



ANNUAL REPORT 2021-22



REGISTERED NBFC
EGFL FINANCE
EMBABY GENERAL FINANCE (INDIA) PVT. LTD.

experience the trust and tradition

CIN : U65923KL2008PTC023395

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Embaby group is a reputed establishment which was formed in the year 1966, in the serene landscape of Idukki, Kerala. The gradual development of this small firm to a group of companies and concerns was based upon the strong trust built up among its customers. Reliability is the main basement which helped our business to hold its stand and position which the Company enjoys now. Like many other concerns, Embaby group also had faced its ups and downs in the initial stage. During the initial days, the customers' trust helped it to recover and made a better position among the leading concerns in Kerala.





EMROOF
roof that endures...

The Manufacturer and supplier of metal roofing and wall panels for residential, post frame, commercial and pole barn buildings. Our sustainable metal roof and wall panels are durable and provide a long life expectancy that benefits both building owners and the environment by lowering the demand to produce replacement systems. Through a wide network of manufacturing facilities and distributorships, we are able to provide metal building solutions for all projects. We draw a significant product development and distribution strength, providing desirable products those customers can count on for years to come.

EMARC
E 6013
WELDING ELECTRODES

Embaby Industries have started the production of electrodes is a ryle type medium coated, general-purpose electrode, suitable for welding of all positions including vertical down. It operates well both on AC and DC (+-). The Electrode gives smooth and stable arc, low spatter, less smoke, finer rippled bead, good arc striking and re-striking and easily detachable slag and weld metal is of Radiographic quality.

EMTUBE
pipe that endures...

Emtube specializes in Conduit Pipes, Garden Hose and Suction Hose. The material that Emtube uses is of world class grade, which has proven itself to be robust and durable enough to adapt to all kinds of conditions.



EMBABY HOTELS
& RESORTS

Lake Canopy

A cluster of exotic cottages strikes a balance between premium stay and comfortable backwater retreat. It is nestled in the unparalleled lush backwater scenic beauty of Alappuzha, Voted as the Leading Family Resort for the year 2019 by South Asian Travel Awards. We have also won many awards and Ranked as NO:1 in Alappuzha by Trip Advisor (The world's largest travel portal)



PUNNAMADA - ALLEPPEY



EMBABY HOTELS
& RESORTS

Forest Canopy

A canopy in-between the forest. The cottages are placed above a hill and an amazing construction without touching the lush green nature around it. Raved by the travelers for our service, we were the only hill station resort to be featured from Kerala in 2016 by Trip Advisor and still leads under all categories in Thekkady. A gold winner in 2018 by South Asian Travel Awards, We have also won many other appreciations from around the globe from all the leading travel portals and websites.



PERIYAR - THEKKADY



A distributor for the products of ITC, Britannia, and Mars in different parts of the state and with a strong ethical foundation and fairness in operation, we continuously strives to be better partners in business and work in close relationships with these companies. Our team has added modern imperative of speed of implementation which has made us stand out in distribution channel.



Embaby metal mart, located at Mulamkuzha, Nattakom, Kottayam is yet another divion of embaby group, offers high quality prefabricated steel buildings, metal roofng, steel building materials, carports, hardware, accessories and much more! Our team of experienced professionals offer sound advice, recommendation and we always deliver the highest quality of products at competitive prices on time, every single time. Embaby Trading Private limited is also an authorized dealer of MM Foam mattress.



GI PIPE | PAINT | ROOFING SHEETS | HARDWARE ITEMS
Mulankuzha, Kottayam
0481 2363636, +91 7902901636 | www.embaby.in

EMBABY GENERAL FINANCE INDIA PRIVATE LIMITED

Embaby General Finance India Private Limited (EGFL) a Non Banking Financial Company (NBFC) based out of Kattappana, Idukki district of Kerala mainly operates in providing loan against collateral of gold Jewellery primarily to individuals having limited or no access to formal credit to meet their short term personal requirements. The promoter Mr. E.M Baby has been operating in this business since 1966. Over the years the Company has expanded its operations in the state of Kerala with a network of 21 branches. Apart from loan against gold jewelry it also provides Personal loans, money transfer facilities in India, Foreign inward money transfer services, encashment of foreign currency's etc.

EGFL is the flagship Company of Embaby Group which also operates into hospitality, trade –distribution, finance, industry and money exchange. All the Companies in the Group are managed separately and there is no linkage of other group companies with EGFL.



അനും എന്നും വ്യത്യസ്തമായി
വിശ്വസ്തരിൽനിന്നും

**EGFL
GOLD LOAN**

സ്വർണ്ണച്ചണയം
മണി ട്രാൻസ്ഫർ
വിദേശനായ വിനിമയം



experience the trust and tradition

www.embaby.in

CORPORATE INFORMATION

BOARD OF DIRECTORS

Late Mr. EM Baby
Mrs. Lizamma Baby
Mr. Rajesh Baby
Mr. Ramesh Baby
Mr. Renji Philip Baby

REGISTERED OFFICE

10/439A, Madathil Arcade
Erattayar Road
Kattappana -685508

GENERAL MANAGER

Mr. P.J George

WEBSITE

www.embaby.in

CORPORATE & LEGAL ADVISORS

Caesar Pinto John & Associates LLP
Kochi - 682015

STATUTORY AUDITORS

Reji john & Co
Chartered Accountants
Chirayil, Near Children's Library
Kottayam - 686001

BANKERS

The Federal Bank
Vijins Plaza, Pallikavala,
Kattappana, Kerala - 685515

BOARD OF DIRECTORS

Late Mr. E.M Baby

Chairman & Whole –time Director

Mrs. Lizamma Baby

Director

Mr. Rajesh Baby

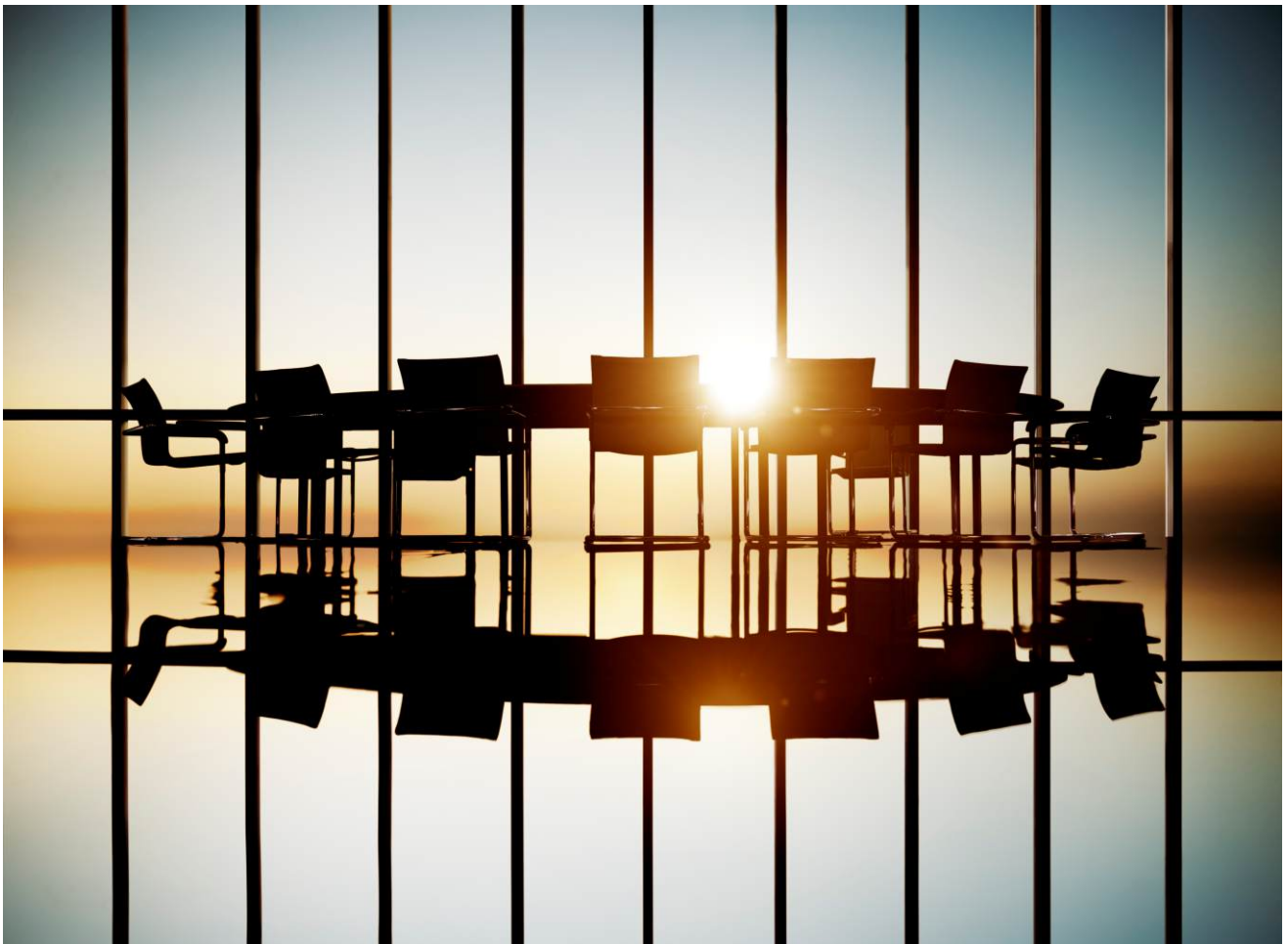
Managing Director

Mr. Ramesh Baby

Director

Mr. Renji Philip Baby

Director



BRIEF PROFILE OF BOARD OF DIRECTORS



Late .Mr. E.M Baby

(DIN: 00533785), was the Chairman and Former Managing Director of Embaby General Finance India Private Limited. He had a diploma in Accounting and over 56 years' experience in Gold business and financing. He started his career with Gold Business and Financial Services including Banking Services in 1966 and later on registered the entity as Non-Banking Financial Company (NBFC). He had led the Embaby Group of Companies achieving accelerated growth in business. He had been associated with many social organizations, with the aim of social welfare in mind and had been recognized in many areas for his expertise. Embarking gratitude, deepest values and fond memories imprinted in our hearts forever, he went on eternal rest on 8th February 2022.



Mrs. Lizamma Baby

(DIN: 02223235), Director of Embaby General Finance India Private Limited. She has completed her BSC in mathematics and over 47 years' experience in Gold business and Financing. She is also director in group companies.



Mr. Rajesh Baby

(DIN: 02223279) is the Managing Director of Embaby General Finance India Private Limited. He is a graduate in commerce and has completed his MBA from Bharathiar University and has over 29 years' experience in Gold business, Financing Distribution and Hospitality. He is a recipient of many awards including the best Presidential award by Lions International .He has been a Panel member of different initiatives by the CII. He is also committed to many social organizations and had many appreciations for the same. He is the finance head of the company since incorporation and also holds directorships in other group companies.



Mr. Ramesh Baby

(DIN: 02223446) is the Executive Director of Embaby General Finance India Private Limited since incorporation. He has completed his Bachelor of Business Management from Bangalore University and over 27 years' experience in Gold business, Financing, Distribution and Hospitality .Under his leadership and guidance the company has won many awards globally and nationally in the field of Hospitality and Distribution. His sector – specific expertise drives sustained increase in market share. He is also the Managing Director of E.M.Baby Trading Private Limited (Group Company).



Mr. Renji Philip Baby

(DIN: 02223308) is the Executive Director of Embaby Group of Companies. He has done B.Com from Loyola collage Chennai, M.Sc-IB, IILM, Delhi and MBA-IB from Southern University of Queensland, Australia. With a Strong orientations in operations and HR , he has made the company's presence globally and represented the same in many verticals. His never ending passion for technology and travel keeps him abreast of the latest trends helping to deliver more and more innovations that meet the global standards. Prior to joining the Company, he was associated with Future Group.

Vision



We intend at developing a customer-focused and high-performance organization, which creates value for its customers in loyalty to our motto "experience the trust and tradition".

Mission



To focus and perform on customer needs in terms of value, quality and satisfaction.

Our Guiding Inspiration



Our founder Chairman, Late Shri E.M. Baby, was instrumental in making Embaby Group of Concerns a renowned business group in Kerala. Inspired by the great idea to serve society by offering them what they exactly require, he started our business venture in the early 1960`s when migration to high range was at its prime. Since that time, we have managed to become a prestigious and reputed firm that our customers can trust and rely on, with no further thinking. Guided by his values and vision, we have strengthened our reputation over the years.



MESSAGE FROM MANAGING DIRECTOR

“

Dear Shareholders,

I am pleased to present the Annual Report of E.M.Baby General Finance India Private Limited (EGFL) for the financial year ended 31.03.2022. The year has been a pivotal year for EGFL. During the period, the company has disbursed Rs.12473 lakh and the portfolio outstanding as on the end of financial year is Rs.6004.lakh, the same achieved on the back of improving operational efficiency and customer services .The portfolio has not been at par with our plans but overall it was a decent year for us.

”

EGFL PERFORMANCE

It was also a year of challenges which saw swift changes in the liquidity scenario which impacted the ability of the NBFCs, especially the smaller ones, to access debt. While the crisis may be over, the troubles continue to persist. EGFL, guided by eminent board had rightly chosen to raise capital and remain well capitalized and thus was able to wither the storm with ease and continued a decent momentum right throughout the year. In addition to equity capital, EGFL is continued to receive support from all its existing lenders which helped the company stay above all turbulences.

During the financial year 2021-22, Asset quality has remained healthy with low gross non-performing Assets (GNPA). On account of regular follow-up for the interest and principal repayment, the company has maintained healthy asset quality.

In the past years we have successfully built a professional team that shares a high standard of performance and ethics. With continued focus on training and development, we have instilled a deep understanding of enterprise environment in our team. Along with high achievement orientation, the team also has the passion for delivering social impact.

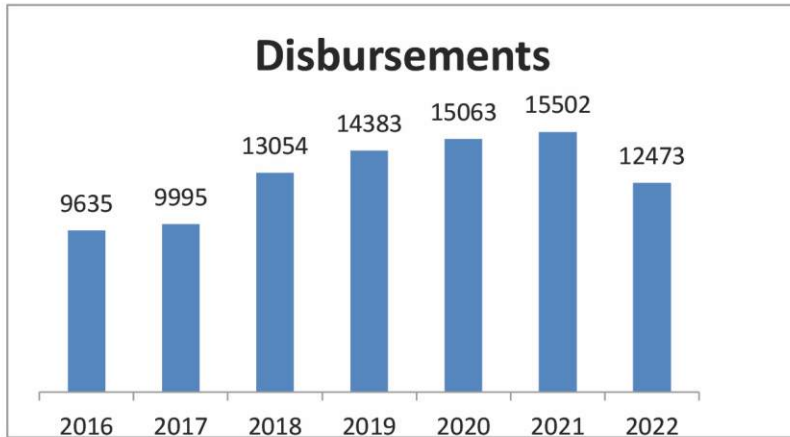
We continue to maintain our focus on compliance and good corporate governance.

With a decent performance in 2021-22 behind us, we are poised for another exciting year ahead with a higher goal set for us. We expect to further expand our client base with profitability and positive social impact, thereby creating value for our customers, employees, investors and other stakeholders.

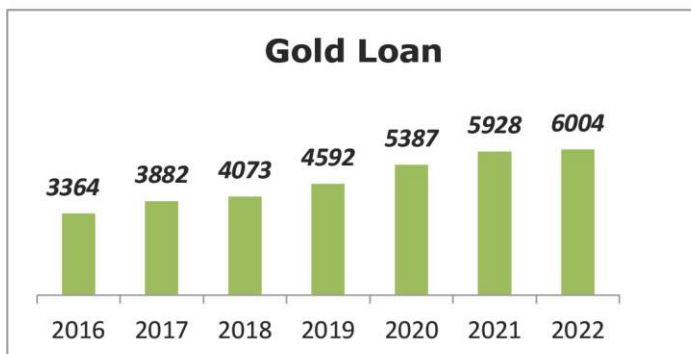
Rajesh Baby
Managing Director

KEY PERFORMANCE INDICATORS

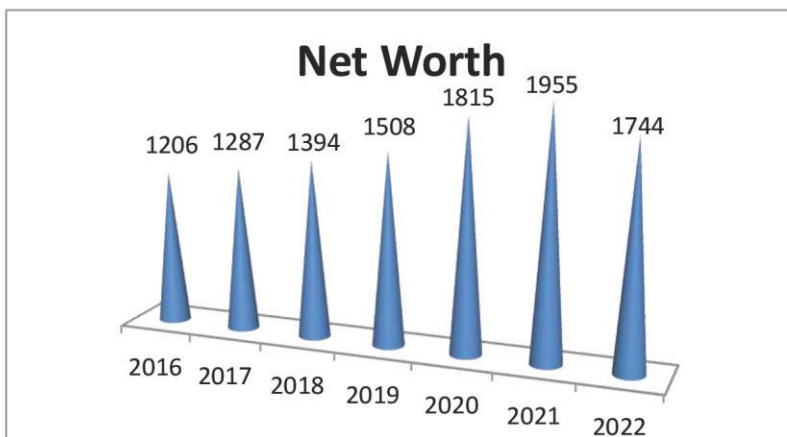
Disbursements (Rs. in Lakhs)



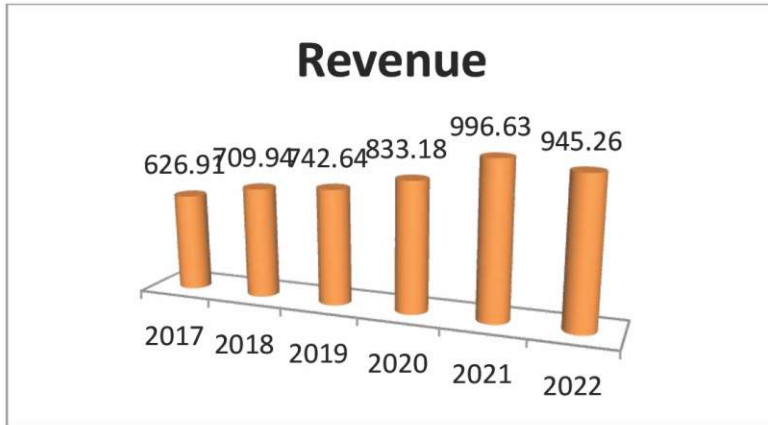
Portfolio Outstanding (Rs. in Lakhs)



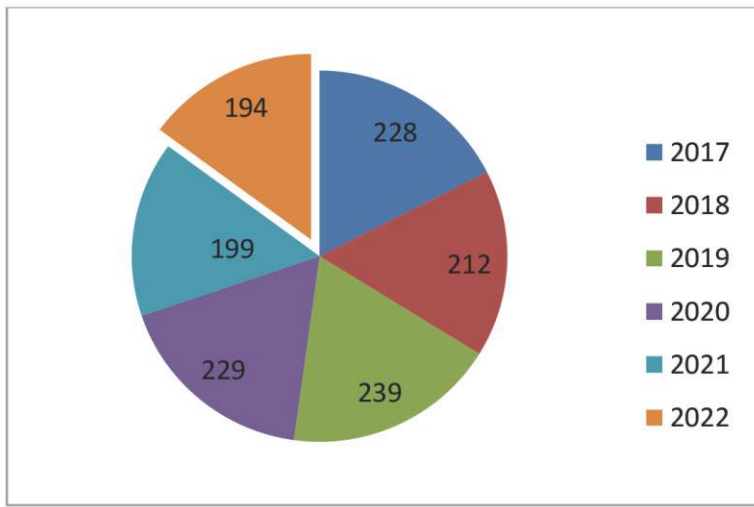
Net worth (Rs. in Lakhs)



Revenue from Operations (Rs. in Lakhs)



Gold Holding (In k.g)



Notice

Notice is hereby given that the **14th Annual General Meeting** of the Members of **EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED** will be held on **Friday the 30th September 2022 at 10.30 A.M.** at the Registered Office of the Company to transact the following business:

Ordinary Business

1. To receive, consider and adopt the financial statements of the Company for the year ended 31st March 2022 including the audited Balance Sheet as on 31st March 2022 and the statement of Profit and Loss for the year ended on that date and the Reports of the Directors and Auditors thereon.

By the Order of the Board
For Embaby General Finance (India) Private Limited

03.09.2022
Kattappana

Rajesh Baby
Managing Director
(DIN: 02223279)

Notes:

1. In view of the COVID-19 pandemic, we have made arrangement of social distancing and members are requested to wear the mask while entering the venue for annual general meeting.
2. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
3. The proxy, to be effective, should be lodged with the Company at its registered office not less than 48 hours before the commencement of the meeting. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than 3 days written notice is given to the Company.
4. Pursuant to the provisions of Companies Act, 2013, a person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

5. The members are requested to notify immediately change of address, if any, to the Company's registered office. While communicating to the Company, please quote the folio number.
6. The Route map of Annual General Meeting Venue is annexed hereto:



DIRECTORS' REPORT

To the Members

Embaby General Finance (India) Pvt Ltd,

Your directors are pleased to present the 14th Annual Report along with the Audited Financial Statements of your Company for the year ended 31st March 2022.

1. Financial Highlights

Particulars	31.03.2022	31.03.2021
Total Income	9,46,35,930.02	10,04,85,621.79
Total Expenditure	8,49,26,777.63	7,59,98,935.88
Profit before exceptional items and tax	97,09,152.39	2,44,86,685.91
Exceptional Items	4,673.00	-4,822.00
Profit before tax	97,04,479.39	2,44,91,507.91
Tax Expenses		
Current Tax	39,18,757.00	65,39,363.00
Prior Year Expense	0	0
Deferred Tax	-3,63,895.00	-2,96,773.00
Profit after Tax	61,49,617.39	1,82,48,917.91

2. Change in Nature of Business, If any:

There is no change in the nature of the business of the company during the previous year under review.

3. State of Company's Affairs:

The total income for the Company for the financial year ended 31.03.2022 is Rs. 9,45,26,359.02/- as compared to Rs. 10,04,85,621.79/- earned in the previous financial year. The Company has made a profit of Rs. 61,49,617.39/- for the financial year ended 31.03.2022.

Despite of the challenging environment, the Company is maintaining a steady growth of business. As part of our growth strategy, your directors continue to evaluate attractive growth opportunities to expand our business into new regions and markets in India. The Company is hopeful of achieving better performance during the current year on the back of its efforts to diversify its geographic presence along with diversification of its product portfolio to other growth segments.

Your Company's Operational Highlights for the financial year ended 31.03.2022 are as follows:

Particulars	March 2022 (Rs. in Crores)
Amount disbursed	124.73
Port Folio Outstanding	60.04

4. Registration as a Non-Deposit Taking NBFC

The Company is registered with the Reserve Bank of India as a Non-Banking Financial Company (Non-Deposit taking) and has obtained the certificate of registration under Section 45-IA of the Reserve Bank of India Act, 1934.

The Board of Directors hereby confirm that the Company has not accepted any public deposit during the year under review and will not accept deposit in future without prior approval of Reserve Bank of India.

5. Dividend

No dividend has been declared by the Company during the year.

6. Transfer of amounts to Investor Education and Protection Fund

There were no unclaimed/ unpaid amounts outstanding as on 31.03.2022 for transferring to Investor Education and Protection Fund.

7. Amount transferred to Reserves:

During the period under review Rs. 12,29,924/- has been transferred to Statutory Reserve and Rs. 25,36,693.39/- has been transferred to Capital Redemption Reserve.

8. Net Owned Fund

As per the audited financial statements for the year 2021-22, the net owned fund (NOF) of the Company is in compliance to the revised regulatory framework issued by the Reserve Bank of India

9. Capital Adequacy

Your Company is well capitalized and has a capital adequacy ratio (Capital to risk weighted assets ratio – CRAR) of 33.69% as on March 31, 2022. The minimum regulatory requirement for non-deposit accepting NBFCs is 15%.

10. Changes in Share Capital

The Authorised Capital of the Company is Rs. 12,00,00,000/- (Rupees Twelve Crores) divided in to 900,000 equity shares of Rs.100/- each and 300,000 preference shares of Rs.100/- each.

Issued, subscribed and paid-up share capital is Rs. 8,85,00,000/- (Eight Crores Eighty-Five Lakhs only) divided into 8,85,000 equity shares of Rs. 100 each.

The Company has redeemed 1,24,500, 12% redeemable preference shares of Rs. 100/- each during the period under review on 16th July 2021.

11. Annual Return

The Copy of Annual Return will be available at the website of the Company at <http://egfl.in/>.

12. Corporate Governance

Your Company upholds the standards of governance and is compliant with the Corporate Governance provisions as stipulated by RBI. The Company's core

values of honesty and transparency have since its inception been followed in every line of decision making. Setting the tone at the top, your Board of Directors, advocates good governance standards. Your Company has been built on a strong foundation of good corporate governance which is now a standard for all operations across your Company.

13. Directors' Responsibility Statement

In terms of Section 134 (5) of the Companies Act 2013, the Directors would like to state 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 have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2022 and of the profit of the Company for the year under review.
- iii. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The Directors had prepared the annual accounts on a going concern basis.
- 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.

14. Related Party Transaction

The particular of Contracts or Arrangements made with related parties pursuant to Section 188 of the Companies Act, 2013 in the prescribed Form AOC-2 is appended as ANNEXURE I which forms part of this report.

15. Explanation or Comments on Qualifications, Reservations or Adverse Remarks or Disclaimers made by the Statutory Auditors in their Reports

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

16. Particulars of Loans, Guarantees or Investments

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

17. Secretarial Standards of ICSI

Your Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) which came into effect from 1 July 2015.

18. Material changes and commitments affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate and the date of this Report

19. Technology Absorption, Conservation of Energy, Foreign Exchange Earnings and Outgo:

The Company is engaged in the business of financing activities. Your Company monitors the energy conservation. During the period under review no further steps have been taken for conservation of energy or for utilizing alternate sources of energy and no capital investments are made for energy equipments. The Company intends to adopt technologies which would contribute towards

improvement of efficiencies. No technologies were adopted and there are no imported technologies during the period hence the disclosure with respect to technology absorption is nil. Further no expenses have been incurred with respect to research and development.

Foreign Exchange earnings & Outgo:

Foreign Exchange Earnings - Nil

Foreign Exchange Outgo - Nil

20. Directors and Key Managerial Personnel

As on 31st day of March 2022, the Board of your Company consists of the following Directors:

Name of Director	Designation	Category
Mr. Rajesh Baby	Managing Director	Executive
Mrs. Lizamma Baby	Director	Executive
Mr. Ramesh Baby	Director	Executive

All the Directors have varied experience and specialised knowledge in various areas of relevance to the Company. The Board of Directors consists of members appointed as per the provisions of the Companies Act, 2013. Mr. Edavanamadathil Baby Mathai was appointed as the Whole-time Director and Mr. Rajesh Baby was appointed as the Managing Director of the Company with effect from 05th April 2021.

The directors announce with great regret the demise of the founder and erstwhile Whole-time Director Mr. Edavanamadathil Baby Mathai on 08th February 2022. The Board wishes to place on record, their sincere appreciation for the valuable services rendered by him to the Company.

There was no other change in the composition of board of directors during the period under review.

Mr. Arun Wilson, Company Secretary of the Company was resigned with effect from 02/08/2021.

Ms. Chinchumol George was appointed as Company secretary with effect from 03/08/2021.

Ms. Chinchumol George, Company Secretary of the Company was resigned with effect from 15/03/2022.

21. Declaration of Independent Directors

The provisions relating to independent director are not applicable to the Company.

22. Board Meeting

During the Financial Year 2021-22, our Board has met 14 times and the meetings of our Board of Directors were held on 05/04/2021, 26/04/2021, 18/06/2021,21/06/2021, 30/06/2021, 05/07/2021, 07/08/2021, 29/09/2021, 05/10/2021, 18/11/2021, 03/12/2021, 10/02/2022, 18/02/2022 and 15/03/2022. All the directors were present in the Board meetings.

23. Nomination and Remuneration Policy

The provisions of Section 178 of the Companies Act, 2013 are not applicable to the company.

24. Subsidiary Company, Joint Ventures and Associate Companies

The Company does not have any subsidiary, Joint venture or Associate Company.

25. Adequacy of Internal Audit and Financial Controls

The Company has adequate internal controls and processes in place with respect to its operations, which provide reasonable assurance regarding the reliability of the preparation of financial statements and financial reporting as also functioning of other operations. These controls and processes are driven through various policies and procedures.

26. Statutory Auditors

M/s. Reji John & Co, Chartered Accountants, (Reg. No 007389S) Kottayam, has been appointed as Statutory Auditors of the Company for the term of 5 years up to the conclusion of Sixteenth Annual General Meeting to be held for the

financial year ended 31.03.2024. There are no qualifications, reservation or adverse remark or disclaimer made by the auditors in their report.

27. Deposits

During the year, your Company has not accepted any deposits from the public within the meaning of the provisions of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 or any deposits within the meaning of Section 73 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

28. Disclosure of Maintenance of Cost Records Under Section 148 of the Companies Act

Maintenance of cost records in compliance with the Sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the company.

29. Risk Management

The Company has a risk management policy for mitigating various risks and threats associated with Company's Operation. The risk management includes identifying types of risk and its assessment, risk handling and monitoring.

30. Corporate Social Responsibility Committee

The Provisions of Section 135 of the Companies Act 2013 does not applicable to the company.

31. Details of significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future

There was no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

32. Disclosure as per The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company is committed to providing and promoting a safe and healthy work environment for all its employees.

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a Prevention of Sexual Harassment Policy that is in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder for prevention and redressal of complaints of sexual harassment at workplace, along with a structured reporting and redressal mechanism.

Details of complaints received and disposed off under sexual harassment during the year 2021-22:

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

33. COMPLIANCE WITH THE MASTER DIRECTIONS ISSUED BY THE RESERVE BANK OF INDIA

a) Leverage Ratio

As per Para 6, Chapter IV, Section II of the Master Direction - Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, the leverage ratio shall not be more than 7 (seven) at any point of time with effect from March 31, 2015. Your Company has complied with the same.

b) Maintenance of Minimum Tier I Capital

The Company has complied with the provisions regarding maintenance of minimum tier 1 Capital.

c) Compliance of other applicable prudential guidelines

Your Company has complied with all prudential guidelines applicable to a Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company.

34. Acknowledgment

Your Directors wish to place on record their appreciation for the assistance, co-operation and guidance received by the Company from the Central Government, the State Government, the Reserve Bank of India, the Registrar of Companies, Mumbai and other Regulatory Authorities and Bankers during the year under review and look forward to their continued support. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Employees of the Company.

For and on behalf of the Board

Embaby General Finance (India) Private Limited

Ramesh Baby
Director
DIN: 02223446

Rajesh Baby
Managing Director
DIN: 02223279

Date: 30.07.2022

Place: Kattappana

Annexure I

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 transactions under third proviso thereto

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

Sl. No.	Name(s) of the related party and nature of relationship	Nature of contracts /arrangements/transactions	Duration of the contracts/arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances:
1	E. M. Baby	Rent	Renewable every year	Rs. 480,000/-	05.04.2021	Nil

2. Details of material contracts or arrangement or transactions not at arm's length basis: Nil

For and on behalf of the Board

EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED

Ramesh Baby
Director
DIN: 02223446

Rajesh Baby
Managing Director
DIN: 02223279

Date: 30.07.2022
Place: Kattappana

INDEPENDENT AUDITORS' REPORT

To the Members of EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Embaby General Finance (India) Private Limited ("the Company"), which comprise the Balance sheet as at 31st March 2022, 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.

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

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with

the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 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 "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

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

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

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

(d) In our opinion, the aforesaid standalone 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on longterm contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

iv. The company has not advanced any funds to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts.

v. The company has not received any funds from any persons or entities, 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 other than those disclosed in the notes to accounts

vi. The company has not declared or paid any dividend during the year.

For REJI JOHN & CO
Chartered Accountants
FRN: 007389S

30.07.2022
Kottayam

CA. Reji John FCA
Partner
Memb No: 236501
UDIN: 22201344ASSQLD6333

ANNEXURE 'A' REFERRED TO IN PARAGRAPH 1 OF INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED ON THE FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED ON 31ST MARCH, 2022.

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, as under: -

1. Property, Plant & Equipment and Intangible Assets
 - i. The Company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment.
 - ii. The Company is maintaining proper records showing full particulars of intangible assets.
 - iii. The Property, Plant & Equipment have been physically verified by the management at reasonable intervals and No material discrepancies were reported by the management.
 - iv. The Company does not own any immovable property as at the date of financial statements.
 - v. The Company has not revalued its Property, Plant & Equipment or intangible assets or both during the year.
 - vi. No proceedings have been initiated or is pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2. Inventory
 - i. As explained to us, due to the nature of business, this clause is not applicable
 - ii. The Company has been sanctioned working capital limits in excess of five crores during the year from banks/ financial institutions on the basis of security of current assets.
 - iii. In accordance with the details and documents furnished before us, we are of the opinion that the quarterly statements filed by the company with banks/ financial institutions are in agreement with the books of the company.
3. Loans and Advances granted to Companies, Firms, Limited Liability Partnerships or others.
 - i. In accordance with the details and documents furnished before us, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, or stood guarantee, or provided security to any other entity.
4. Loans or investments within the meaning of section 185 & 186
 - i. In accordance with the details and documents furnished before us, the Company has not made any loans or guarantees/ made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.
5. Deposits
 - i. In accordance with the details and documents furnished before us, the company has not accepted any deposits from the public in terms of section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
6. Cost Records
 - i. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act for the Company.

7. Statutory Dues
 - i. According to the records of the Company, the Company is regular in depositing undisputed statutory dues with appropriate authorities.
 - ii. According to the records of the Company, there are no statutory dues which have not been deposited due to any dispute.
8. Tax Assessments
 - i. According to the information furnished to us, During the year there have been no instance of transactions not recorded in books of accounts being surrendered or disclosed as income in tax assessments.
9. Repayment of Loans
 - i. In accordance with the details and documents furnished before us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - ii. The Company has not been declared wilful defaulter by any bank or financial institution or the lender.
 - iii. During the year term loans were applied for the purpose for which the loans were obtained.
 - iv. The funds raised on short term basis have not been utilised for long term purposes.
 - v. The Company has not raised funds from any entity to meet the obligations of its subsidiaries, associates or joint ventures.
 - vi. The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10. Initial Public Offer (IPO)
 - i. The Company has not raised any funds during the year by way of Initial Public Offer or further public offer.
 - ii. The Company has not made any preferential allotment of shares or convertible debentures during the year.
11. Frauds
 - i. Based upon the audit procedures performed and the information and explanations given to us by the management, we report that no fraud by the Company or on the Company by its officers / employees have been noticed or reported during the course of our audit.
 - ii. As informed by the Company, no whistle blower complaints were reported during the year.
12. Special Reporting for Nidhi Companies
 - i. Since the Company is not a Nidhi company, clause 3(xii) is not applicable to the Company.
13. Transactions falling under section 177 & 188
 - i. The transactions entered into with related parties are in compliance with section 177 & 188 of The Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.
14. Internal Audit System
 - i. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
 - ii. The report of the internal auditors for the year under audit have been duly considered.
15. Non-Cash transactions with Directors
 - i. The Company has not entered into any non-cash transactions with directors or persons connected with directors, during the year.

16. Special reporting on Non-Banking Finance Activities.
 - i. The Company is required to be registered under section 45-IA of The Reserve Bank of India Act, 1934. The Company holds a valid CoR.
 - ii. The Company holds a valid Certificate of Registration (CoR) from Reserve Bank of India.
 - iii. The Company is not a Core Investment Company (CIC) as defined under the regulations by the Reserve Bank of India.
 - iv. The Company does not have any CIC as part of the Group.
17. Cash Losses
 - i. The Company has not incurred any Cash loss during the year under audit or during the immediately preceding financial year.
18. Resignation of Auditors
 - i. During the year under audit, there has not been any resignation of Statutory Auditors.
19. Ability to meet its liabilities
 - i. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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.
20. Corporate Social Responsibility
 - i. The Company does not fall within the scope of limits set out in section 135(1) of the Companies Act, 2013 and therefore clause 3(xx) of the order is not applicable to the Company.
21. Special reporting for consolidated financial statements.
 - i. This report is issued on the stand-alone Financial Statements of the Company and not on the Consolidated Financial Statements. Accordingly, clause 3(xxi) of the order is not applicable.

For REJI JOHN & CO
Chartered Accountants
FRN: 0073895

30.07.2022
Kottayam

CA. Reji John FCA
Partner
Memb No: 236501
UDIN: 22201344ASSQLD6333

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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 **Embaby General Finance (India) Private Limited** ('the Company') as of March 31, 2022 in conjunction with our audit of the standalone 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 (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 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 auditors' judgement, including the assessment of the risks of material misstatement of the standalone 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 authorizations of management and Directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For REJI JOHN & CO
Chartered Accountants
FRN: 007389S

30.07.2022
Kottayam

CA. Reji John FCA
Partner
Memb No: 236501
UDIN: 22201344ASSQLD6333

STATUTORY AUDITOR'S CERTIFICATE

We have examined the books of accounts and other records of EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED for the Financial year ending March 31, 2022. On the basis of the information submitted to us, we certify the following.

SL.	Particulars	Details
1.	Name of the Company	EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED
2.	Certificate of Registration No.	N-16.00184 Dated 07.07.2009
3.	Registered Office Address	MADATHIL ARCADE, ERATTAYAR ROAD, KATTAPPANA, IDUKKI - 685508
4.	Corporate Office Address	NA
5.	The company has been classified by RBI as:	Loan Company
6.	Net Owned Fund	Rs. 18.52Crore
7.	Total Assets	Rs. 64.26 Crore
8.	Asset Income Pattern: A) % of financial assets to total assets B) % of financial income to Gross Income	95.19% 100.00%
9.	Whether the company was holding any public deposits as on March 31, 2020?	NO
10.	Has the company transferred a sum not less than 20% of its Net Profit for the year to Reserve Fund?	YES
11.	Has the company received any FDI? If yes, did the company comply with the minimum capitalization norms for the FDI?	NO
12.	If the company is classified as an NBFC-Factor; a) % of Factoring assets to Total Assets b) % of Factoring Income to Total Income.	NO
13.	If the company is classified as an NBFC-MFI; % of Qualifying assets to Net Assets.	NO
14.	If the company is classified as an AFC; a) % of advances given for creation of physical/ real assets supporting economic activity to Total Assets. b) % of income generated out of	NO

	these assets to Total Income.	
15.	If the company is classified as an NBFC-IFC % of infrastructure Loans to Total Assets	NA
16.	Has there been any takeover/ acquisition of control / change in shareholding/ Management during the year which required prior approval from RBI?	NO

In terms of Paragraph 2 of Notification No. DNBS.201/DG(VL)-2008 dated September 18, 2008, a separate report to the Board of directors of the company has been made.

I have read and understood paragraph 5 of Notification No. DNBS.201/DG(VL)-2008 dated September 18, 2008.

For Reji John & Co.
Chartered Accountants
FRN: 0073895

01-11-2022
Kottayam

CA. Reji John FCA
Managing Partner
Memb.No.: 201344

UDIN: 22201344BEJODM2338

Annex

	Capital Funds – Tier I	(Rs. In crore)
1	Paid up Equity Capital	8.85
2	Pref.Shares to be compulsorily converted into equity.	NIL
3	Free Reserves	
	A General Reserve	6.58
	B Share Premium	NIL
	C Capital Reserves	1.25
	D Debenture Redemption Reserve	NIL
	E Capital Redemption Reserve	NIL
	F Credit Balance in P&L Account	NIL
	G Other Free Reserves (Specify)	NIL
4	Special Reserves (u/s 45-IC of RBI Act)	2.02
	Total of 1 to 4	18.70
5	Less:	
	A Accumulated Balance of Loss	NIL
	B Deferred Revenue Expenditure	NIL
	C Deferred Tax Assets	0.18
	D Other Intangible Assets	NIL
	Owned Fund	18.52
6	Investments in Shares of	NIL
	A Companies in same group	NIL
	B Subsidiaries	NIL
	C Wholly owned subsidiaries	NIL
	D Other NBFCs	NIL
7	Book value of debentures bonds, outstanding loans and advances, bills purchased and is counted (including H.P. and lease finance) made to, and deposits with	NIL
	A Companies in the same group	NIL
	B Subsidiaries	NIL
	C Wholly Owned Subsidiaries/ Joint Ventures Abroad	NIL
8	Total of 6 & 7	NIL
9	Amount in item 8 in excess of 10% of Owned Fund	NIL
10	Net Owned Fund	18.52

EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED
10/439A, Madathil Arcade, Kattappana - 685508
CIN: U65923KL2008PTC023395

BALANCE SHEET AS AT 31.03.2022

PARTICULARS	NOTES	Current Year	in ₹ Lakhs Previous Year
I EQUITY AND LIABILITIES			
1 Shareholder's Funds			
a Share Capital	3	88,500,000.00	100,950,000.00
b Reserves and Surplus	4	98,448,196.24	94,681,578.85
c Money Received against Share Warrants		-	-
2 Non Current Liabilities			
a Long Term Borrowings	5	311,676,473.40	212,341,784.38
b Long Term Provisions	6	5,780,383.00	4,998,244.00
3 Current Liabilities			
a Short Term Borrowings	7	117,151,271.03	199,430,838.27
b Other Current Liabilities	8	15,997,526.00	10,102,808.00
c Short Term Provisions	9	5,047,761.00	8,258,435.00
		642,601,610.67	630,763,688.50
II ASSETS			
1 Non Current Assets			
a Property, Plant & Equipment and Intangible Assets			
i	10	10,489,123.62	14,167,988.82
b Deferred Tax Asset	11	1,795,843.00	1,431,948.00
c Long Term Loans and Advances	12	85,739.00	85,739.00
d Other Non-Current Assets	13	5,020,350.00	5,020,350.00
2 Current Assets			
a Trade Receivables	14	646,195.97	691,017.24
b Cash and Cash Equivalents	15	8,560,078.29	8,883,934.75
c Short Term Loans and Advances	16	611,088,893.00	593,394,923.12
d Other Current Assets	17	4,915,387.79	7,087,787.57
		642,601,610.67	630,763,688.50

The accompanying notes form integral part of the financial statements

For and on behalf of the Board of Directors

As per our report of even date attached

For Reji John & Co
Chartered Accountants
FRN: 007389S

CA. Reji John FCA
Partner
MRN: 201344

Place: Kottayam
Date: 30.07.2022

EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED
10/439A, Madathil Arcade, Kattappana - 685508
CIN: U65923KL2008PTC023395

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2022

in ₹ Lakhs

PARTICULARS	NOTES	Current Year	Previous Year
I Revenue			
a Revenue From Operations	18	94,526,359.02	100,485,621.79
b Other Income	19	109,571.00	-
Total Income		<u>94,635,930.02</u>	<u>100,485,621.79</u>
II Expenses			
a Employee Benefits	20	29,610,979.30	18,487,467.00
b Financial Costs	21	40,596,552.95	42,311,875.96
c Depreciation and Amortization Expense	22	3,991,802.02	4,579,028.92
d Other Expenses	23	10,619,061.36	10,856,867.00
e Provisions and Write-offs	24	108,382.00	-236,303.00
Total Expenses		<u>84,926,777.63</u>	<u>75,998,935.88</u>
III Profit Before Exceptional and Extraordinary Items and Tax		9,709,152.39	24,486,685.91
IV Exceptional Items		4,673.00	-4,822.00
V Profit Before Extraordinary Items and tax		9,704,479.39	24,491,507.91
VI Extraordinary Items			
VII Profit Before Tax		9,704,479.39	24,491,507.91
VIII Tax Expense			
a Current Tax		3,918,757.00	6,539,363.00
b Deferred Tax	11	-363,895.00	-296,773.00
XIII Profit/ (Loss) for the period		<u>6,149,617.39</u>	<u>18,248,917.91</u>
XIV Earnings Per Share (Not Rounded to Lakhs)	26		
a Basic		6.95	20.62
b Diluted		6.95	20.62

The accompanying Notes form integral part of the Financial Statements

For and on behalf of the Board of Directors

As per our report of even date attached

Rajesh Baby
 Managing Director
 DIN: 02223279

Ramesh Baby
 Director
 DIN: 02223446

For Reji John & Co
 Chartered Accountants
 FRN: 007389S

CA. Reji John FCA
 Partner
 MRN: 201344

Place: Kottayam
 Date: 30.07.2022

EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED

CASH FLOW STATEMENT For the year ended 31st March 2022

in ₹ Lakhs

PARTICULARS	Figures as on 31.03.2022	Figures as on 31.03.2021
A CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAXATION	9,704,479.39	24,491,507.91
Adjustments for:-		
Add: Provision for NPA, standard assets, gratuity	925,994.00	301,044.00
Add: write-offs		
Add: Finance Costs	40,596,552.95	42,311,875.96
Add: Depreciation and amortisation	3,991,802.02	4,579,028.92
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	55,218,828.36	71,683,456.79
Adjustments for:-		
(Increase)/Decrease in Other Non Current Assets	-	(700,000.00)
(Increase)/Decrease in Loans and Advances	(17,693,969.88)	(53,236,863.54)
(Increase)/Decrease in Trade receivables	44,821.27	(644,376.61)
(Increase)/Decrease in Other Current Assets	2,172,399.78	(293,710.51)
Increase/(Decrease) in other Current liabilities	5,894,718.00	2,157,768.00
CASH GENERATED FROM OPERATIONS	45,636,797.53	18,966,274.13
Finance costs	40,596,552.95	42,311,875.96
Direct tax paid	7,273,286.00	4,754,317.00
NET CASH FROM OPERATING ACTIVITIES	(2,233,041.42)	(28,099,918.83)
B CASHFLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets.	(312,936.82)	(10,131,242.30)
Sale of Fixed Assets		
NET CASH FROM INVESTING ACTIVITIES	(312,936.82)	(10,131,242.30)
C CASH FLOW FROM FINANCING ACTIVITIES		
Net proceeds from issue of equity shares.		
Net proceeds from issue of preference shares.	(14,833,000.00)	(4,150,000.00)
Net proceeds from issue of debentures.	34,096,000.00	(11,313,000.00)
Net proceeds from issue of Subordinated Debt	-	19,200,000.00
Increase in loan from directors.	5,416,300.00	701,000.00
Increase in borrowings from Banks.	(22,457,178.22)	27,512,647.94
NET CASH FROM FINANCING ACTIVITIES	2,222,121.78	31,950,647.94
D NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)	(323,856.46)	(6,280,513.19)
Cash and cash equivalents at the beginning of the year.	8,883,934.75	15,164,447.94
Cash and cash equivalents at the end of the year.	8,560,078.29	8,883,934.75
Components of cash and cash equivalents at the end of the year.		
Cash in hand	7,875,622.27	8,448,586.57
Current account with banks	684,456.02	435,348.18
TOTAL	8,560,078.29	8,883,934.75

See accompanying notes forming part of the financial statements

For and on behalf of the Board of Directors

Rajesh Baby
Managing Director
DIN: 02223279

Ramesh Baby
Director
DIN: 02223446

As per our report of even date attached
For Reji John & Co
Chartered Accountants
FRN: 007389S

Place: Kottayam
Date: 30.07.2022

CA Reji John FCA
Partner
MRN: 201344

EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2022

Note-1 Corporate Information

Embaby General Finance (India) Private Limited is a private company incorporated in India under the provisions of the Companies Act, 1956. The Company has obtained necessary licence from the Reserve Bank of India to operate as a Non-Banking Finance Company. The company has been classified as a Non Systemically Important and Non Deposit taking NBFC.

Note-2 Significant Accounting Policies

a) Basis of preparation and Presentation of Financial Statement

The Financial Statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these Financial Statements to comply in all material aspects with Accounting Standards notified under The Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. The Company is a Non- Small and Medium Sized Company (Non-SMC) as defined in the general instruction in respect of Accounting Standards notified under the companies (Accounting standards) Rules, 2006. Accordingly, the company has complied with the Accounting Standards as applicable to a Non-SMC. During the period ended 31 March 2022, the company has complied with Schedule III notified under Companies Act 2013, for the preparation and presentation of its financial statement. The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. The estimates and assumptions used in the financial statements are based upon the Management's evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Tangible Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation. The cost includes purchase consideration, financing costs till commencement of commercial production and other directly attributable costs incurred to bring an Asset to its working condition for its intended use. Subsidy received towards specific assets is reduced from the cost of fixed assets. Fixed assets taken on Finance Lease are capitalized. The costs of Assets not ready for use as at the Balance Sheet date are disclosed under Capital Work-In-Progress.

c) Depreciation on Tangible Fixed Assets

Depreciation on fixed assets is calculated on written down value basis using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act 2013.

d) Intangible Assets

Intangible Assets are recorded at the consideration paid for acquisition less accumulated amortization and accumulated impairment, if any. Intangible assets are amortized over their estimated useful life subject to a maximum period of 10 years on straight line basis, commencing from the date the asset is available to the Company for its use. Expenditure for acquisition and implementation of software system is recognized as part of the intangible asset and amortized on straight line basis over a period of 3 years.

e) Borrowing Costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

f) Impairment

The company at each balance Sheet date reviews whether there is indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generation unit to which the assets belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognizing in the statement of Profit and Loss.

g) Leases

Leases where the lessor effectively retains substantially all risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments in respect of non-cancellable leases are recognized as an expense in the profit and loss account on a straight-line basis over the lease term.

h) Investments

Investments that are readily realisable and are 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. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost.

i) Foreign Currency Transactions

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. All monetary assets and liabilities in foreign currency are restated at the end of accounting period. A monetary asset or liability is termed as a long-term foreign currency monetary item, if the asset or liability is expressed in a foreign currency and has a term of 12 months or more at the date of origination of the asset or liability. Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss. Foreign operations are classified as either 'integral' or 'non-integral' operation. Exchange differences arising on a monetary item that, in substance, forms part of an enterprise's net

investment in a non-integral foreign operation are accumulated in the Foreign Currency Translation Reserve until the disposal of the net investment, at which time they are recognised as income or as expenses. The financial statements of integral foreign operations are translated using the principles and procedures as if the transactions of the foreign operation are those of the Company itself. There are no foreign currency transactions during the year.

j) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be readily measured. Company follows accrual method of accounting for its income and expenditure.

k) Employee Benefits

Short term Employee Benefit: All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. These benefits include compensated absence such as paid annual leave and sickness leave. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period.

Defined benefit plans: Gratuity: The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan" covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. 15 days salary for every completed year of service and vesting period is 5 years. The provision for gratuity has been made in accordance with the Accounting Standard (AS) 15 (Revised 2005). Actuarial valuation report issued by a practicing actuary has been obtained and relied on for the same.

l) Taxes on Income

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. Deferred tax charge or credit reflects the tax effects of timing difference between accounting income and taxable income for the period. The deferred tax charge of credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized, only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realised. Deferred Tax Assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

m) Provisions and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its

present value. The company is required to maintain provisions as per prudential norms specified by the Reserve Bank of India from time to time.

Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability. Contingent Liabilities are not recognised but are disclosed in the Notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

n) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for 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 or loss 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 in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

p) Cash Flow Statement

Company has prepared cash flow statement using the Indirect Method, whereby net profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.

q) Rounding of figures

The figures appearing in the financial statements has been rounded off as per Schedules to the Companies Act, 2013. Rounding has been done to the nearest Lakhs. * seen in financial statements refers to figures below Rs. 50,000.00 that would otherwise be rounded off to 0.

in ₹ Lakhs

3 SHARE CAPITAL

As at 31.03.2022 As at 31.03.2021

a Authorised

Equity Shares

(9,00,000 shares of Face Value Rs.100/- each)

90000000

(Previous Year: 9,00,000 shares of Face Value Rs.100/- each)

90000000

Preference Shares

(3,00,000 shares of Face Value Rs.100/- each.)

30000000

(Previous Year: 3,00,000 shares of Face Value Rs.100/- each.)

30000000

b Issued, Subscribed and Fully Paid-up

Equity Shares

(8,85,000 shares of Face Value Rs.100/- each)

88500000

(Previous Year: 8,85,000 shares of Face Value Rs.100/- each)

88500000

Preference Shares

(0 shares of Face Value Rs.100/- each.)

0

(Previous Year: 1,24,500 shares of Face Value Rs.100/- each.)

12450000

88500000

100950000

c Reconciliation of Shares Outstanding

Particulars	As at 31-3-2022		As at 31-03-2021	
	Equity Shares		Equity Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	885000	885	885000	885
Shares issued during the year	0	0	0	-
Shares outstanding at the end of the year	885000	885	885000	885

d Rights of Equity Shares

The company has only one class of equity share having face value of Rs.100/- per share. All the shares have the same rights and preferences with respect to the payment of dividend, repayment of capital and voting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

e Shares held by shareholders holding more than 5% shares

Name of Shareholder	Current Year		Previous Year	
	Number of Shares	% of Shares	Number of Shares	% of Shares
E M BABY	190000	21.47	282500	31.92
LISSAMMA BABY	327500	37.01	327500	37.01
RAJESH BABY	122500	13.84	122500	13.84
RAMESH BABY	122500	13.84	97500	11.02
RENJI PHILIP BABY	122500	13.84	55000	6.21

f Disclosure of shareholding of promoters

Name of Promoter	At the beginning of the year		At the end of the year		% Change during the year
	Number of Shares	% of Shares	Number of Shares	% of Shares	
E M BABY	282500	31.92	190000	21.47	-10.45
LISSAMMA BABY	327500	37.01	327500	37.01	0
RAJESH BABY	122500	13.84	122500	13.84	0
RAMESH BABY	97500	11.02	122500	13.84	2.82
RENJI PHILIP BABY	55000	6.21	122500	13.84	7.63

* No of shares have been disclosed in absolute numbers and value of Equity have been rounded off to the nearest Lakhs for understanding

4 RESERVES AND SURPLUS	As at 31.03.2022	As at 31.03.2021
Capital Redemption Reserve (Refer Note 4.1)		
At the beginning of the year	-	-
Add: Transfers	12,450,000.00	-
At the closing of the year	<u>12,450,000.00</u>	<u>-</u>
General Reserve		
At the beginning of the year	75,688,949.34	61,089,815.01
Add: Transfers		14,599,134.33
Less: Transfer to Capital Redemption Reserve	9,913,306.61	
At the closing of the year	<u>65,775,642.73</u>	<u>75,688,949.34</u>
Statutory Reserve (Refer Note 4.2)		
At the beginning of the year	18,992,629.51	15,342,845.93
Add: Transfers	1,229,924.00	3,649,783.58
At the closing of the year	<u>20,222,553.51</u>	<u>18,992,629.51</u>
Surplus (Profit and Loss Account)		
At the beginning of the year	-	-
Add: Profit for the year as per Profit and Loss Statement	6,149,617.39	18,248,917.91
Less:		
Transfer to General Reserve		14,599,134.33
Transfer to Statutory Reserve	1,229,924.00	3,649,783.58
Transfer to Capital Redemption Reserve	2,536,693.39	
Premium on Redemption of Preference Shares	2,383,000.00	
At the closing of the year	<u>-</u>	<u>-</u>
	<u>98,448,196.24</u>	<u>94,681,578.85</u>
4.1 Capital Redemption Reserve		
Capital Redemption Reserve represents the reserve created as per the provisions of the Companies Act, 2013. This may be utilised by the Company to issue fully paid up bonus shares to the shareholders.		
4.2 Statutory Reserve		
Statutory Reserve represents the Reserve Fund created under section 451C of the Reserve bank of India Act, 1934. An amount of 20% of the Net Profit is transferred to the Fund every year. No appropriations were made from the Reserve Fund during the year.		
5 LONG TERM BORROWINGS		
Secured		
Demand Loans from Federal Bank (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to all except Anakkara and Upputhara Branches of the Company.)	169,285,714.53	107,142,857.51
Vehicle Loan from Federal Bank (Secured by hypothecation of Vehicle of the Company.)	4,607,230.00	6,927,698.00
Non Convertible Debentures (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to Anakkara and Upputhara Branches of the Company and having a market value equal to the amount of debentures outstanding.)	83,527,000.00	49,431,000.00
Unsecured		
Loan from Directors	6,224,528.87	808,228.87
Subordinated Debt	48,032,000.00	48,032,000.00
	<u>311,676,473.40</u>	<u>212,341,784.38</u>
6 LONG TERM PROVISIONS		
Provision for Employee Benefits - Gratuity (Non Current) (Refer Note 11.1)	5,780,383.00	4,998,244.00
	<u>5,780,383.00</u>	<u>4,998,244.00</u>

7 SHORT TERM BORROWINGS

OD/CC from Federal Bank (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to all except Anakkara and Upputhara Branches of the Company.)	117,151,271.03	199,430,838.27
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	117,151,271.03	199,430,838.27
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8 OTHER CURRENT LIABILITIES

Auditor Remuneration Provision (Current Year)	450,000.00	410,250.00
Salary Payable	288,386.00	11,000.00
Interest Payable on Debentures	3,841,862.00	3,342,121.00
Interest Payable on Subordinated Debt	7,227,752.00	4,981,789.00
Auditor's Remuneration Payable (Previous Year)	442,800.00	335,400.00
TDS Payable	3,019,770.00	484,948.00
Rent Payable	405,000.00	423,000.00
Other Payables	321,956.00	114,300.00
	15,997,526.00	10,102,808.00

9 SHORT TERM PROVISIONS

Provision for Standard Assets	1,521,057.00	1,478,485.00
Provisions for Non-Performing Assets	212,010.00	146,200.00
Provision for Taxation	3,166,470.00	6,520,999.00
Provision for Gratuity - Current (Refer Note 9.1)	148,224.00	112,751.00
Others		
	5,047,761.00	8,258,435.00

9.1 Provision for Gratuity

Provision for gratuity has been created in accordance with Accounting Standard 15 (Revised) - Employee Benefits. Actuarial Valuation has been obtained in accordance with the standard and provision has been created accordingly.

9.2 Movement of Provisions

Particulars	As at 31.03.2022	As at 31.03.2021
Movement of Provision for Standard Assets		
Standard Assets	608,422,736.00	592,855,661.00
Provision at the beginning of the year	1,478,485.00	1,335,415.00
Additional provision made / (Reversed) during the year	42,572.00	143,070.00
Provision at the end of the year	1,521,057.00	1,478,485.00
Movement of Provision for Non-Performing Assets		
Non Performing Assets	2,120,100.00	1,462,000.00
Provision at the beginning of the year	146,200.00	454,560.00
Additional provision made / (Reversed) during the year	65,810.00	-308,360.00
Provision at the end of the year	212,010.00	146,200.00
Movement of Provision for Gratuity (Both Current & Non Current)		
Provision at the beginning of the year	5,110,995.00	4,573,648.00
Additional provision made / (Reversed) during the year	817,612.00	537,347.00
Provision at the end of the year	5,928,607.00	5,110,995.00

11 DEFERRED TAX ASSETS (NET)

Timing Difference on account of;		
Depreciation and Amortization	1,742,484.00	1,395,149.00
Provisions	53,359.00	36,799.00
Net Deferred Tax Asset	1,795,843.00	1,431,948.00
Movement in Deferred Tax Asset During the year	363,895.00	

12 LONG TERM LOANS AND ADVANCES

Loan Assets (From Financing Activity)		
Other Deposits and Advances		
Treasury Deposit Due	85,739.00	85,739.00
	85,739.00	85,739.00

Out of the above

Secured and considered good		
Unsecured, considered good	85,739.00	85,739.00
Doubtful		

13 OTHER NON-CURRENT ASSETS

Security Deposits	5,020,350.00	5,020,350.00
Long Term Trade Receivables (Require more tables Pg. SCH42)		
Others		
	5,020,350.00	5,020,350.00

14 TRADE RECEIVABLES

Trade Receivables from Related Parties		
Trade Receivables from Others	646,195.97	691,017.24
	646,195.97	691,017.24

Of the above

Secured, considered good		
Unsecured, considered good	646,195.97	691,017.24
Doubtful		

Trade Receivables ageing schedule

As at 31.03.2022

PARTICULARS	Outstanding for following period from due date of payment						
	Unbilled	Not Due or Due for Less Than 6 months	6 Months to 1 Year	1-2 years	2-3 years	More than 3 years	Total
MSME							
Others		646,195.97					646,195.97
Disputed - MSME							
Disputed - Others							
		646,195.97					646,195.97

As at 31.03.2021

PARTICULARS	Outstanding for following period from due date of payment						
	Unbilled	Not Due or Due for Less Than 6 months	6 Months to 1 Year	1-2 years	2-3 years	More than 3 years	Total
MSME							
Others		691,017.24					691,017.24
Disputed - MSME							
Disputed - Others							
		691,017.24					691,017.24

15 CASH & CASH EQUIVALENTS

Balance with Banks	684,456.02	435,348.18
Cheques, drafts on hand	-	-
Cash on hand	7,875,622.27	8,448,586.57
Others	-	-
	<u>8,560,078.29</u>	<u>8,883,934.75</u>

Balance with bank includes		
Balance with current accounts	684,456.02	435,348.18
Bank deposits maturing within 12 months	-	-
Bank deposits with maturity more than 12 months	-	-

16 SHORT TERM LOAN AND ADVANCES

Loan Assets (From Financing Activity)	610,542,836.00	592,855,661.00
Loans and Advances to Employees	546,057.00	521,192.12
Others		18,070.00
	<u>611,088,893.00</u>	<u>593,394,923.12</u>

Out of the above;		
Secured, considered good	605,472,066.00	587,762,332.00
Unsecured, considered good	3,496,727.00	4,170,591.12
Others (Non Performing)	2,120,100.00	1,462,000.00
	<u>611,088,893.00</u>	<u>593,394,923.12</u>

17 OTHER CURRENT ASSETS

Income Tax Advance & TDS	3,893,932.00	6,438,025.00
GST Receivable	1,021,455.79	649,762.57
	<u>4,915,387.79</u>	<u>7,087,787.57</u>

18 REVENUE FROM OPERATIONS

Interest on Loan Assets	92,775,069.00	99,033,058.00
Other Financial Services	1,068,320.02	629,723.79
Other Operating Income	682,970.00	822,840.00
	<u>94,526,359.02</u>	<u>100,485,621.79</u>

19 OTHER INCOME

Interest on Income Tax Refund	109,571.00	-
Other non-operating income	-	-
	<u>109,571.00</u>	<u>-</u>

20 EMPLOYEE BENEFITS EXPENSES

Salaries and Wages	15,773,404.00	14,928,237.00
Contribution to Provident and other funds	1,219,963.30	1,065,133.00
Provision for Gratuity	817,612.00	537,347.00
Remuneration to Directors	11,800,000.00	1,956,750.00
	<u>29,610,979.30</u>	<u>18,487,467.00</u>

21 FINANCE COSTS

Interest Expense	39,634,937.98	41,043,690.00
Bank Charges	961,614.97	1,268,185.96
	<u>40,596,552.95</u>	<u>42,311,875.96</u>

22 DEPRECIATION AND AMORTIZATION

Depreciation	3,991,802.02	4,579,028.92
	<u>3,991,802.02</u>	<u>4,579,028.92</u>

23 OTHER EXPENSES

Advertisement	534,236.88	1,165,210.19
Audit Expenses	131,900.00	11,000.00
Bad Debts W/o	108,867.28	
Company Secretary Fee	74,500.00	41,100.00
Computer Maintenance	102,033.36	202,221.70
CSR Programme	565,950.00	23,800.00
Credit rating expenses	481,555.10	83,748.89
Duties & Taxes		715,850.80
Electricity Charges	287,019.00	326,874.00
Insurance Premium Paid	678,570.00	789,079.00
Newspaper & Periodicals	35,615.00	64,503.00
Postage & Telegraph	169,571.00	27,169.00
Printing & Stationery	450,902.32	606,358.96
Tax Audit and Other Services	200,000.00	200,000.00
Rent	3,609,654.00	3,380,551.00
Repairs and Mintenance	192,777.00	429,513.00
Software Expenses	286,750.00	320,500.00
Stamp Charges	63,425.00	5,828.00
Statutory Audit Fee	250,000.00	210,000.00
Sundry Expenses	286,560.00	386,320.00
Telephone Charges	387,867.82	405,333.46
Travelling Expenses	406,204.00	451,651.00
Vehicle Maintenance	1,108,265.50	678,277.00
Other Operating Expenses	206,838.10	331,978.00
(Being items below Fifty Thousand rupees during the year)		
	<u>10,619,061.36</u>	<u>10,856,867.00</u>
Details of Payment to Auditors		
For Statutory Audit	250,000.00	210,000.00
For Other Services	200,000.00	200,000.00
	<u>450,000.00</u>	<u>410,000.00</u>

24 PROVISIONS AND WRITE OFFS

Provision for Standard Assets	42,572.00	143,070.00
Provision for Non-Performing Assets	65,810.00	-308,360.00
General Provision for Accounts in Default but Standard		-71,013.00
	108,382.00	-236,303.00

25 RELATED PARTY DISCLOSURES

Key Managerial Personnel

E M Baby

Lizamma Baby

Rajesh Baby

Ramesh Baby

Relative of Key Managerial Personnel

Renji Philip Baby

Transactions with related parties

Name of related party	Nature of transaction	Current year	Previous Year
E M Baby	Remuneration	10	6.00
Lizamma Baby	Remuneration	36	6.00
Rajesh Baby	Remuneration	36	5.00
Ramesh Baby	Remuneration	36	3.00
E M Baby	Rent	5	5.00

Amount Outstanding

Nature of related party	Nature of outstanding amount	Current year	Previous Year
Key Managerial Personnel	Loan from Directors	62	8.00

26 EARNINGS PER SHARE (EPS)

Net Profit/ (Loss) for the year	61.00	182.00
Weighted average number of equity shares outstanding	885,000.00	885,000.00
Earnings Per Share - Basic & Diluted (Not Rounded to Lakhs)	6.95	20.62

27 DISCLOSURE OF FINANCIAL RATIOS

Particulars	Numerator	Denominator	Current Period	Previous Period	% Variance
Current Ratio	Current Assets	Current Liabilities	4.52	2.80	61.43%
Debt-Equity Ratio	Total debt	Shareholders Equity	2.29	2.25	1.78%
Debt Service Coverage Ratio	Earnings before Tax and T/L interest	Term Loan Repayment	0.25	0.56	-55.36%
Return on Equity Ratio	PAT	Shareholders Equity	0.03	0.10	-67%
Inventory Turnover Ratio	Turnover	Average Inventory	Not relevant since NBFC		
Trade Receivables Turnover ratio	Turnover	Avg Trade Receivables	Not relevant since NBFC		
Trade Payables Turnover ratio	Turnover	Avg Trade Payables	Not relevant since NBFC		
Net Capital Turnover Ratio	Turnover	Shareholders Equity	0.51	0.55	-7.28%
Net Profit Ratio	PAT	Turnover	0.01	0.18	-96.70%
Return on Capital Employed	EBIT	Shareholders Equity+ Long Term Liabilities	0.10	0.17	-41.18%
Return on investment	PAT	Equity Share Capital	0.07	0.21	-66.67%

Explanations for variance more than 25%

1. The change in current ratio by 61.43% is caused mainly due to the conversion of a large portion of OD/CC facility into Long-term Loans. Further the change in DSCR is also due to this conversion along with lower profits due to reasons given in 2 below.

2. During the year, interest rates on loans provided have been reduced. This along with an increase in the directors remuneration for the year has resulted in a drop in profits during the year. Which means there has been a significant drop in both PAT and EBIT during the year due to these two reasons and accordingly, RoE, Net Profit Ratio, RoCE and RoI have fallen more than 25% during the year.

For and on behalf of the Board of Directors

As per our report of even date attached
For Reji John & Co
Chartered Accountants
FRN: 007389S

Rajesh Baby Ramesh Baby
Managing Director Director
DIN: 02223279 DIN: 02223446

CA. Reji John FCA
Partner
MRN: 201344

Place: Kottayam
Date: 30.07.2022

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