans</b>		
<b>TOTAL</b>	<b>18,437.26</b>	<b>22,635.64</b>

- i) The company offers small loan products to its borrowers for income generation , which are repayable in equal weekly Installments
- ii) Apart from the above loan portfolio the company also manages portfolio(Loan Disbursed) worth Rs. 396.51 crores (P.Y-136.81 crores) as Business Correspondent on behalf of at Bank and NBFCs
- iii) The company has given a moratorium and also have restructured loans. Where the last instalment dates falls beyond 12 months of the Balance sheet date has been classified as Long term Loans.

\* Please also refer point no. 42 in Notes to Accounts. We are not able to comment on the same.





25 **Loan Portfolio managed as Business Correspondent**

(All amounts in Crores unless otherwise stated)

31.03.2022 31.03.2021

During the year the Company was engaged as a business correspondent of some of the NBFC'S & banks. Details are given below

Particulars	31.03.2022	31.03.2021
Opening Balance	14,32,466.98	5,94,259.47
Amount Disbursed	39,65,102.51	13,61,601.00
Total amount	53,97,569.49	19,55,860.47
Amount collected from Clients	14,01,928.02	5,33,597.49
Outstanding Portfolio	39,95,641.47	14,22,262.98

26 **Income as Business Correspondent**

Particulars	31.03.2022	31.03.2021
Service Fees	2,00,680.76	52,635.93
Total	2,00,680.76	52,635.93

27 **Related Party Transactions**

Details of Related Parties  
Related parties where control exists

Name	Designation
Bahul John	Director
Prasanta Kumar Sahu	Director
Budhira Prasad	Director
Chiranj Bhukoria	Director
Bersach Finance Pvt Ltd	Common Directors
Techarch Solutions Private Limited	Common Directors
Artisan Soul Retail Pvt Ltd	Related Company

a. **Remuneration of Director**

Name of Director	Designation	Managerial Remuneration 2021-22	Managerial Remuneration 2020-21
Bahul John	Director	1,299.44	1,963.95
Sumit Sharma *	Director	1,635.21	3,661.02
Prasanta Kumar Sahu	Director	2,026.55	2,040.00

\* Resigned from Director on 01/10/2021

b. **Issue of ESOP to Directors**

Name of Director	Nos of ESOP Issued	
	2021-22	2020-21
Bahul John	1,85,000	1,85,000
Sumit Sharma	2,40,000	-
Prasanta Kumar Sahu	-	95,000

c. **Unsecured loan given by the Director**

Name of the party	Balance as on 01/04/2021	2021-22			Balance as on 31.03.2022
		Received during the year	Interest charged during the year	Repaid during the year	
Bahul John	-	1,299.00	36.66	2,125.48	1,001.18
Sumit Sharma	-	20,800.00	98.61	20,098.63	-
		21,500.00	135.27	22,624.11	1,001.18

Name of the party	Balance as on 01/04/2020	2020-21			Balance as on 31.03.2021
		Received during the year	Interest charged during the year	Repaid during the year	



(All amounts in Thousand unless otherwise stated)

**d. Loans and Advances from other related Parties**

Name of the party	Balance as on 01/04/2021	Received during the year	Interest charged during the year	Repaid during the year	Balance as on 31.03.2022
Bargash Finance Private Limited	75,533.99	75,150.00	5,427.45	75,154.62	30,956.32
Techach Solutions Pvt Ltd	-	2,050.80	52.35	1,014.22	1,088.33
Anshu John(Director's Relative)	2,000.00	-	-	2,000.00	-
	<b>77,533.99</b>	<b>77,150.80</b>	<b>5,479.80</b>	<b>78,168.82</b>	<b>31,991.65</b>

**e. other transactions with related parties**

Name of the party	Nature	Amount Rs.	Balance as on 31.03.2022	Balance as on 31.03.2021
Techach Solutions Pvt Ltd	Software Purchase	595.00	-	-
Artisan Soul Retail Pvt Ltd	Office Expenses	91.58	-	-
		<b>581.58</b>	<b>-</b>	<b>-</b>

**28 Segment Reporting**

The company operates in a single reportable segment i.e. lending in Microfinance Sector which have similar risk and returns for the purpose of AS 17 on "Segment Reporting" issued by ICAI. The company operates in a single geographical segment i.e. Domestic.

**29 Disclosure of micro and small enterprise**

The company has the process of identification of suppliers registered under Micro, Small and Medium Enterprises Act, 2006 (The MSME) by obtaining confirmation from all the suppliers. Based on the information available with the company no amount is payable to micro, small and medium enterprise.

**30 Earnings per share**

Particulars	31.03.2022	31.03.2021
Net Profit after tax	8,158.14	(31,618.49)
Weighted Average number of shares	1,32,72,000.00	1,38,71,349.00
Earnings per share(In INR Rs)	0.62	(2.29)
Nominal value per share	Rs.10	Rs.10

**31 Additional Disclosure pursuant to Reserve bank Of India Direction vide Circular No-DNBS(PD),CC No.047/03.10.119/2015-16, dated July 01, 2015**

Capital to Risk Adjusted Assets Ratio (CRAR)	31ST MARCH 2022	31ST MARCH 2021
CRAR	70.74	45.66
CRAR-Tier I Capital	64.96	5.00
CRAR-Tier II Capital	5.79	1.93

**32 Additional Disclosure pursuant to Reserve bank Of India Direction vide Circular No-RBI/2014-15/299.DNBR (PD),CC No.002/03.10.001/2014-15 dated November 10,2014.**

PARTICULARS	REMARKS
1.Capital to Risk (weighted) Assets Ratio	Refer Note No.3)
2.Investments	50.47
3.Derivatives	This Company has not entered into any derivatives transaction in the current & previous year
(i) Forward Rate Agreements/Interest Rate Swap	
(ii) Exchange Traded Interest Rate(IR) Derivatives	
(iii) Disclosure of Risk Exposure in Derivatives	
(iv) Forward Rate Agreements/ Interest swap	
4. Disclosure relating to Scrutisation	The company had no undertaken loan portfolio.
(i) Information duly certified by the SPV'S Auditors obtained by the originating NBFC from the SPV	
(ii) Details of financial assets sold to scrutisation	
(iii) Reconstruction concerns for assets reconstruction.	
5. Details of non performing financial assets purchased/sold	The Company has not purchased/sold any non performing financial assets. However the company has takeover the outstanding portfolio of one of the BC Partners in our own Loan portfolio. Also refer point no. 42
(i) Details of non performing financial assets purchase	
(ii) Details of non performing financial assets sold	





## 6. Assets Liability Maturity pattern of assets &amp; liabilities, Details as on 31st March 2022

Particulars	upto 30/31 days	over one month to 2 months	over 2 months to 5 months	Over 6 months to upto 1 year
Deposits	12,924.63	3,027.79	10,300.40	79,794.92
Advances	8,529.08	413.74	3,356.84	6,437.56
Investments	-	-	-	-
Borrowings	-	-	-	-

Particulars	Over 1 year to upto 3 years	Over 3 year to upto 5 years	Over 5 years
Deposits	16,632.32	-	-
Advances	1,28,833.13	-	-
Investments	-	-	-
Borrowings	-	-	-

Note: The Company Does not have any foreign currency Assets or Liabilities

7. Exposure	
i) Exposure to Real Estate sector	The Company has no exposure to the real estate sector and capital market directly or indirectly in the current and previous year.
ii) Exposure to capital Market	
8. Details of financing of parent Company products	
i) Details of single borrower limit (SGL) / Group borrower limit (GBL) exceeded by NBFC	Single Borrower limit (SGL) / Group borrower limit (GBL) has not exceeded by the Company.
ii) Unsecured Advances	
9. Miscellaneous	
i) Registration obtained from other financial sector regulators	Ministry of Corporate Affairs - No penalties imposed by the RBI and other regulators during the current year and previous year -
ii) Disclosure of penalties imposed by RBI and other regulators	
iii) Related Party Transaction	Refer note no 27
iv) Rating assigned by credit rating agencies and migration of ratings during the year	IVR BB - Positive dt 23/12/2021
v) Remuneration of Directors	Refer note no 35
vi) Net profit or Loss for the period, prior period items and changes in accounting policies	Nil
vii) Revenue Recognition	Refer note no. 2, 04
10. Additional Disclosure	
i) Provisions & Contingencies	Refer Note No-32 A
ii) Draw from Reserves	Nil
iii) Concentration of Deposits, Advances, Exposure, & NPAs	
a) Concentration of Deposits ( for Deposit taking NBFCs)	Not applicable as the Company is NBFC-Non Deposit taking.
b) Concentration of Advances	Refer note no-32B
c) Concentration of Exposure	Refer Note no-32C
d) Concentration of NPAs	Refer Note no-32D
iv) Overseas Assets (for those Joint Ventures Subsidiaries as per accounting norms)	The NBFC has no Overseas Assets
11. Disclosure of Complaints	As informed to us - the Company has not received any complaints during the year.

## 32A Breakup of Provisions &amp; Contingencies Shown under the head Expenditure in Profit &amp; Loss Statement

Particulars	31ST MARCH 2022	31ST MARCH 2021
Provision for Income tax	1,710.00	0
Provision for Gratuity	0	0
Provision towards NPA	7,144.69	1,619.73
Provisions for Standard Assets	8,595.46	5,811.27
32B Concentration of Advances		
Particulars	31ST MARCH 2022	31ST MARCH 2021
Total Advances to twenty largest borrowers	800	600
Percentage of total Advances to twenty largest borrowers to total advance of the NBFC	0.06	0.13
32C Concentration of Exposures		
Particulars	31ST MARCH 2022	31ST MARCH 2021
Total Advances to twenty largest borrowers	800	600
Percentage of total Advances to twenty largest borrowers to total advance of the NBFC	0.06	0.13
32D Concentration of NPA 'S		
Particulars	31ST MARCH 2022	31ST MARCH 2021
Total Exposure to top four NPA Accounts	160.00	119.61



Disclosure pursuant to RBI Notification DNBS (PD)CC.No.300/03.10.038/2012-13 dated August 03, 2012 and DNBS (PD) CC No 369/03.10.038/2013-14 dated February 07, 2014.			
Particulars		31ST MARCH 2022	31ST MARCH 2021
Average Interest(a)		18.12%	22.86%
Average cost of borrowings(b)		11.32%	16.57%
Margin (a-b)		7.00%	6.41%
<b>34 Disclosure details as required in terms of paragraph 13 of Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank of India) Directions.</b>			
<b>Liabilities side</b>		<b>Amount Outstanding</b>	<b>Amount Overdue</b>
1	Loan & Advances availed by the NBFC's		
a	Debentures - Secured	75,100.00	NIL
	Unsecured	NIL	NIL
b	Deferred Credits	NIL	NIL
c	Term Loans	-	NIL
d	Intra-Corporate loans & borrowings	93,175.46	NIL
e	Commercial paper	NIL	NIL
f	Public Deposits	NIL	NIL
g	Other Loans/ Cash Credits facility etc)	-	NIL
	<b>Total</b>	<b>1,69,275.46</b>	
2	<b>Break up of (1) (f) above (outstanding public deposits inclusive of interest accrued thereon but not paid in the form of unsecured debentures)</b>		
a	In the form of unsecured debentures	NIL	NIL
b	In the form of partly secured debentures i.e. debentures where there is a short fall in the value of security	NIL	NIL
c	Other public deposit	NIL	NIL
	<b>Total</b>		
<b>ASSETS SIDE</b>			
<b>Break up of Loans &amp; advances including bills receivables other than those included in (4) below</b>		<b>Amount Outstanding</b>	
a	Secured	0	
b	Unsecured	1,47,270.38	
	<b>Total</b>		<b>1,47,270.38</b>
4	<b>Break up of Leased Assets and Stock on hire and hypothecation Loans relating towards E1/HP Activities</b>		
	I. Lease Assets including lease rentals under sundry debtors	NIL	NIL
	II. Stock on hire including hire charges under sundry debtors	NIL	NIL
	III. Hypothecation Loans relating towards E1/HP activities	NIL	NIL
	a. Loans where assets have been repossessed	NIL	NIL
	b. Loans other than (a) above	0	NIL
	<b>Total</b>		
5	<b>Break up of Investment :</b>		
<b>Current Investment</b>			
1	Quoted Shares		
	I. Shares - (a) Equity		
	(b) Preference	NIL	
	II. Debentures and Bonds	NIL	
	III. Units of mutual funds	60.47	
	IV. Govt Securities	NIL	
	V. Others (Please Specify)	NIL	
2	Un-quoted Shares		
	I. Shares - (a) Equity	NIL	
	(b) Preference	NIL	
	II. Debentures and Bonds	NIL	
	III. Units of mutual funds	NIL	
	IV. Govt Securities	NIL	
	V. Others (Please Specify)	NIL	
<b>Long Term Investments</b>			
1	Quoted Shares		
	I. Shares - (a) Equity	NIL	
	(b) Preference	NIL	
	II. Debentures and Bonds	NIL	
	III. Units of mutual funds	NIL	
	IV. Govt Securities	NIL	
	V. Others (Please Specify)	NIL	
2	Un-quoted Shares		
	I. Shares - (a) Equity	NIL	
	(b) Preference	NIL	
	II. Debentures and Bonds	NIL	
	III. Units of mutual funds	NIL	
	IV. Govt Securities	NIL	
	V. Others (Please Specify)	NIL	





(All amounts in Crores unless otherwise stated)

## 6 Borrower Group-wise classification of all leased assets, Stock on hire &amp; Loans &amp; advances:

Category	Amount (Net of Provisions)	
	Secured	Unsecured
1. Related Parties		
a. Subsidiaries	-	-
b. Company in the same Group	-	-
c. Other Related Party	-	-
2. Other than Related parties	-	1,47,470.28
<b>Total</b>		<b>1,47,470.28</b>

## 7 Investor Group wise classification of all Investments (current &amp; long term) in shares and Securities (both quoted &amp; unquoted)

Particulars	Market value/Break up or fair value or NAV	Book value (Net of Provisions)
Category	Nil	Nil
1. Related Parties	Nil	Nil
a. Subsidiaries	Nil	Nil
b. Company in the same Group	Nil	Nil
c. Other Related Party	Nil	Nil
2. Other than Related parties	55.71	55.71
<b>Total</b>	<b>Nil</b>	<b>Nil</b>

## 8 Other Information:

Particulars		
I. Gross non performing assets		
a. Related Parties	Nil	Nil
b. Other than related Parties		
II. Net non performing assets	Nil	Nil
a. Related Parties		
b. Other than related Parties	7,624.17	479.46
III. Assets acquired in satisfaction of debt	Nil	Nil

## 35 REMUNERATION OF DIRECTORS

a. Managing Director of the company gets salary including perquisites. Remuneration paid for the year ended 31.03.2022 was as under

Name of Director	Designation	Managerial Remuneration 2021-22	Managerial Remuneration 2020-21
Rahul John	Director	1,990.44	1,361.35
Sunita Sharma	Director	1,628.01	1,681.02
Prasanta Kumar Sahu	Director	2,028.50	2,040.00

## b. Issue of ESOP to Directors

Name of Director	Nos of ESOP issued	
	2021-22	2020-21
Rahul John	1,00,000	1,00,000
Sunita Sharma	1,40,000	-
Prasanta Kumar Sahu	-	60,000

36 a The SARS-COV-2 responsible for COVID 19 continues to spread across the globe and India, which has contributed to the significant decline and volatility in the Indian financial markets and local economic activities. On March 11, 2020, it has been declared as the global pandemic by WHO. The Central & State governments has also declared various lockdowns in the country. The lockdown has been lifted by the government in a phased manner outside specified containment zones. The extent to which it will impact the companies financial results is highly uncertain and depends on future developments. The company has also vide RBI Circular dated August 6, 2020 & Circular dated May 5, 2021 has also granted the moratorium & Restructuring on Covid related stress cases as per the RBI guidelines. The Asset classification shall remain stand still during the moratorium period.

b The Company has granted moratorium/Restructuring to accounts which was standard asset as on March 31, 2021 as per the scheme approved by the Board in accordance with the RBI guidelines. The scheme was implemented on December 28, 2021. These assets were considered as Standard Assets as on 31/03/2022. Hence total interest accrued for the year 2021-22 has been provided for in the books of Accounts. The details implemented was as follows:

Type of Borrower	No. of accounts where restructuring plan has been implemented under this window	Principal amount outstanding before implementation of the plan	Moratorium and other interest etc. under Restructure	Total Amount of Restructure
Individuals	9881 Nos	1,04,562.23	57,839.27	1,62,401.46



**37 Employees Benefit**

- Employees benefits of short term nature are recognized as expenses as and when accrue.
- The Company has provided for Provident fund etc. in terms of employment.
- The Company is Registered Under Employees State Insurance Act and hence deducts ESI of the employees to whom it is applicable.
- As explained to us, the Company has not provided for Gratuity as it was incorporated in 2018 i.e 4 years. Thus Gratuity is still not Applicable to the Employees.

**38 Deferred Tax**

	2021-22		2020-21	
Deferred tax asset(Liability)		79.30		(408.73)

As at 31st March, 2022 the Company has Net Deferred Tax Asset of Rs.9,38,686.09 (FY Rs. 10,09,183.90). The same has been provided in the books of Accounts as there is virtual certainty of recovering against the future income.

**39 Capital and other commitments:**

Estimated amount of contracts to be executed on Capital Account is Rs. Nil. (P.Y.Rs Nil.) net of Advances.

**40 Contingent Liability**

The Company has given a Corporate Guarantee of Rs 75,00,000/- ( Rs Seventy Lacs only) favouring M/S Fincare Small Finance Bank Limited for the purpose of 'First Loan Loss Default Guarantee' (FLDG). Hence the company is contingent liable as on the balance sheet date.

41. Some of the balances in sundry creditors / debtors etc are subject to confirmations from the parties.

42. The company was a 50% partner of MAS Financial services Ltd since 2019. During the current year, the company has taken over the total outstanding portfolio relating to Vector Finance p ltd and paid for the same. The total amount paid less the outstanding principal amount has been capitalized and taken in the total of company's own Loan portfolio in the books of accounts by the management of the company.

43. Income in foreign currency (on accrual basis):

Nature	For the year ended March 31, 2022	For the year ended March 31, 2021
Foreign remittance received	143.56	-
Total	<u>143.56</u>	<u>-</u>

**44 Additional Regulatory Information**

- (i) No proceedings have been initiated or pending against the company for holding any benami property under the benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder during the year ended March 31st, 2022 and March 31st, 2021.
- (ii) The Company has not been declared as wilful defaulter by any bank or financial institution or other lender during the year ended March 31st, 2022 and March 31st, 2021.
- (iii) The company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.
- (iv) **Undisclosed Income**  
There are no transactions not recorded in the books of accounts during the year ended 31st March, 2022 and 31st March, 2021 that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961.  
There are no previously unrecorded income and related assets to be recorded in the books of account during the year ended 31st March, 2022 and 31st March, 2021.
- (v) **Details of Crypto Currency or Virtual Currency**  
The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended 31st March, 2022 and 31st March, 2021.
- (vi) **Utilisation of Borrowed funds and share premium:**  
(a) During the year ended and as at 31st March, 2022 and 31st March, 2021, the Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall:  
(A) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or  
(B) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.  
(b) During the year ended and as at 31st March, 2022 and 31st March, 2021, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:  
(A) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or  
(B) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) **Registration of charges or satisfaction with Registrar of Companies (ROC)**  
There is no charge which is not registered with ROC within the statutory period of the financial years ended March 31<sup>st</sup>, 2022 and March 31<sup>st</sup>, 2021.
- (viii) The company has no borrowings from banks.





(All amounts in Crores unless otherwise stated)

(i)	Ratio	2021-22	2020-21
	Current Ratio	11.65	7.15
	Debt-to-Equity (D/E) Ratio	0.93	1.74
	Debt Service Coverage Ratio	0.20	(0.34)
	Return on Equity	0.06	(0.80)
	Inventory Turnover Ratio	NA	NA
	Trade Receivables Turnover Ratio	0.58	4.07
	Trade Payables Turnover Ratio	1.94	1.05
	Net Capital Turnover Ratio	1.44	0.65
	Net Profit Ratio	0.03	(0.88)
	Return on Capital Employed	0.11	(0.20)
	Return on Investment on Mutual Fund/other Investments	0.00	0.00

**Explanation for Change in Ratios by more than 25% as compared to the previous year**

Ratios	% of Change	Remarks
Current Ratio	62.66%	During 2019-20 & 2020-21, the pandemic COVID-19 was prevalent and has very much disturbed the normal working of the company. However during the current year, the business has grown almost three times. Thus the ratios has been varied too much from earlier.
Debt-to-Equity (D/E) Ratio	46.26%	
Debt Service Coverage Ratio	150.44%	
Return on Equity	107.50%	
Trade Receivables Turnover Ratio	110.81%	
Trade Payables Turnover Ratio	81.90%	
Net Capital Turnover Ratio	121.54%	
Net Profit Ratio	103.41%	
Return on Capital Employed	159.28%	

- 45 Disclosure pursuant to Section 186(4) of the Companies Act, 2013  
Being a NBFC - HFI, the same is not applicable.
- 46 Previous years figures has been regrouped / rearranged wherever necessary.

Signed in terms of our report of even date

For VINOD S AGARWAL &amp; ASSOCIATES

Chartered Accountants

Regd No. 32029E

(Vinod Agarwal)

Partner

Memo No. 053947

Udin : 22053947 ANKZQC 2FFF

Place : Kolkata

Date : 22.07.2022

For and on behalf of the Board of Directors of  
Vector Finance Private Limited

Rahul Johel

(Rahul Johel)

Chairman &amp; Director

DIN: 08249809

Totalam

(Prekanta Kumar Babu)

Director

DIN: 08249169



## Cash Flow Indirect

(All amounts in ₹ thousand unless otherwise stated)

Particulars	Current	Previous
<b>Cash Flows from Operating Activities</b>		
Net Profit Before Tax and Extra Ordinary Items	290.45	-91827.21
<b>Adjustment For</b>		
Depreciation	4942.79	5567.66
Foreign Exchange		
Gain or loss of Sale of Fixed assets		
Gain or loss of Investment	-24.26	-106.18
Finance Cost		
Dividend Income		
Other adjustment of non cash Item	8118.15	4954.08
Other adjustment to reconcile Profit		
<b>Total Adjustment to Profit/Loss (A)</b>	<b>13036.68</b>	<b>10415.55</b>
<b>Adjustment For working Capital Change</b>		
Adjustment for Increase/Decrease in Inventories		
Adjustment for Increase/Decrease in Trade Receivables	-61293.03	151675.04
Adjustment for Increase/Decrease in Other Current Assets	13896.39	-6073.39
Adjustment for Increase/Decrease in Trade Payable	-11525.52	
Adjustment for Increase/Decrease in other current Liabilities	11844.67	-25530.73
Adjustment for Provisions		
<b>Total Adjustment For Working Capital (B)</b>	<b>-47077.49</b>	<b>120010.93</b>
<b>Total Adjustment to reconcile profit (A+B)</b>	<b>-34040.81</b>	<b>130426.48</b>
<b>Net Cash flow from (Used in ) operation</b>	<b>-33750.36</b>	<b>38595.26</b>
Dividend Received		
Interest received		
Interest Paid	-5783.57	-2956.72
Income Tax Paid/ Refund		
<b>Net Cash flow from (Used in ) operation before Extra Ordinary Items</b>	<b>-39533.94</b>	<b>35642.54</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow From operating Activities</b>	<b>-39533.94</b>	<b>35642.54</b>
<b>Cash Flows from Investing Activities</b>		
Proceeds From fixed Assets	0.00	8.26
Proceeds from Investment or Equity Instruments	10524.26	35104.33
Purchase of Fixed Assets	7684.31	1362.82
Purchase Of Investments or Equity Instruments	10500.00	36996.15
Interest received	5783.57	2956.72
Dividend Received		
Cash Receipt from Sale of Interest in Joint Venture		
Cash Payment to acquire Interest in Joint Venture		
Cash flow from losing Control of subsidiaries		
Cash Payment for acquiring Control of subsidiaries		
Proceeds from Govt. Grant		
Other Inflow/Outflow Of Cash	-81.52	
<b>Net Cash flow from (Used in ) in Investing Activities before Extra Ordinary Items</b>	<b>-1957.99</b>	<b>2688.34</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow from (Used in ) in Investing Activities</b>	<b>-1957.99</b>	<b>2688.34</b>
<b>Cash Flows from Financial Activities</b>		
Proceeds From Issuing Shares	90083.04	29835.00
Proceeds from Issuing Debenture /Bonds/Notes	79100.00	
Redemption of Preference Share		
Redemption of Debenture		
Proceeds from other Equity Instruments		
Proceeds From Borrowing	120650.00	83400.00
Repayment Of Borrowing	1,88,750.81	139216.31
Dividend Paid		
Interest Paid	-14419.34	-5799.42
Income Tax Paid/Refund		
<b>Net Cash flow from (Used in ) in Financial Activities before Extra Ordinary Items</b>	<b>115501.56</b>	<b>-20181.89</b>
Proceeds from Extra Ordinary Items		
Payment for Extra Ordinary Item		
<b>Net Cash flow from (Used in ) in Financial Activities</b>	<b>115501.56</b>	<b>-20181.89</b>
<b>Net increase (decrease) in cash and cash equivalents before effect of exchange rate changes</b>	<b>74009.64</b>	<b>18149.00</b>
Effect of exchange rate change on cash and cash equivalents		
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>74009.64</b>	<b>18149.00</b>
Cash and cash equivalents at beginning of period	61137.67	-2988.68
<b>Cash and cash equivalents at end of period</b>	<b>135147.31</b>	<b>61137.67</b>

