



20TH

ANNUAL REPORT

2023-2024

Your Financial Goal. Our Quest.



Shri. Late Bharat Jayantilal Patel

An investor with an inspirational ideology and an industrialist with equal vision and empathy, he had transformed the lives of many. An outstanding leader with an unmatched business acumen. His presence and guidance will always be remembered as we continue to take his legacy forward.

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Board of Directors



Mr. Hardik B Patel
(Managing Director, CEO)
DIN: 00590663



Mr. Ruchit B Patel
(Non-Executive Director)
DIN: 00603359



Mr. BSP Murthy
(Non-Executive Director)
DIN: 00011584



Mr. Dhiren S Shah
(Independent Director)
DIN: 001149436



Ms. Kalyani Sharma
(Independent Director)
DIN: 09756212

Corporate Identity

Company Secretary

Mrs. Chhaya Piyush Patel

Legal Entity Identifier Number:

3358002WCD4I4QCKFT45

Registered Office

Finquest Financial Solutions Private Limited

CIN: U74140MH2004PTC146715

602, Boston House, 6th Floor,

Suren Road, Andheri (E),

Mumbai-400093

Tel: 022-4000 2600

Email: hpatel@finquestonline.com

Website: www.finquestfinance.in

Statutory Auditors

Batliboi & Purohit

204, National Insurance Building, 2nd Floor, D. N. Road,

Fort, Mumbai 400001

Debenture Trustee

IDBI Trusteeship Services Limited

Ground Floor, Universal Insurance Building,

Sir Phirozshah Mehta Rd, Fort,

Mumbai, Maharashtra 400001

Tele: 022 4080 7000

Fax: 022 6631 1776

Website: www.idbitrustee.com

Credit Rating Agency

Brickwork Ratings India Private Limited

3rd floor, Raj Alkaa Park, Kalena Agrahara, Bannerghatta Road,

Bengaluru – 560076

Registrars & Share Transfer Agents

Link Intime India Pvt Ltd

C 101, 247 Park,

Lal Bahadur Shastri Rd,

Surya Nagar, Gandhi Nagar,

Vikhroli West, Mumbai-400083

Website: www.linkintime.co.in

Tele: 022 4918 6000

FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED

CIN: U74140MH2004PTC146715

Registered Office: 602, Boston House, 6th Floor, Suren Road, Andheri (E), Mumbai – 400 093

E-mail: hpatel@finquestonline.com; Telephone: +91 (022) 40002600

Website: www.finquestfinancial.in

NOTICE OF 20TH ANNUAL GENERAL MEETING ON SHORTER NOTICE

NOTICE IS HEREBY GIVEN THAT THE TWENTIETH (20TH) ANNUAL GENERAL MEETING OF THE MEMBERS OF FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED (THE "COMPANY") WILL BE HELD ON MONDAY, SEPTEMBER 30, 2024, AT 6.00 P.M. AT THE REGISTERED OFFICE OF THE COMPANY AT 602, BOSTON HOUSE, 6TH FLOOR, SUREN ROAD, ANDHERI (E), MUMBAI-400093

ORDINARY BUSINESS:

ITEM NO. 1:

To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the Financial Year ended on March 31, 2024 and the reports of the Board of Directors and the Auditors thereon.

ITEM NO. 2:

To receive, consider and adopt the Consolidated Audited Financial Statements of the Company for the Financial Year ended on March 31, 2024 and the report of the Auditors thereon.

By Order of the Board
For **Finquest Financial Solutions Private Limited**

Sd/-
Hardik Bharat Patel
(Managing Director & CEO)
DIN:00590663

Place: Mumbai

Date: May 30, 2024

Registered Office:

602, Boston House, 6th Floor,

Suren Road, Andheri (E),

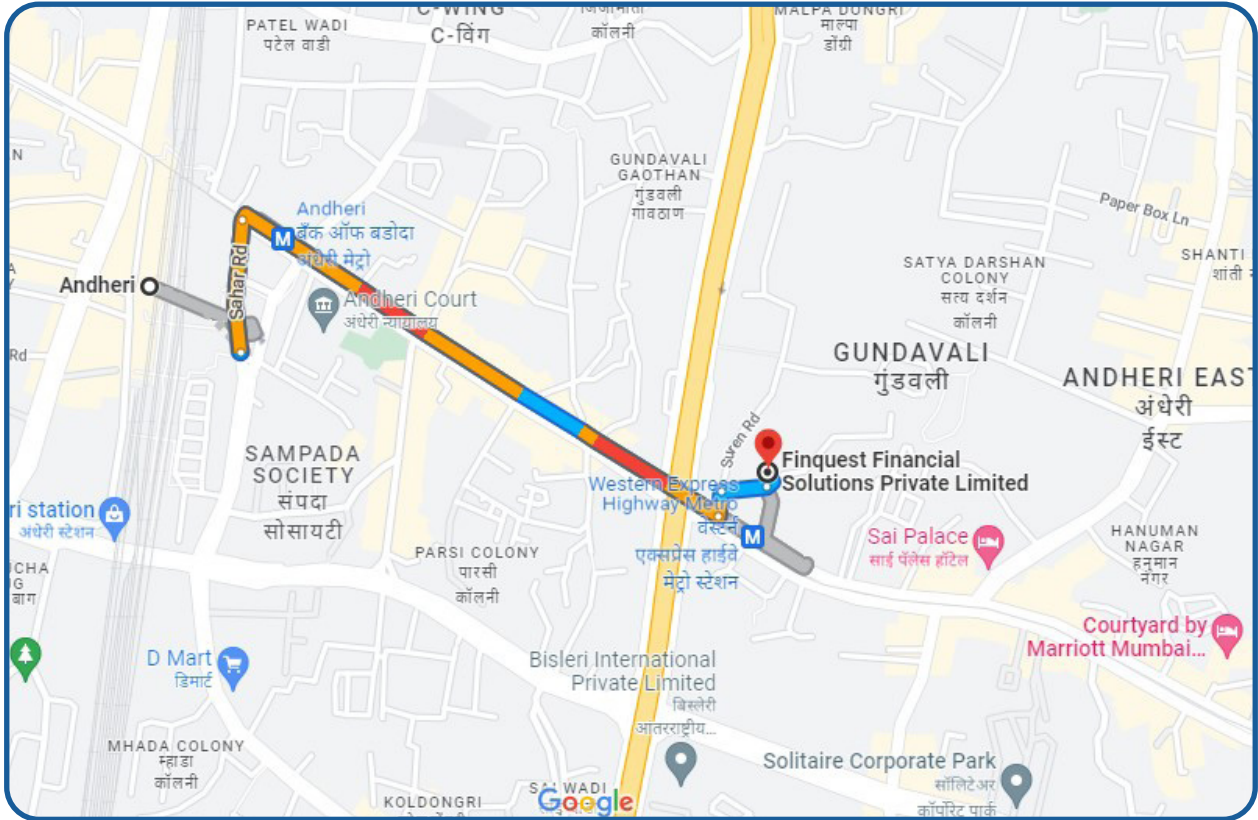
Mumbai-400093

(CIN: U74140MH2004PTC146715)

Notes:

1. A Member entitled to attend and vote at the Annual General Meeting (the AGM / Meeting) is entitled to appoint a proxy(s) to attend and vote instead of himself/herself and the proxy need not be a member of the company. The proxy form in order to be effective and valid should be duly stamped and signed and must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. Members/proxies should bring the duly filled Attendance Slip enclosed herewith, to attend the meeting.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. The Statutory Registers including the Register of Directors and their shareholding, maintained u/s 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which Directors are interested maintained u/s 189 of the Companies Act, 2013 and all other documents referred to in the Notice of the meeting and explanatory statement, will be available for inspection by the members of the Company at Registered Office of the Company during business hours (10:00 A.M. to 06:00 P.M.) (except Saturday and Sunday) up to the date of Annual General Meeting and will also be available during the Annual General Meeting.
5. 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 that not less than three days of notice in writing is given to the Company.
6. A Route Map along with Prominent Landmark for easy location to reach the venue of Annual General Meeting is annexed with the notice of Annual General Meeting.
7. Corporate members intending to send their authorised representatives to attend the meeting are advised to send a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the meeting.

ROUTE MAP INDICATING THE VENUE OF ANNUAL GENERAL MEETING OF THE COMPANY:



FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED

Registered Office: 602, Boston House, 6th Floor, Suren Road, Andheri (E), Mumbai – 400 093

E-mail: hpatel@finquestonline.com; Telephone: +91 (022) 40002600

CIN: U74140MH2004PTC146715

Attendance Slip of 20th Annual General Meeting

To be handed over at the entrance of the meeting room/hall

Name of the Member

Name of the proxy (To be filled if the proxy attends instead of the member)

Registered Folio No.	
DP ID	
Client ID	

No. of shares held:

I/We hereby record my/our presence at the Twentieth Annual General Meeting to be held at Finquest Financial Solutions Private Limited, 602, Boston House, 6th Floor, Suren Road, Andheri (E), Mumbai-400093 on **Monday, 30th September 2024 at 6.00 p.m.**

Mumbai 30/09/2024

(Member's/Proxy's Signature)

(To be signed at the time of handing over the slip)

Member/Proxyholder are requested to bring their copies of the Annual Report at the Annual General Meeting.

DIRECTORS' REPORT

To
 The Members,
Finquest Financial Solutions Private Limited

Your Directors have pleasure in presenting their Twentieth (20th) Annual Report on the business, operations and the state of affairs

of your company together with Audited financial statements of the Company for the year ended 31st March 2024.

1. FINANCIAL PERFORMANCE:

The key highlights of the financial results of the Company are summarized below:

Particulars	(Rs. In Lakhs)		
	Consolidated	Standalone	
	2023-24	2023-24	2022-23
Total Revenue	58477.41	15099.87	3,248.14
Total Expenses	44664.09	175.88	8,377.20
Profit/(Loss) Before exceptional items and tax	13813.32	14923.99	(5,129.06)
Less : Exceptional items	(632.32)	-	-
Profit/(Loss) Before tax	14445.64	14923.99	(5,129.06)
<u>Less: Tax Expenses</u>			
1. Current Tax	1240.16	1240.16	-
2. Earlier Year's Tax	-	-	-
3. Provision for Tax	-	-	-
4. Deferred Tax	2413.47	1956.21	163.77
5. Prior Period Adjustments	-	-	-
Net Profit/ (Loss) after Tax	10792.01	11727.62	(5292.83)
Transfer to special reserve under Section 45-IC of the Reserve Bank of India Act, 1934	-	2345.52	-

2. OVERVIEW OF THE COMPANY'S FINANCIAL PERFORMANCE:

Total Revenue:

Total revenue earned by the Company during the financial year ended March 31, 2024 was Rs. 15099.87 lakhs as compared to Rs. 3,248.14 lakhs during the previous financial year ended March 31, 2023.

Profit/ (Loss) before Tax:

Profit before tax posted by the Company for the financial year ended March 31, 2024 was Rs. 14923.99 as against Loss before tax of Rs. 5,129.06 lakhs recorded in the previous financial year ended March 31, 2023.

Profit/ (Loss) after Tax:

Profit after tax was Rs. 11727.62 for the financial year ended March 31, 2024, as against Loss of Rs. 5292.83 lakhs in the previous financial year ended March 31, 2023.

3. MASTER DIRECTION – RESERVE BANK OF INDIA (NON-BANKING FINANCIAL COMPANY – SCALE BASED REGULATION) DIRECTIONS, 2023

RBI vide its circular dated 19 October 2023, has introduced reserve bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023 (the 'Master Directions') which now supersedes the existing NBFC-Systemically Important Non-Deposit taking company and Deposit taking company (Reserve Bank) Directions, 2016.

As per the Master Directions, regulatory structure for NBFCs shall comprise of four layers based on their size, activity, and perceived riskiness. NBFCs in the lowest layer shall be known as NBFC - Base Layer (NBFC-BL). NBFCs in middle layer and upper layer shall be known as NBFC - Middle Layer (NBFC-ML) and NBFC - Upper Layer (NBFC-UL), respectively. RBI may, based on the size of an NBFC, classify some of them as NBFC Top Layer.

In accordance with the Master Directions, Non-Deposit taking NBFCs below the asset size of ₹ 1,000 crore are classified as a Base Layer of the regulatory structure. Your Company falls under the Base Layer.

4. PUBLIC DEPOSITS:

During the year under review, the Company has not accepted any public deposits and the Board has also passed the necessary resolution for non-acceptance of any public deposits during the financial year 2024-25.

5. TRANSFER TO SEPECIAL RESERVE:

In terms of Section 45-IC of the RBI Act, NBFCs are required to create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year. Accordingly, the Company has transferred a sum of Rs. 2345.52 Lakhs to its reserve fund.

6. CHANGE IN NATURE OF BUSINESS OF THE COMPANY:

During the period under review, there was no change in the nature of business of the Company.

DIRECTORS' REPORT

7. DECLARATION OF DIVIDEND AND TRANSFER OF UNPAID / UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The Directors do not recommend any dividend for the Financial Year 2023-24. Since there were no unpaid/unclaimed Dividend out of Dividend declared and paid during the last seven years, the provisions of Section 125 of the Companies Act, 2013 with regard to transfer of Unclaimed Dividend to Investor Education and Protection Fund is not applicable to the Company.

8. SHARE CAPITAL:

During the financial year under review, there has been no change in the Authorised and the Paid-up share capital of the Company.

As on March 31, 2024, the Authorised Share Capital of the Company was Rs. 42,00,00,000/- (Rupees Forty-Two Crore only) divided into (i) 3,20,00,000 Equity Shares of Rs. 10/- each aggregating to Rs. 32,00,00,000 (Rupees Thirty-Two Crore Only) and (ii) 1,00,00,000 Preference Shares of Rs. 1,00,000/- aggregating to Rs. 10,00,00,000 (Rupees Ten Crore Only).

As on March 31, 2024, the Paid-up Equity Share Capital of the Company was Rs. 31,90,00,000 (Rupees Thirty-One Crore Ninety Lakhs Only) divided into 3,19,00,000 Equity Shares of Rs. 10/- each.)

9. OTHER EQUITY:

The Reserves and Surplus as at March 31, 2024 was Rs. 29,392.46 lakhs as against Rs. 17664.92 lakhs as at March 31, 2023.

10. SUBSIDIARY & ASSOCIATE COMPANY & JOINT VENTURE:

The following companies are the subsidiaries of the Company.

Name of the Company	Percentage of Holding
Digjam Limited	90%
Krihaan Texchem Private Limited	100%
Ballarpur Industries Limited	51%
Leggiuno India Private Limited	100%

The Company does not have any Joint Venture or Associate Company. Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement containing the salient features of financial statements of the Company's subsidiary in Form AOC-1 is annexed as Annexure I to this Report.

11. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis Report for the year under review is annexed as Annexure II to this Report.

12. LOAN BOOK:

The loan book of the Company as on March 31, 2024, was Rs. 11,732.78 as against Rs. 22,954.40 lakhs as on March 31, 2023.

13. DEBT-EQUITY RATIO:

The Debt Equity Ratio of the Company as on March 31, 2024 was 0.72 times.

14. EARNING PER SHARE (EPS):

The Basic Earning per share was 36.76 for the financial year ended March 31, 2024 as against Rs. (16.59) in the previous financial year ended March 31, 2023.

15. CAPITAL ADEQUACY:

The Capital to Risk Assets Ratio (CRAR) of the Company is 33.36 % as on March 31, 2024, as against the prescribed RBI norms of 15%. Out of the above, Tier I capital adequacy ratio stood at 32.56 % and Tier II capital adequacy ratio stood at 0.47 %, as on March 31, 2024.

16. NET OWNED FUNDS:

The Net Owned Funds of the Company as on March 31, 2024 was Rs. 9498.82 as against Rs. 6743.79 lakhs as on March 31, 2023.

17. CREDIT RATING:

During the year under review Brickwork Ratings India Private Limited has downgraded the long term rating on the Non Convertible Debentures of the Company to BWR B- /Stable/ Continues to be ISSUER NOT COOPERATING/Downgraded.

18. BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL:

The composition of the Board of Directors of the Company is in accordance with the provisions of Companies Act, 2013 (hereinafter referred to as "the Act").

As on March 31, 2024, the Company had following 5 (five) directors on its Board, including 2 (two) Independent Directors.

Name of the Directors	Designation
Mr. Hardik Bharat Patel	Managing Director (MD) & Chief Executive Officer (CEO)
Mr. Parashiva Murthy B S	Non-Executive Director
Mr. Dhiren Shah Shevantilal	Independent Director
Ms. Kalyani Sharma	Independent Director
Mr. Ruchit Patel	Non-Executive Director

All the Directors of the Company have confirmed that they are not disqualified to act as Directors of the Company in terms of Section 164 of the Companies Act, 2013.

The details of the KMP in the Company as per Section 2(51) and Section 203 of the Act, as on March 31, 2024 are given below:

Name of the KMP	Designation
Mr. Hardik Bharat Patel	Managing Director & Chief Executive Officer (CEO)
Ms. Rashmi Raturi *	Company Secretary
Mrs. Chhaya Piyush Patel	Company Secretary

**During the year under review, Ms. Rashmi Raturi appointed as Company Secretary & Compliance Officer of the company w.e.f. September 08, 2023 and resigned from the designation of Company Secretary & Compliance Officer of the Company w.e.f. November 08, 2023.*

**During the year under review Ms. Chhaya Piyush Patel appointed as Company Secretary & Compliance Officer of the company w.e.f. February 07, 2024.*

DIRECTORS' REPORT

19. DECLARATION BY THE DIRECTORS OF THE COMPANY:

INDEPENDENT DIRECTORS

The Company has received declaration/confirmation from the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and there has been no change in the circumstances affecting their status as independent director of the Company.

The Independent Directors has also confirmed that they complies with the Schedule IV of the Companies Act, 2013.

NON-EXECUTIVE DIRECTORS

During the year under review, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company.

DECLARATIONS OF FIT AND PROPER CRITERIA BY THE DIRECTORS

The Company has received declaration/confirmation from the Directors of the Company confirming that they meet the criteria of Fit and Proper person in accordance with the Policy of the 'Policy on Fit and Proper Criteria for Directors'

20. BOARD MEETINGS:

During the financial year 2023-24, the Board met 11 (Eleven) times on May 30, 2023, July 11, 2023, August 11, 2023, September 08, 2023, October 27, 2023, November 02, 2023, November 22, 2023, February 07, 2024, February 14, 2024, March 14, 2024 and March 28, 2024 and the gap between the two meetings was not more than one hundred and twenty (120) days.

The details of attendance of the directors at the board meetings held during the financial year 2023-24 and at the last annual general meeting are given below:

Name of the Directors	No. of meetings held #	No. of meetings attended	Whether attended the Annual General Meeting held on September 30, 2023
Mr. Hardik B. Patel	11	11	Yes
Mr. Parashiva Murthy B S	11	11	Yes
Mr. Dhiren S. Shah	11	9	Yes
Ms. Kalyani Sharma*	11	8	Yes
Mr. Ruchit B. Patel*	11	11	No

#No of meetings held during the tenure of the Board Member in FY 2023-24.

21. BOARD COMMITTEES:

The Board Committees and other committees play an important role in the governance and focus on specific areas and make informed decisions within the scope defined in their respective charters and terms of reference, which are reviewed annually. The Board has constituted / re-constituted the following Committees to take informed decisions in the best interests of the Company:

The Board of Directors of the Company has constituted / re-constituted the following Committees:

1. Audit Committee:

In accordance with the provisions of Section 177 of the Companies Act, 2013, (the Act), the Board of the Company has constituted an Audit Committee. The said Committee carries out such functions as are statutorily prescribed under the extant applicable laws and other incidental and ancillary matters related thereto. During the year under review, the Audit Committee met 7 (Seven) times i.e. on May 30, 2023, July 11, 2023, August 11, 2023, November 02, 2023, February 07, 2024, February 14, 2024, and March 13, 2024. The constitution and the number of meetings attended by the Members of the Audit Committee during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Dhiren S. Shah	Chairman	7	5
Mr. Hardik B. Patel	Member	7	7
Ms. Kalyani Sharma*	Member	7	7

Whistle-blower Policy / Vigil Mechanism

The company promotes ethical behavior in all its business activities and has put in place a mechanism wherein the employees are free to report illegal or unethical behavior, actual or suspected fraud or violation of the company's codes of conduct or corporate governance policies, raise concerns against management and business practices, incorrect or misrepresentation of any financial statements and reports or any improper activity being negative in nature to the chairman of the audit committee of the company or chairman of the board. The whistle blower policy has been appropriately communicated within the company.

Under the whistle blower policy, the confidentiality of those reporting violation(s) is protected, and they are not subject to any discriminatory practices. No personnel have been denied access to the audit committee. The functioning of the vigil mechanism is reviewed by the audit committee from time to time.

2. Corporate Social Responsibility Committee:

In accordance with the provisions of Section 135 of the Companies Act, 2013 (the Act), the Board has constituted a Corporate Social Responsibility Committee. The said Committee carries out such functions as are statutorily prescribed under the extant applicable laws and other incidental an ancillary matter related thereto. During the year under review, the Corporate Social Responsibility Committee met once on September 08, 2023 & on February 14, 2024. The constitution and the number of meetings attended by the Members of the CSR Committee during the year under review is given below.

Name of the Members	Position	No. of meeting held	No. of meeting attended
Mr. Dhiren S. Shah	Chairman	2	2
Mr. Hardik B. Patel	Member	2	2
Mr. Ruchit Patel*	Member	2	2

DIRECTORS' REPORT

3. **Nomination and Remuneration Committee:**

In accordance with the provisions of Section 178 of the Companies Act, 2013, (the Act), the Board of the Company has constituted a Nomination and Remuneration Committee (NRC). The NRC carries out such functions as are statutorily prescribed under the extant applicable laws and other incidental and ancillary matters related thereto. The Company has formulated a Remuneration Policy ("Policy") as per the provisions of Section 178 of the Companies Act, 2013. During the year under review, there were no changes or amendments to the remuneration policy of the Company. The said Policy is provided as Annexure III to this Report.

During the year under review, the Nomination & Remuneration Committee met 3 (Three) times i.e. on June 19, 2023, September 08, 2023, and February 07, 2024. The constitution and the number of meetings attended by the Members of the NRC during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Dhiren S. Shah	Chairman	3	2
Mr. Ruchit Patel	Member	3	3
Ms. Kalyani Sharma	Member	3	2

4. **Asset Liability Management Committee (ALCO):**

The Board of Directors of the Company has constituted the ALCO Committee in accordance with the Guidelines on Liquidity Risk Management Framework issued by RBI.

During the year under review, the Asset Liability Management Committee (ALCO) met 10 (Ten) times i.e. April 1, 2023, May 30, 2023, July 11, 2023, August 11, 2023, September 8, 2023, October 27, 2023, November 2, 2023, January 12, 2024, February 14, 2024 and March 14, 2024

The constitution and the number of meetings attended by the Members of the ALCO during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Ruchit Patel	Chairman	10	10
Mr. Hardik B. Patel	Member	10	10
Ms. Sarika Tailor	Member	10	10

5. **Risk Management Committee:**

The Board of Directors of the Company has constituted the Risk Management Committee in accordance with point (b) of sub-clause (i) of clause A of Guidelines on Liquidity Risk Management Framework issued by RBI.

During the year under review Risk Management Committee met 5 (Five) times i.e. May 30, 2023, August 11, 2023, November 02, 2023, February 07, 2024, and February 14, 2024.

The constitution and the number of meetings attended by the Members of the RMC during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Dhiren S. Shah	Chairman	5	4
Mr. Hardik B. Patel	Member	5	5
Mr. Ruchit Patel	Member	5	5

6. **Credit Committee:**

The Board of Directors of the Company has constituted the Credit Committee, during the year under review Credit Committee met 16 times i.e. April 04, 2023, May 04, 2023, June 16, 2023, July 20, 2023, August 10, 2023, September 20, 2023, October 20, 2023, November 02, 2023, November 15, 2023, November 22, 2023, November 29, 2023, December 25, 2023, January 18, 2024, February 07, 2024, March 14, 2024 and March 28, 2024.

The constitution and the number of meetings attended by the Members of the Credit Committee during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Parashiva Murthy B S*	Chairman	2	2
Mr. Hardik B. Patel*	Member	16	16
Mr. Jitendra Dhivare	Member	16	16
Ms. Moksha Gala*	Member	2	2
Ms. Sarika Tailor*	Member	2	2
Mr. Ruchit Patel*	Member	14	14

* Mr. Hardik B. Patel was redesignated as a member w.e.f. March 14, 2024.

*Mr. Parashiva Murthy B S was appointed as a Chairman of the Committee w.e.f. March 14, 2024.

*Ms. Moksha Gala was appointed as a Member of the Committee w.e.f. March 14, 2024.

* Ms. Sarika Tailor was appointed as a Member of the Committee w.e.f. March 14, 2024.

* Mr. Ruchit Patel ceased to be a member w.e.f. March 14, 2024.

7. **Investment Committee:**

The Board of Directors of the Company has constituted the Investment Committee, during the year under review Investment Committee met 4 times i.e. May 30, 2023, August 11, 2023, November 02, 2023 and February 14, 2024.

The constitution and the number of meetings attended by the Members of the Investment Committee during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Parashiva Murthy B S*	Chairman	4	4
Mr. Hardik B. Patel**	Member	4	4
Mr. Ruchit Patel	Member	4	4

DIRECTORS' REPORT

*Mr. Parashiva Murthy B S was designated as Chairman of Investment committee from 14.03.2024

**Mr. Hardik B. Patel was designated as Member of Investment Committee from 14.03.2024

8. Information Technology Strategy Committee (IT Strategy Committee):

The Board of Directors of the Company has constituted the Information Technology Strategy Committee, during the year under review Information Technology Strategy Committee met 2 (two) times i.e. August 11, 2023 and March 14, 2024.

The constitution and the number of meetings attended by the Members of the IT Strategy Committee during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Dhiren S. Shah	Chairman	2	2
Mr. Hardik B. Patel	Member	2	2
Mr. Mahendra Patel*	Member	1	1
Mr. Prashant Bokil*	Member	1	1

*Mr. Mahendra Patel ceased to be a member w.e.f. March 14, 2024

* Mr. Prashant Bokil was appointed as a member of the Committee w.e.f. March 14, 2024

9. Information Technology Steering Committee (IT Steering Committee):

The Board of Directors of the Company has constituted the Information Technology Steering Committee, during the year under review Information Technology Steering Committee met 1 (One) time i.e. March 14, 2024.

The constitution and the number of meetings attended by the Members of the IT Steering Committee during the year under review is given below:

Name of the Members	Position	No. of meetings held	No. of meetings attended
Mr. Hardik B. Patel	Chairman	1	1
Mr. Prashant Bokil*	Member	1	1
Mr. Mahendra Patel*	Member	-	-

*Mr. Mahendra Patel ceased to be a member w.e.f. March 14, 2024

* Mr. Prashant Bokil was appointed as a member of the Committee w.e.f. March 14, 2024

22. COMPLIANCE OF SECRETARIAL STANDARDS:

During the financial year under review, the Company has complied with the applicable SS- 1 (Secretarial Standard on Meetings of the Board of Directors) and SS-2 (Secretarial Standard on General Meetings) issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Companies Act, 2013.

23. AUDITORS' REPORT

Statutory Auditors & their Report:

The shareholders of the company at their 18th annual general meeting held on Thursday, September 15, 2022, appointed M/s. Batliboi & Purohit, Chartered Accountants, (Firm Registration No. 101048W) ('BNP') as statutory auditors of the company for a period of 5 years i.e. upto conclusion of 23rd annual general meeting of the company. The said appointment of statutory auditors has been made in accordance with the provisions of Section 139 of the Companies Act, 2013 and the applicable RBI Guidelines i.e. manner of rotation of auditors by the companies on expiry of their term.

BNP have furnished a declaration confirming their independence as well as their arm's length relationship with the Company and that they have not taken up any prohibited non-audit assignments for the Company.

The Board has duly reviewed the Statutory Auditor's Report and the observations and comments, appearing in the report, are self-explanatory except disclaimer of opinion on consolidated financial statement as stated below and do not call for any further explanation / clarification by the Board as provided under section 134(3)(f) of the Act. The Statutory Auditors' Report on the financial statements of the Company for the Financial Year ended March 31, 2024, forms part of this Annual Report and does not contain any qualification, reservation or adverse remark except as stated below.

Comments on the Auditors' Report:

Disclaimer of Opinion	Management Comment on Qualified Opinion
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We draw attention to Note no. 6.3, wherein it is stated that the Parent Company has investment in a Subsidiary: Ballarpur Industries Limited (BILT). The consolidated annual financial results as required by Ind AS 110 issued by ICAI, and provisions of the Companies Act, 2013 with respect to the above subsidiary could not be prepared, due to unavailability of financial data of the said subsidiary for the current financial year. Further we were also not provided the management certified financial statements of this subsidiary, hence we are unable to comment upon the possible cumulative effect due to the non-

During the year under review, The Company has acquired the Ballarpur Industries Limited ('BILT') pursuant Resolution Plan submitted by Finquest Financial Solutions Private Limited ('FFSPL') and approved by Hon'ble National Company Law Tribunal, Mumbai Bench ('NCLT') vide its order dated March 31, 2023. In this regarding, it may be noted that the BILT has not adopted the Financial Statement since financial year 2019-20 to 2023-24 on account of non-availability of financial data for period pertaining to Corporate Insolvency Resolution Process and prior period where the management right was

DIRECTORS' REPORT

consolidation of this subsidiary in the consolidated financial statements.

under the control of Erstwhile Management, Resolution Professional and Interim Resolution Professional. However, the FFSP has put in place a team of professional for adoption of financial statement for all past years and has also made an application before the NCLT for certain relief and extension of timeline for adoption of financial statement for BILT.

Internal Auditors:

Pursuant to the requirements of Section 138 of the Act and Rule 13 of Companies (Accounts) Rules, 2014, M/s. S S N & Co., Chartered Accountants (Firm Reg. No. 024352N), were appointed as the Internal Auditors of the Company for the financial year 2023-24 to conduct the internal audit of the functions and activities of the company for the financial year ending on March 31, 2024

Internal Financial Control Systems and its adequacy

The Company has adequate internal control systems commensurate with the nature of business, size and complexity of its operations.

The Audit Committee monitors this system and ensures adequacy of the same. The Statutory Auditors and the Internal Auditors of the Company also provide their opinion on the internal financial control framework of the Company. The internal financial control system of the Company is supplemented with internal audits, regular reviews by the management and checks by external auditors. It provides reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company, prevention and detection of frauds, accuracy and completeness of accounting records and ensuring compliance with the Company's policies.

During the year, no material or serious observations have been highlighted for inefficiency or inadequacy of such controls.

24. FRAUDS REPORTED BY THE AUDITORS U/S 143 OF THE COMPANIES ACT, 2013:

The Statutory Auditors have not reported any incident of fraud to the Board during the financial year 2023-24.

25. RISK MANAGEMENT:

Being an ND-SI NBFC, risk management forms a vital element of the business of the Company. The Company has a well-defined risk management framework, approved by the Board of Directors. It provides the mechanism for identifying, assessing, and mitigating various risks associated with the business of the Company.

The Company has adopted its own Risk Management Policy that represent the basic standards of risk assessment to be followed by the Company. The Board is responsible for managing risk at an overall level to do this. The Board has delegated authority for overall risk management to the Risk Management Committee (RMC) to ensure focused oversight and committed board level

capacity for this task. The Risk Management Committee is chaired by an Independent Director of the Company.

The Board has also constituted the Asset Liability Management Committee (ALCO) to assess the risk arising out of liquidity gap and interest rate sensitivity.

Business risk evaluation and management is an ongoing process within the company. The assessment is periodically examined by the committee of the board. The company, while giving loan to its customers, follows the criteria and procedure laid down in policy and the credibility of the clients.

26. NON-CONVERTIBLE DEBENTURES (NCDs):

The Company has issued Non-Convertible Debentures on a Private Placement basis which are listed on the wholesale debt segment of BSE Limited.

As on March 31, 2024, Rs. 164 Crore remained outstanding by way of issuance of NCDs through private placement basis. The company has redeemed 111 crores (out of 175 crores) having ISIN of INE712W08037, partially redeemed based on the call option notice given to debenture holders.

As per the terms of issue of NCDs as amended from time to time, the interest and principal on NCDs shall be paid at the time of maturity as stated in the term sheet as amended from time to time.

27. DEBENTURE REDEMPTION RESERVE (DRR):

In accordance with the provision of Section 71 of the Companies Act, 2013 and rules made thereunder, creation of Debenture Redemption Reserve (DRR) is exempted for a Non-Banking Finance Company. Accordingly, the Company has not created DRR for non-convertible debentures issued by it.

28. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There have been no 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 this Report.

29. COST RECORDS:

The Company being a ND-SI NBFC, the provisions of sub-section (1) of section 148 of the Act are not applicable to the Company.

30. EXTRACT OF ANNUAL RETURN:

An extract of the Annual Return in Form MGT-9 pursuant to Section 92(3) of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014 is annexed as Annexure-IV to this Report.

31. PARTICULARS OF LOANS, INVESTMENTS OR GUARANTEE:

The company has developed and implemented a risk management policy to meet the risks associated with the business of the company. Business risk evaluation and management is an ongoing process within the company. The assessment is periodically examined by the risk management committee of the board. The company, while giving loan to its customers, follows the criteria and procedure laid down in policy and the credibility of the clients. particulars of loans, guarantees or investments under Section 186 of the Act are not furnished since the provisions of the said Section are not applicable to the Company, being an NBFC registered with the RBI.

DIRECTORS' REPORT

32. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

The Board of Directors of the Company have formulated a policy on dealing with Related Party Transactions, pursuant to the applicable provisions of the Act and the RBI Master Directions.

During the financial year 2023-24, the related party transactions that were entered in to by the Company were in the ordinary course of business and on arm's length basis. All related party transactions are placed before the Audit Committee for its review and approved on a quarterly basis. An omnibus approval of the Audit Committee is obtained for the Related Party Transactions which are repetitive in nature.

None of the transactions with related parties fall under the scope of Section 188(1) of the Act. Accordingly, the disclosure of related party transactions as required under Section 134(3)(h) of the Act in Form AOC-2 is not applicable to the Company for the financial year 2023-24 and hence does not form part of this report.

33. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES (CSR):

The Board of Directors has constituted a Corporate Social Responsibility (CSR) Committee in accordance with the provisions of the Companies Act, 2013.

The Company has incurred a loss of Rs. 5,129.06 Lakhs in the previous financial year i.e. 2022-23 hence pursuant to section 135 of Companies Act, 2013, the company is not required spend any amount on CSR. The details of the CSR Committee constitution, CSR activities and other details, as required under section 135 of the Act and the CSR Rules, are given in the CSR Report at Annexure V to this report.

34. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS OF THE COMPANY:

There are no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status and the Company's future operations.

35. DIRECTORS RESPONSIBILITY STATEMENT:

In terms of Section 134(5) of the Companies Act, 2013, the Board of Directors state that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for the year under review;
- the directors have 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;
- the directors have prepared the annual accounts on a going concern basis; and

- the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

36. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & RESEARCH & DEVELOPMENT:

The Company being an NBFC as the Company is engaged in the financial services activities, its operations are not energy intensive nor does it require adoption of specific technology and hence information in terms of Section 134(3)(m) of the Act read with the Companies (Accounts) Rules, 2014 is not applicable to the Company.

37. FOREIGN EXCHANGE EARNINGS AND OUTGO:

During the year under review Foreign Exchange Earnings and Outgo are as under:

Foreign exchange earned	NIL
Foreign exchange expenditure	NIL

38. COMPANY'S POLICY RELATING TO DIRECTOR'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:

During the year under review the provision of Section 197 of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 ("the said Rules"), is not applicable to the Company.

39. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

A detailed policy is in place in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (the "POSH"). Internal Complaints Committees ("ICC") at group level has been set up to redress complaints received regarding sexual harassment and the Company has complied with provisions relating to the constitution of Internal Complaints Committee under POSH. The following are the members of Internal Complaints Committee under POSH:

Name of the Member	Committee Member	Designation
Ms. Sarika Tailor	Presiding Officer	Dy. Manager - Credit
Ms. Vanita Narvekar	Member	Accounts Assistant
Ms. Aarti Sahu	Member	Credit Officer
Ms. Moksha Gala	Member	Risk Officer
Ms. Prachi Jagnani	External Member	Chartered Accountant

*Ms. Aarti Sahu ceased to be a member w.e.f. May 10, 2024.

* Mr. Moksha Gala appointed as a member w.e.f. May 10, 2024.

DIRECTORS' REPORT

All employees (permanent, contractual, temporary, trainees) are covered under this policy. The provisions related to prevention of sexual harassment are also imbibed in the Code of Conduct as applicable to the employees. During the period under review no cases/complaints in the nature of sexual harassment were reported.

40. **ACKNOWLEDGEMENTS:**

The directors place on records their sincere appreciation for the assistance and guidance provided by the Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA), Registrar of Companies (ROC) and all other government and regulatory authorities for the support and co-operation extended by them from time to time.

The Directors place on record their gratitude for the guidance and support extended by BSE Limited, National Securities Depository Limited, and the Credit Rating Agencies from time to time.

The Directors also place on record their sincere appreciation for the continued support extended by the Bankers, Financial Institutions, Lenders, Clients, Registrar and Share Transfer Agent, NCD Holders and other stakeholders and the trust reposed by them in the Company.

**For and behalf of the Board of Directors of
FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED**

HARDIK B. PATEL
MANAGING DIRECTOR & CEO
DIN: 00590663

RUCHIT PATEL
DIRECTOR
DIN: 00603359

Date: May 30, 2024

Place: Mumbai

Annexure I

Form AOC-1

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

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

Part "A": Subsidiaries

(Information in respect of each subsidiary* to be presented with amounts in Rs. Lakhs)

Sl. No.	Particulars	Name of Subsidiaries			
1.	Name of the subsidiary	Krihaan Texchem Private Limited	Digjam Limited	Leggiuno India Private Limited	Genesis Resorts Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	-	-	-	-
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	-	-	-	-
4.	Share capital	1.00	2,000.00	1.00	781.25
5.	Reserves & surplus	4149.68	806.89	-33.50	8802.24
6.	Total assets	62090.46	14305.34	8837.68	15,935.23
7.	Total Liabilities	57716.90	11498.46	8869.18	6351.74
8.	Investments	5.43	-	2500.00	-
9.	Turnover	41087.11	3321.14	95.72	4.07
10.	Profit before taxation	-418.65	-1220.79	-33.33	-1000.35
11.	Provision for taxation	252.82	-	-	-
12.	Profit after taxation	-671.47	-1220.79	-33.33	-1000.35
13.	Proposed Dividend	-	-	-	-
14.	% of shareholding of holding company	100%	90%	100%	100%

*Data for Ballarpur Industries Limited has not been provide on account of non-availability of Financial statements.

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures: **Not applicable**

For and behalf of the Board of Directors of
FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED

HARDIK B. PATEL
 MANAGING DIRECTOR & CEO
 DIN: 00590663

RUCHIT PATEL
 DIRECTOR
 DIN: 00603359

Date: May 30, 2024

Place: Mumbai

Annexure II

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Economy and markets

In Financial Year 2023-24 (FY2024) the Indian economy showed remarkable resilience and growth, amidst a challenging global landscape. The year witnessed a real GDP growth estimated at 7.6% by the National Statistical Office, driven by robust domestic demand and substantial improvements in industrial and service sectors. Key indicators such as the manufacturing PMI reached a 16-year high at 59.1, and the services PMI also reported strong readings, enhancing economic optimism.

Fiscal management remained a priority of the Government, with a concerted focus on capital expenditures. Real Gross Fixed Capital Formation (GFCF) observed a year-on-year growth of 10.2% for 9M FY2024, reflecting the Government's aggressive push towards bolstering infrastructure which is critical for long-term economic stability. The fiscal deficit was efficiently managed at around 5.8% of GDP, aligning with stated fiscal strategies and maintaining economic stability.

The RBI kept the repo rate steady at 6.5% throughout the year, a decision aimed at balancing inflation control with the need to support economic growth. Inflation remained at an average of 5.4% over the fiscal year, within the target range set by the RBI, demonstrating effective monetary policy management in a volatile global economic environment.

In FY2024, the Indian equity market demonstrated a cautiously optimistic outlook. The benchmark Nifty index rose by 29% while broader indices like the NSE500, and the Mid-cap, and Small-cap indices performed even better and gained 39%, 57%, and 63% respectively. This growth was bolstered by strong domestic investments and positive Foreign Institutional Investor inflows, which reinstated confidence in the Indian economy's fundamentals.

Sector-wise, Real Estate led with an unprecedented growth of about 133%, followed by Utilities and PSU Banks. Despite challenges such as budget cuts and layoffs in the tech sector, IT sector managed to grow by 22%. The FMCG sector grew by 18%, showing resilience amid a rural demand slowdown. This broad-based growth across sectors underscores the dynamic nature of India's equity market, which continues to attract substantial domestic and international investment.

The Indian bond markets remained stable but under pressure, amidst high government balances and negative banking system liquidity. The RBI effectively maintained tight system liquidity for a major part of FY2024 to allow monetary policy transmission of 250bps rate hikes done in FY2023.

FY2024 has been a testament to the resilience and strategic agility of the Indian economy. India has navigated the complexities of a dynamic global economic environment successfully. As we look to FY2025, we expect India to capitalise on emerging opportunities while continuing to mitigate risks through careful planning and policy measures. This balanced approach is expected to sustain India's growth trajectory and enhance shareholder value in the coming years.

State of Company Affairs:

Overview:

The Company is registered with the Reserve Bank of India (RBI) as a non-deposit accepting NBFC. As per RBI's 'Scale Based Regulations'

(SBR), the Company shall be classified as NBFC- Base Layer (NBFC-BL), operating primarily in the lending / investment by acquiring Non-Performing Assets (NPAs) [stressed Assets] of the Banks, Financial Institutions and other NBFCs.

To capitalize on FFSPs strong financial position and take advantage of strong demand revival opportunity, the Company is planning to expand its business activities and strengthen its footprint.

Our overall loan book as on FY24 stood at Rs.11,732.78 Crore (Rs. 22954.40 Lakhs as on FY23). The product mix for our business currently stands as follows:

Product	Portfolio Mix
Secured Business Loan	13.55%
Unsecured Business Loan	86.45%

Financial Performance- Key Highlights:

Loan Book:

The overall loan book diminished by 11,221.62 Lakhs.

Asset Quality:

The quality of our assets remained fairly robust in an extremely challenging economic environment. Our Gross NPA moved from 35.17 % as on FY23 to 15.98 % as on FY24 whereas our net NPA moved from 4.43% as on FY23 to 0.00% as on FY24. GNPA and NNPA is being derived on exposure at default (EAD) of loan book.

Revenue and Profitability:

The revenue increased by 364.86 % from Rs. 3248.14 Lakhs in FY23 to Rs. 15099.87 in FY24. The PAT increased from Rs. (5292.83) Lakhs to Rs 11,727.62 Lakhs.

Liquidity and Gearing profile:

The Capital Adequacy Ratio (CAR) stood at 33.03 % as on FY24 vis-à-vis 22.66 % as on FY23.

Human Resources:

The Company has a small employee base with 16 employees. The Nomination and Remuneration Committee periodically reviews career growth plan of senior management personnel possessing ability to build teams and nurture leaderships for future growth plans of the Company.

SWOT Analysis:

Strengths:

The Promoters of the Company are committed to meet and honour the requirements of the funds of the Company for the business of the Company.

Weaknesses:

Increased completion in the business of the Company and the credit risk.

Opportunities:

The Company as a NBFC by becoming more collaborative as well as competitive, with newer players offering innovative financial products

Annexure II

the Company will be required to prepare itself to face the dynamic environment, while keeping its focus on appropriate business models, sustainability, stability, and consumer centrality. More importantly, good governance remains fundamental to success and should not be compromised. Due care needs to be taken to protect the stakeholders from digital frauds, data breaches and cybercrimes. NBFC being a service sector enhanced customer protection and experience should be given the primacy it deserves.

Threats:

Credit risk of its customers, cybersecurity and cybertheft has become a threats to the business of the Company.

Roadmap for the current Financial Year:

Through continuous improving exercise the Company intends to achieve good results of the Company through acquisition of good / remunerative Non-Performing Assets (NPAs).

Key risks and controls:

The Company is engaged in the NBFC business and is exposed to the following key risks.

1. Credit Risk:

This is the risk associated of recovery of capital from counterparty. The Company has a robust credit risk framework in place which includes sectoral guardrails, strong policy and compliance framework, comprehensive due-diligence and risk assessment process, prudent approval process, robust monitoring process and strong governance to mitigate the risk.

2. Market Risk:

This is the risk associated with adverse market movements. The Company has robust monitoring process to track key market parameters to contain interest rate risk, concentration risk and risk associated with asset liability mismatch through internal risk models which is reviewed by the relevant committee from time to time to take appropriate actions.

3. Operational Risk:

This is the risk associated with inadequate processes and internal controls. The Company has robust processes and strong compliance framework in place to mitigate the same. Our audit and compliance team periodically monitor the adequacy of processes, ensure adherence to the same and strengthen the internal controls.

4. Liquidity Risk:

The Company has adopted a cautious approach towards liquidity management. We maintain adequate liquidity to meet any unforeseen event. In addition, we adhere to strict internal guidelines to appropriately manage Asset Liability Mismatch (ALM) and remain compliant with the regulatory requirements.

5. Business/Strategic Risk:

These are risks that affect or are created by business strategy and strategic objectives. The Company's management of this risk is guided by diversification in its business through a balanced growth across various products and geographies in line with the board approved Risk framework.

6. Compliance Risk:

This is the risk which could expose the Company to legal penalties and losses when it fails to act in accordance to the laws and regulations and best practices The Compliance Team works with Sales, Operations and Credit to ensure that compliance.

7. Reputation Risk:

This risk arises from ineffective management of other risks resulting from poor governance and control failures. The company has a strict code of conduct for its employees, an approved corporate governance framework and a customer grievance mechanism in place.

The company has also put up a Whistle Blower policy. It also a Risk Control Unit that both works on preventing and investigating frauds and periodic reports are tabled to the senior management and the board committees.

**For and behalf of the Board of Directors of
FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED**

HARDIK B. PATEL
MANAGING DIRECTOR & CEO
DIN: 00590663

RUCHIT PATEL
DIRECTOR
DIN: 00603359

Date: May 30, 2024
Place: Mumbai

Annexure III

NOMINATION AND REMUNERATION POLICY

1. Definitions:

In this Policy unless the context otherwise requires:

1. "Act" means Companies Act, 2013 and rules thereunder
2. "Board of Directors" or "Board", in relation to the Company, means the collective body of the directors of the Company
3. "Committee" means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board
4. "Company" means **Finquest Financial Solutions Private Limited**
5. "Directors" means Directors of the Company
6. "Independent Director" means a director referred to in Section 149 (6) of the Companies Act, 2013
7. "Remuneration" means any money or its equivalent given or passed to any person for services rendered by him and includes prerequisites as defined under the Income-tax Act, 1961;
8. "Key Managerial Personnel" means:
 - i) Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
 - ii) Chief Financial Officer;
 - iii) Company Secretary; and
 - iv) such other officer as may be prescribed.
9. "Ministry" means the Ministry of Corporate Affairs
10. "Regulations" refers to and comprise of Companies Act, 2013, The Companies (Meeting of Board and its Powers) Rules, 2014, The Companies (Appointment and Qualification of Directors) Rules, 2014, The Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014, and such other rules and provisions as applicable to the matters dealt in by this Policy
11. "Senior Managerial Personnel" mean the personnel of the company who are members of its core management team excluding Board of Directors. Normally, this would comprise all members of management, of rank equivalent to General Manager and above, including all functional heads.

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

2. Objectives:

The objective of the policy is to ensure that

1. The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the company successfully;
2. The Relationship of remuneration to performance is clear and meets appropriate performance bench marks; and

3. The Remuneration to directors, key managerial personnel (KMP), senior management and other employees of the Company involves balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals

3. Role Of the Committee:

The role of the NRC will be the following:

- To formulate criteria for determining qualifications, positive attributes and independence of a director.
- To formulate criteria for evaluation of Independent Directors and the Board.
- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-executive) and persons who may be appointed in Senior Management, Key Managerial positions and to determine their remuneration in accordance with the criteria laid down in this policy.
- To determine remuneration based on the Company's size and financial position and trends and practices on remuneration prevailing in peer companies, in the industry.
- To carry out evaluation of the performance of Directors, as well as Key Managerial and Senior Management Personnel and to provide for reward(s) linked directly to their effort, performance, dedication and achievement relating to the Company's operations;
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage
- To lay down criteria for appointment, removal of directors, Key Managerial Personnel and Senior Management Personnel and evaluation of their performance
- To recommend to the Board the appointment and removal of Directors and Senior Management.
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- Succession planning for replacing Key Executives and overseeing.
- To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

In the context of the aforesaid criteria the following policy has been formulated by the Nomination and Remuneration Committee and adopted by the Board of Directors at its meeting held on March 31, 2015.

4. Guiding Principles for Constitution of Nomination and Remuneration Committee:

The Nomination and Remuneration Committee will consist of three or more non-executive directors out of which at

Annexure III

least one-half shall be independent director(s), provided that chairperson of the Company may be appointed as a member of this Committee but shall not chair such Committee.

The Committee will meet at such intervals as deems fit to carry out the objectives set out in the Policy. A quorum of two members is required to be present for the proceedings to take place. The Committee members may attend the meeting physically or via permitted audio-visual mode, subject to the provisions of the applicable Regulations. The Committee shall have the authority to call such employee(s), senior official(s) and / or externals, as it deems fit. The Company Secretary shall act as Secretary to the Committee.

5. Appointment And Removal of Director, Key Managerial Personnel And Senior Management:

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his/her appointment, as per Company's Policy.
- A person should possess adequate qualification, expertise and experience for the position he/ she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person are sufficient/ satisfactory for the position.
- The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

6. Term / Tenure:

a) Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of up to maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

7. Evaluation:

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

8. Training:

The company shall provide suitable training to independent directors to familiarize them with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc.

9. Removal:

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

10. Retirement:

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

11. Policy For Remuneration to Directors/KMP/Senior Management Personnel:

1) Remuneration to Managing Director / Whole-time Directors:

- a) The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2) Remuneration to Non- Executive / Independent Directors:

- a. The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b. All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration

Annexure III

Committee and approved by the Board of Directors or shareholders, as the case may be.

- c. An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share-based payment schemes of the Company.
 - d. Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - I. The Services are rendered by such Director in his capacity as the professional; and
 - II. In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.
 - e. The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share based payments to be made to Directors (other than Independent Directors).
- 3) Remuneration to Key Managerial Personnel and Senior Management:
- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
 - b) The Compensation Committee of the Company, constituted for the purpose of administering the

Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share-based payments to be made to Key Managerial Personnel and Senior Management.

- c) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.
- d) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

12. Implementation

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- The Committee may Delegate any of its powers to one or more of its members.

**For and behalf of the Board of Directors of
FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED**

HARDIK B. PATEL
MANAGING DIRECTOR & CEO
DIN: 00590663

RUCHIT PATEL
DIRECTOR
DIN: 00603359

Date: May 30, 2024
Place: Mumbai

Annexure IV

Form No. MGT-9

Extract of Annual Return as on the financial year ended on 31st March 2024

[Pursuant to section 92(3) and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i.	CIN	U74140MH2004PTC146715
ii.	Registration Date	03/06/2004
iii.	Name of the Company	FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED
iv.	Category / Sub-Category of the Company	Private Limited Company, Limited by Shares, Indian Non-Government Company
v.	Address of the Registered office and contact details	602, Boston House, 6 th Floor, Suren Road, Andheri East, Mumbai 400093
vi.	Whether listed company (Yes / No)	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	LinkinTime India Private Limited C 101, 247 Park, Lal Bahadur Shastri Rd, Surya Nagar, Gandhi Nagar, Vikhroli West, Mumbai-400083 Tele: 022 4918 6000

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company, on standalone basis, are as under:

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1	Interest Income/other operating income	6492	100.00%
2	Other income	-	-

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	KRIHAAN TEXCHEM PRIVATE LIMITED Reg Address: 602, Boston House, Suren Road, Next to Cinemax, Andheri (East), Mumbai 400093	U74999MH2019PTC321644	Wholly Owned Subsidiary	100%	Section 2(87)
2	DIGJAM LIMITED Reg Address: Aerodrome Road, Jamnagar 361006, Gujarat	L17123GJ2015PLC083569	Subsidiary	90%	Section 2(87)
3	Leggiuno India Private Limited Reg Address: 602, Boston House, 6th Floor, Suren Road, Andheri (East), Mumbai City, Mumbai, Maharashtra, India, 400093	U17299MH2022PTC387543	Wholly Owned Subsidiary	100%	Section 2(87)
4	Genesis Resorts Private Limited Reg Address: 302-B Kadamgiri Complex, Hanuman Road Vile Parle East, Mumbai – 400057, Maharashtra, India.	U55204MH2012PTC235493	Step down Subsidiary (Wholly Owned Subsidiary of Leggiuno India Private Limited)	100%	Section 2(87)
5.	Ballarpur Industries Limited Reg. Address: P O Ballarpurpaper Mills Chandrapur, Ballarpur, Maharashtra, India, 442901	L21010MH1945PLC010337	Subsidiary	51%	Section 2(87)

Annexure IV

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of shareholders	No. of Shares held at the beginning of the year (As on 01.04.2023)				No. of Shares held at the end of the year (As on 31.03.2024)				% change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters & Promoter Group									
(1) Indian									
Individual/HUF	0	3,09,38,132	3,09,38,132	96.98	0	3,09,38,132	3,09,38,132	96.98	0.00
Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
Bodies Corp.	0	9,05,960	9,05,960	2.84	0	9,05,960	9,05,960	2.84	0.00
Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A)(1)	0	3,18,44,092	3,18,44,092	99.82	0	3,18,44,092	3,18,44,092	99.82	0.00
(2) Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other – Individuals	0	0	0	0.00	0	0	0	0.00	0.00
Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A)(2)	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	0	3,18,44,092	3,18,44,092	99.82	0	3,18,44,092	3,18,44,092	99.82	0.00
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt.(s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others - Qualified Foreign Investor	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1)	0	0	0	0.00	0	0	0	0.00	0.00
2. Non-Institutions									
a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
i) Indian	0	0	0	0.00	0	0	0	0.00	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00
b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	0	0	0	0.00	0	0	0	0.00	0.00
c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Non-Resident Individuals	0	55,908	55,908	0.18	0	55,908	55,908	0.18	0.00
Clearing Members	0	0	0	0.00	0	0	0	0.00	0.00
Trust	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(2)	0	0	0	0.00	0	0	0	0.00	0.00
Total Public Shareholding (B) = (B)(1)+(B)(2)	0	55,908	55,908	0.18	0	55,908	55,908	0.18	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	3,19,00,000	3,19,00,000	100.00	0	3,19,00,000	3,19,00,000	100.00	0.00

Annexure IV

(ii) Shareholding of Promoters

SL. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01.04.2023)			Shareholding at the end of the year (As on 31.03.2024)			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1	Mr. Hardik Bharat Patel	1,03,12,711	32.33%	0.00	1,03,12,711	32.33%	0.00	0.00
2	Mrs. Minal Bharat Patel*	1,03,12,711	32.33%	0.00	2,06,25,421	64.65%	0.00	32.33%
3	Mr. Ruchit Bharat Patel*	1,03,12,710	32.32%	0.00	0	0	0.00	-32.32%
4	Finquest Securities Private Limited	9,05,960	02.84%	0.00	9,05,960	02.84%	0.00	0.00
TOTAL		3,18,44,092	100%	0.00	3,18,44,092	100%	0.00	0.00

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SL. No.	Particulars	Shareholding at the beginning of the year (As on 01.04.2023)		Cumulative Shareholding during the year (As on 31.03.2024)	
		No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company*
1	Mr. Hardik Bharat Patel	1,03,12,711	32.33	1,03,12,711	32.33
2	Mrs. Minal Bharat Patel*	1,03,12,711	32.33	2,06,25,421	64.65
3	Mr. Ruchit Bharat Patel*	1,03,12,710	32.32	0	0
4	Finquest Securities Private Limited	9,05,960	2.84	9,05,960	2.84
TOTAL		3,18,44,092	99.82	3,18,44,092	99.82

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

SL. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company
1	Yogesh Khimchand Depala	44,608	0.14	44,608	0.14
2	Harendra Muljee Depala	11,300	0.04	11,300	0.04

(v) Shareholding of Directors and Key Managerial Personnel:

SL. No.	For each of the directors and KMP	Shareholding at the beginning of the year (As on 01.04.2023)		Cumulative Shareholding during the year (As on 31.03.2024)	
		No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company
1	Mr. Hardik Bharat Patel	1,03,12,711	32.33%	1,03,12,711	32.33%
2	Mr. Saurabh Ashwin Patel	-	-	-	-
3	Mr. Dhiren S. Shah	-	-	-	-
4	Mr. Parashiva Murthy B S	-	-	-	-
5	Ms. Kalyani Sharma	-	-	-	-
6	Mr. Ruchit Patel*	1,03,12,710	32.32%	-	-

Annexure IV

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(Amount in ₹ lakhs)

Particulars	Secured Loans excluding deposits (Rs.)	Unsecured Loans (Rs.)	Deposits (Rs.)	Total Indebtedness (Rs.)
Indebtedness at the beginning of the financial year				
i) Principal Amount	--	21,865.75	--	21,865.75
ii) Interest due but not paid	--	00	--	--
iii) Interest accrued but not due	--	00	--	--
Total (i+ii+iii)	--	21,865.75	--	21,865.75
Change in Indebtedness during the financial year				
Addition	--	1604.83	--	1604.83
Reduction	--	--	--	--
Net Change	--	1604.83	--	1604.83
Indebtedness at the end of the financial year				
i) Principal Amount	--	23,470.58	--	23,470.58
ii) Interest due but not paid	--	00	--	--
iii) Interest accrued but not due	--	00	--	--
Total (i+ii+iii)	--	23,470.58	--	23,470.58

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount in ₹ lakhs)

Sr. No.	Particulars of Remuneration	MD / WTD / MANAGER	Total Amount
		Mr. Hardik B. Patel (Managing Director & CEO)	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	18.00	18.00
2.	Stock Option	00	00
3.	Sweat Equity	00	00
4.	Commission - as % of profit - others, specify...	00	00
5.	Others, please specify (Reimbursement of Expenses)	00	00
Total (A)		18.00	18.00

Annexure IV

B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors			Total Amount
		Mr. Parashiva Murthy B S	Mr. Dhiren Shah Shevantilal	Mrs. Kalyani Sharma	
1.	Independent Directors				
	Fee for attending board committee Meetings	--	--	1.80	--
	Commission	--	--	--	--
	Others, please specify	--	--	--	--
	Total (1)	--	--	1.80	1.80
2.	Other Non-Executive Directors				
	Fee for attending board committee meetings	1.50	--	--	--
	Commission	-	--	--	--
	Others, please specify	-	--	--	--
	Total (2)	1.50	--	--	1.50
	Total (B)=(1+2)	1.50	--	1.80	3.30
	Total Managerial Remuneration	1.50	--	1.80	3.30
	Overall Ceiling as per the Act	Not Applicable	Not Applicable	Not Applicable	Not Applicable

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD:

(Amount in ₹ lakhs)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		Chief Executive Officer	Company Secretary- Ms. Chhaya Patel	CFO	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	00	4.37	00	4.37
2.	Stock Option	0	0	0	0
3.	Sweat Equity	0	0	0	0
4.	Commission - as % of profit - others, specify...	0	0	0	0
5.	Others, please specify (Reimbursement of Expenses)	0	0	0	0
	Total	0	4.37	00	4.37

Annexure IV

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give details)
A.			COMPANY		
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B.			DIRECTORS		
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C.			OTHER OFFICERS IN DEFAULT		
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

For and behalf of the Board of Directors of
FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED

HARDIK B. PATEL
 MANAGING DIRECTOR & CEO
 DIN: 00590663

RUCHIT PATEL
 DIRECTOR
 DIN: 00603359

Date: May 30, 2024
Place: Mumbai

Annexure V

The Annual Report on CSR Activities For The Year Ended 31st March 2024

[Pursuant to clause (o) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(1) of the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2022]

1. Brief outline on CSR Policy of the Company:

The Company has adopted a Corporate Social Responsibility ("CSR") Policy in accordance with the applicable provisions of Companies Act, 2013 and allied rules and amendments in force (hereinafter referred as "the Act"). This Policy is a guideline for Company's CSR activities intended to make stronger communities and enrich the lives of underprivileged people on a variety of socially desirable activities with a view to enable high impact of and ensure measurable outcomes of the funds deployed towards such activities and also support environment sustainability.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Dhiren S. Shah	Chairman	2	2
2	Mr. Hardik B. Patel	Member	2	2
3	Mr. Ruchit Patel	Member	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:

<https://finquestfinance.in/wp-content/uploads/2023/08/Corporate-Social-Responsibility-CSR-Policy>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):

Not Applicable as the Company does not have average CSR obligation of Rs. 10 crore or more, in the three immediately preceding financial years.

5.

- The Average Net Profit of the Company as per sub-section (5) of section 135 of three preceding financial years (F.Y. 2019-20, 2020-21 and 2021-22) is Rs. **N.A**
- Two percent of average net profit of the company as per sub-section (5) of section 135 is Rs. **Nil (N.A)**
- Surplus arising out of the CSR projects or programmes or activities of the previous financial years. **0.02 Lakhs**
- Amount required to be set off for the financial year, if any. **Rs 0.02 Lakhs**
- Total CSR obligation for the financial year (5b+5c-5d) = Rs. **Nil (N.)**

6.

- Amount spent on CSR Projects (other than Ongoing Project): Rs **NA**
- Amount spent in Administrative Overheads: **NIL**
- Amount spent on Impact Assessment, if applicable: **NIL**
- Total amount spent for the Financial Year (6a+6b+6c): Rs **NA**

(e) Details of CSR amount spent or unspent for the financial year 2023-24:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
NA	NA	NA	NA	NA	NA

Annexure V

(f) Excess amount for set off, if any – **Rs 0.02 Lakhs**

Particular	Amount (in Rs.)
Two percent of average net profit of the company as per subsection (5) of section 135	NA
Total amount spent for the financial year 2022-23	NA
Excess amount spent for the financial year [(ii)-(i)]	NA
Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
Amount available for set off in succeeding financial years [(iii)-(iv)]	Rs 0.02 Lakhs

7. Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under Section 135(6) (in Rs.)	Balance Amount in Unspent CSR Account under Section 135(6) (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to Section 135(5), if any		Amount Spent in the Financial Year (in Rs.)	Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency, if any
				Amount (in Rs.)	Date of Transfer			
1.	2020-21	Nil	Nil		Nil	Nil	Nil	Nil
2.	2021-22	Nil	Nil		Nil	Nil	Nil	Nil
3.	2022-23	Nil	Nil		Nil	Nil	Nil	Nil
	Total	Nil	Nil		Nil	Nil	Nil	Nil

8. **Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:** No

If Yes, enter the number of Capital assets created/acquired: Not Applicable

Details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: NIL

(c) **Details of CSR amount spent against other than ongoing projects for the financial year:**

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/beneficiary of the registered owner	
					Name & CSR Registration Number	Registered address
1.	Nil	Nil	Nil	Nil	Nil	Nil

9. **Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):** Not Applicable

Sd/-

Mr. Hardik Patel
(Managing Director & CEO).
DIN: 00590663
Mumbai

Sd/-

Mr. Dhiren S. Shah
(Chairman CSR Committee)
DIN: 01149436
Mumbai

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Finquest Financial Solutions Pvt. Ltd. ("the Company"), which comprise the Balance Sheet as at March 31 2024, and the statement of Profit and Loss (Including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year ended March 31 2024, and notes to the standalone financial statements, including material accounting policies and other explanatory information ("the Standalone Financial Statements").

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 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rule, 2015, the relevant circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time ("RBI Guidelines") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its Profit and Other Comprehensive Income, Changes in Equity 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 Act. Our responsibilities under those SAs are further described in the Auditors'

Responsibilities for the audit of the standalone 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 standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Emphasis of Matter

We refer to note no. 7.2 to the standalone financial statements of the company, wherein it has stated that the company has acquired 51% stake in Ballarpur Industries Limited. The new management of the said Company is under the process of commencing commercial operations and has forecasted cash flows for the future. As the investments made by the Company are strategic and of long-term nature, the company has not tested for impairment of these investments amounting to Rs. 115.20 Crores.

Our Opinion is not modified in respect of the above matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone financial statements of the current period. These matters were addressed in the context of our audit of the Standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

No.	Key Audit Matter	Auditors' Response
1	<p>Computation of Expected Credit Loss on Loan Assets as at balance sheet date</p> <p>Ind AS 109 requires the Company to provide for impairment of its financial assets designated at amortised cost and fair value through other comprehensive income (including loan receivables and investments) using the expected credit loss (ECL) approach.</p> <p>ECL involves an estimation of probability-weighted loss on financial instruments over their life, considering reasonable and supportable information about past events, current conditions, and forecasts of future economic conditions which could impact the credit quality of the Company's financial assets.</p> <p>In the process, a significant degree of judgment has been applied by the Management for:</p> <ul style="list-style-type: none"> Staging of the financial assets (i.e., classification in 'significant increase in credit risk' ('SICR') and 'default' categories); Determining macro-economic factors impacting credit quality of receivables; Estimation of losses for financial assets which are secured. Identifying the loan wise details for risk categorization. Security value to be considered while calculating the ECL for loans which are secured. <p>Considering the materiality of the amounts and management estimate involved, this matter has been identified as a key audit matter for the current year audit.</p>	<p>Our process includes:</p> <ul style="list-style-type: none"> Read and assessed the company's accounting policies for impairment of financial assets and their compliance with Ind AS 109 and the governance framework approved by the board of directors pursuant to Reserve Bank of India ("RBI") guidelines. Evaluated the reasonableness of the management estimates by understanding the process of ECL estimation and related assumptions and tested the controls around data extraction and validation. Assessed the criteria for staging of financial assets based on their past-due status to check compliance with requirement of Ind AS 109. Assessed the additional considerations applied by the Management for staging of loans or default categories including forward looking information for calculation of ECL. Tested the ECL model, including assumptions and underlying computation and tested the arithmetical accuracy of computation of ECL provision performed by the Company. Assessed the assumption for non-provisioning applied by the Company for financial assets with no dues. Tested assumptions used by the Management for determining fair value of investments and the cash flow projections of the investee with reference to past experience. Assessed the disclosures included in the Ind AS financial statements in respect of expected credit losses with the requirements of Ind AS 107 and 109.

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

Information other than the Standalone Financial Statements and Auditors' Report thereon

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

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action as applicable under the relevant laws and regulations.

We have nothing to report in this regard.

Managements' and Board of Director's Responsibility for the Standalone Financial Statements

The Company's Management and Board of Directors is responsible for the matters stated in section 134(5) of 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 including other comprehensive income, statement of changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing these standalone financial statements, Management and 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 Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

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

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

1. Identify and assess the risks of material misstatement of the standalone 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 controls.
2. Obtain an understanding of internal controls 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.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
4. 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 auditors' report to the related disclosures in the standalone 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, make it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in:

- (i) planning the scope of our audit work and in evaluating the results of our work; and

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

- (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements for the financial year ended March 31, 2024 are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 and the company has maintained daily backup of such books in electronic mode, in a server physically located in India except for the matters stated in the paragraph 8(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - c) The Balance Sheet, the Statement of Profit and Loss (Including other comprehensive Income), Statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - 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 March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements 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 Auditors' Report in accordance with the requirements of Section 197(16) of the Act, as amended, since this is private company hence requirement of section 197(16) is not applicable.
- h) With respect to the other matters to be included in the Auditors' 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 – Refer Note on contingent liabilities to the financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note no. 6.2, the company has given loan to its wholly owned subsidiary Legguino India Pvt. Ltd. for the purpose of further lending to and investment in Genesis Resorts Pvt. Ltd. (Step-down subsidiary of the company).
 - b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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.
 - c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (i) and (ii) of Rule 11(e), as provided under 8(iv)(a) and (b) above, contain any material misstatement.
 - iv) The Company has not declared any dividend during the current financial year ended March 31, 2024.
 - v) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f. April 1, 2023.

Based on our examination which included test checks, except for the instances mentioned below, the company has used accounting software for maintaining its books of account which have a feature

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software.

Further, for the periods where audit trails (edit logs) facility was enabled for the respective softwares, we did not come across any instances of audit trail feature being tampered with.

The company is using different platforms; Interest income calculated through 'Cloud Bank-IN', payroll processing is done through 'Spine', the data generated through this softwares are then recorded in 'Tech-Excel' (Accounting software for recording financial transactions). The data maintained in those software's do not auto-feed to the accounting software and it is manually posted in accounting software.

As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the

Companies (Audit and Auditors) Rules, 2014 on preservation of the Audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Batliboi & Purohit
Chartered Accountants
Firm Registration Number:101048W

Raman Hangekar
Partner
Membership No. 030615
Place: Mumbai
Date: May 30, 2024
UDIN: 24030615BKJDM2966

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

Annexure A - referred to in Independent Auditors' Report to the members of the Company on the Standalone Financial Statements for the year ended March 31, 2024 we report that:

(Refer para 1 of Report on Other Legal and Regulatory Requirements)

To the best of our information and according to the explanations provided to us by the Company and the books of accounts and the records examined by us in the normal course of audit, we state that:

- i) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
- B) The Company has maintained proper records showing full particulars of intangible assets.
 - a) The fixed assets have been physically verified by management at reasonable intervals under a phased programme of verification. In accordance with this program, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies have been noticed on such verification. In our opinion this periodicity of physical verification is reasonable having regard to the size of company and nature of its assets.
 - b) Based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds, of all the immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the standalone financial statements included in Investment properties are held in the name of the Company as at the balance sheet date.
 - c) The Company has not revalued its Property, Plant and Equipment (including right-of-use assets) or intangible assets or both during the year.
 - d) No proceedings have been initiated or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) (as amended in 2016) and rules made thereunder.
- (ii) a) Since the Company is in the business of providing loans and making investments, hence, it does not have any physical inventories. Accordingly, the provision of clause 3(ii)(a) of the Order is not applicable.
- b) The Company has not been sanctioned any working capital limits during the year from any bank on the basis of security of current assets. Accordingly, the provision of clause 3(ii)(b) of the order is not applicable.
- (iii) a) The Company's principal business is to give loans and make investments. Accordingly, the provision of clause 3(iii)(a) of the Order is not applicable.
- b) The investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees, provided during the year are, prima facie, not prejudicial to the Company's interest.
- c) The Company, being a Non-Banking Financial Company ("NBFC"), registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Asset Classification and Provisioning Norms, monitors repayments of principal and payment of interest by its customers as stipulated. In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and in cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting. Refer note no. 6 to the standalone financial statements for summarised details of such loans/advances which are not repaid by borrowers as per stipulations. According to the information and explanation made available to us, reasonable steps are taken by the Company for recovery thereof.
- d) The Company, being a NBFC, registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Asset Classification and Provisioning Norms, monitors and report total amount overdue including principal and/or payment of interest by its customers for more than 90 days. In cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting. Refer note no. 6 to the standalone financial statements for summarised details of such loans/advances which are not repaid by borrowers as per stipulations. According to the information and explanation made available to us, reasonable steps are taken by the Company for recovery thereof.
- e) Since the Company's principal business is to give loans and make investments, the provision of clause 3(iii)(e) of the Order is not applicable to it.
- f) The Company has not granted any loans or advances in the nature of loans to Promoters or Related Parties (as defined in section 2(76) of the Act) which are either repayable on demand or without specifying any terms or period of repayment.
- (iv) The Company has granted loans to party covered under Section 185 of the Act. The provision of section 185 and 186 of the Companies Act 2013 have been complied with.
- (v) The Company has not accepted any deposits from the public within the meaning of Section 73 to 76 of the Act and Rules framed there under to extent notified.
- (vi) The Central Government has not prescribed the maintenance of cost records under sub-section (1) section 148 of the Act for the business activities carried out by the Company. Accordingly, the provision of clause 3(vi) of the Order is not applicable to the Company

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

(vii) a) The Company is generally regular in depositing the undisputed statutory dues, including provident fund, employee state insurance, income tax, GST, duty of customs, cess and any other material statutory dues as applicable, with the appropriate authorities.

Further no undisputed amounts payable in respect of provident fund, employee state insurance, income tax, Goods and Service tax, duty of customs, cess and any other material statutory dues were in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

b) The dues in respect of income-tax, duty of customs, Goods and Service tax, which have not been deposited with the appropriate authority on account of any disputes are as under:

Name of the Statute	Nature of the dues	Amount (Rs. In Lakhs)	Period	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	132.31	AY 2016-17	CIT (A)
Income Tax Act, 1961	Income Tax	228.69	AY 2019-20 and AY 2020-21	ITAT

(viii) We have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix) a) The company has not defaulted in repayment of loans or borrowings to any financial institution, bank or Government as at the Balance sheet date.

b) The company is not declared as a wilful defaulter by any bank or financial institution or other lenders.

c) The term loans were applied for the purpose for which they were obtained.

d) The funds raised on short term basis have not been utilised for long term purposes.

e) No funds are taken from any entity to meet the obligations of the subsidiary companies. There are no associate companies in the Company.

f) The company has not raised any loans during the year on pledge of securities held in its subsidiaries.

(x) a) The Company did not raise any moneys by way of initial public offer or further public offer including debt instruments) during the year, hence clause 3(x)(a) of the order is not applicable to the Company.

b) The Company has not made any preferential allotment or private placement of shares or convertible debentures during the current financial year.

(xi) a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and

according to the information and explanation given to us, we have neither come across any instances of material fraud by the Company or on the Company by its officers or employees noticed or reported during the year nor we have been informed of any such case by the management.

b) As there are no frauds, hence sub para (b) of clause (xi) of the order is not applicable to the company.

c) As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.

(xii) The Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the company.

(xiii) Transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the Standalone financial statements as required under Ind AS and Companies Act, 2013.

(xiv) (a) In our opinion, the Company have an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, during the course of our audit, the reports of the Internal Auditor(s) for the period under audit, issued to the Company during the year till date, in determining the nature, timing and extent of our audit procedures in accordance with the guidance provided in SA 610 "Using the work of Internal Auditors".

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

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

b) According to the information and explanations given to us, the Company has not conducted any Non-Banking Financial activities without obtaining a valid Certificate of Registration from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

c) The Company is not a Core Investment Company ('CIC') as defined under the Regulations by the Reserve Bank of India.

d) As per information provided in course of our audit, the Group to which the Company belongs has no CICs as defined in the Core Investment Companies (Reserve Bank) Directions, 2016.

(xvii) The Company has not incurred any cash loss during the current financial year or in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.

(xix) The financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the Standalone financial statements, and on the basis of Board of Directors and management plans,

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

nothing has come to our attention which causes us to believe that material uncertainty exists as on the date of the audit report indicating that the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) The Company did not have any ongoing project in terms of Section 135 of the Act during the year. Accordingly, provision of

subsection (6) of section 135 of the said Act and paragraph 3(xx) (b) of the Order is not applicable.

For Batliboi & Purohit
Chartered Accountants
Firm Registration Number: 101048W

Raman Hangekar
Partner
Membership No. 030615
Place: Mumbai
Date: May 30, 2024
UDIN: 24030615BKCJDM2966

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

[Annexure - B to the Independent Auditors' Report on the Standalone Financial Statements of Finquest Financial Solutions Pvt. Ltd. for the year ended March 31, 2024](#)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

(Referred to in paragraph 6 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to standalone financial statements of **Finquest Financial Solutions Private Limited** ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion and 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 with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2024, based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls With reference to standalone financial statements issued by the Institute of Chartered Accountants of India ("the Guidance Note").

Managements and Board of Directors Responsibility for Internal Financial Controls with reference to standalone financial statements

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 with reference to standalone financial statements based on our audit. We conducted our audit in accordance with 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements 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 with reference to standalone financial statements and their operating

effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, 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' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to standalone financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control with reference to standalone financial statements 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 with reference to standalone financial statements includes those policies and procedures that:

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of 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 With reference to standalone financial statements

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

**For Batliboi & Purohit
Chartered Accountants
Firm Registration Number: 101048W**

Raman Hangekar
Partner,
Membership No. 030615
Place: Mumbai
Date: May 30, 2024
UDIN: 24030615BKCDM2966

Standalone Balance Sheet

as on 31st March 2024

(Amount in ₹ lakhs)

Particulars	Note No.	31st March 2024 (Audited)	31st March 2023 (Audited)
I Assets			
1 Financial assets			
(a) Cash and cash equivalents	3	11,144.51	927.53
(b) Bank Balance other than (a) above	4	3,702.83	3,552.00
(c) Receivables	5		
(I) Trade Receivables		76.19	-
(II) Other Receivables		2.00	-
(d) Loans	6	11,732.78	22,954.40
(e) Investments	7	31,278.97	19,806.19
(f) Other financial assets	8	6.24	1,032.08
2 Non-financial assets			
(a) Current tax assets (net)	9	424.74	580.91
(b) Investment property	10	454.61	489.46
(c) Property, plant and equipment	11	11.15	14.77
(d) Right to Use Assets	12	4.89	9.95
(e) Intangible assets	13	3.72	5.70
(f) Other non-financial assets	14	1,850.00	1,861.85
Total Assests		60,692.62	51,234.84
II Liabilities and Equity			
Liabilities			
I Financial liabilities			
(a) Payables	15		
(I) Trade Payables		-	231.14
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		-	231.14
(II) Others Payables		300.36	265.60
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		300.36	265.60
(b) Debt securities	16	23,252.88	21,653.86
(c) Borrowings (other than debt securities)	17	217.71	211.89
(d) Lease Liabilities	12	3.71	6.39
2 Non-financial liabilities			
(a) Current tax liabilities (Net)	9	-	-
(b) Provisions	18	2,021.70	7,655.59
(c) Deferred tax liabilities	19	2,304.46	348.28
(d) Other non-financial liabilities	20	9.35	7.16
3 Equity			
(a) Equity share capital	21	3,190.00	3,190.00
(b) Other equity	22	29,392.46	17,664.92
Total Liabilities and Equity		60,692.62	51,234.83

Material Accounting Policies (Refer note no. 2)

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

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

Membership No. 030615

Place: Mumbai

Date:

**For and on Behalf of Board of Directors of
Finquest Financial Solutions Private Limited**

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

Mumbai

Date:

B S P Murthy

Director

DIN: 00011584

Mumbai

Date:

Standalone Profit or loss Statement

for the year ended 31st March 2024

(Amount in ₹ lakhs)

Particulars	Note No.	31st March 2024 (Audited)	31st March 2023 (Audited)
Revenue from operations			
(i) Interest income	23	3,035.80	3,145.13
(ii) Dividend Income	24	68.13	79.37
(iii) Net gain on fair value changes	25	5,479.34	-
(iv) Other operating income	26	6,516.13	-
(I) Total Revenue from operations		15,099.40	3,224.51
(II) Other income	27	0.47	23.63
(III) Total Income (I+II)		15,099.87	3,248.14
Expenses			
(i) Finance cost	28	1,979.65	2,793.21
(ii) Impairment on financial instruments	29	(5,636.37)	2,269.37
(iii) Net Loss on Fair Value Changes	25	-	2,868.97
(iv) Employee benefit expenses	30	119.83	73.86
(v) Depreciation, amortisation and impairment	31	59.88	61.61
(vi) Other expenses	32	3,652.90	310.17
(IV) Total expenses		175.88	8,377.20
(V) Profit/(loss) before exceptional items and tax (III-IV)		14,923.99	(5,129.06)
(VI) Exceptional Items		-	-
(VII) Profit before tax (V+VI)		14,923.99	(5,129.06)
(VIII) Tax expense			
1. Current tax	33	1,240.16	-
2. Deferred tax		1,956.21	163.77
Total tax expenses		3,196.37	163.77
(IX) Profit/(loss) for the period from continuing operations (VII-VIII)		11,727.62	(5,292.83)
(X) Profit/(loss) for the period from discontinued operations		-	-
(XI) Tax expense of discontinued operations		-	-
(XII) Profit/(loss) for the period from discontinued operations (After tax) (X-XI)		-	-
(XIII) Profit for the year (IX + XII)		11,727.62	(5,292.83)
(XIV) Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
i Re-measurements gain/ (losses) of the defined benefit plans	34	(0.11)	(0.22)
ii Income tax relating to items that will not be reclassified to profit or loss		0.03	(0.06)
Other Comprehensive Income		(0.08)	(0.27)
(XV) Total Comprehensive Income for the period (XIII+XIV)		11,727.54	(5,293.10)
(XVI) Earnings for equity share (in Rs.)			
Basic		36.76	(16.59)
Diluted		36.76	(16.59)
Material Accounting Policies			
2			
The accompanying notes are an integral part of the standalone financial statements			

As per our report of even date
For Batliboi & Purohit
Chartered Accountants
ICAI Firm Registration No. 101048W

Raman Hangekar
Partner
Membership No. 030615
Place: Mumbai
Date:

For and on Behalf of Board of Directors of
Finquest Financial Solutions Private Limited

Hardik B. Patel
MD&CEO
DIN: 00590663

B S P Murthy
Director
DIN: 00011584
Mumbai
Date:

Chhaya Patel
Company Secretary
Mem No. A41688

Mumbai
Date:

Standalone Statement of Cash Flow

for the year ended 31st March 2024

(Amount in ₹ lakhs)

Particulars	31st March 2024 (Audited)	31st March 2023 (Audited)
A. Cash flow from operating activities		
Profit Before Tax	14,923.99	(5,129.06)
Adjustments for :		
Depreciation / amortisation	59.88	61.61
Impairment of Financial Instruments	(5,636.37)	2,269.37
Net (gain)/loss on fair value change of Investments	(5,479.34)	2,868.97
Other Comprehensive Gain/ (Loss)	(0.11)	(0.22)
Interest on borrowings, NCDs and commercial papers	1,979.65	2,793.21
Bad Debts	3,110.78	
Changes in Reserves & Surplus		(2.83)
Operating profit before working capital changes	8,958.47	2,861.05
Movement in working capital :		
Increase / (decrease) in Trade Payables	(231.14)	(403.10)
Increase / (decrease) in Other Payables	34.76	17.36
Increase / (decrease) in Other Financial Liabilities		
Increase / (decrease) in Other Non-Financial Liabilities	5.45	3.90
Increase / (decrease) in Provisions	2.48	0.90
Increase / (decrease) in Current Liabilities		
(Increase) / decrease in Loans	8,110.84	8,901.74
(Increase) / decrease in Trade Receivables	(76.19)	4.92
(Increase) / decrease in Other Receivables	(2.00)	56.00
(Increase) / decrease in Other Financial Assets	1,025.84	(515.78)
(Increase) / decrease in Other Non-Financial Assets	11.85	-
(Increase) / decrease in Current Assets	-	0.01
Cash used in Operations	17,840.37	10,927.00
Taxes paid (including tax deducted at source) (Net of refund received)	(1,087.24)	(1,331.48)
Net Cash (used in) operating activities (A)	16,753.12	9,595.52
B. Cash flow from Investing Activities		
Net Purchase/sale of tangible assets	(21.41)	(1.58)
Net Purchase/sale of intangible assets	1.97	(5.90)
Net Increase/ Decrease in Right to Use Assets	5.06	(22.07)
Net Purchase/Sales of Investment	(5,993.44)	1,694.32
Net cash (used in)/ generated from investing activities (B)	(6,007.81)	1,664.77

(Amount in ₹ lakhs)

Particulars	31st March 2024 (Audited)	31st March 2023 (Audited)
C. Cash flow from Financing Activities		
Borrowings during the year - Other than debt Securities	1,599.01	-
Repayment of Borrowings (other than debt securities) during the year	5.82	(156.40)
Repayment of borrowings during the year - Other than debt securities		(14,985.00)
Interest Paid	(1,979.65)	(13.52)
Increase/ decrease in lease liabilities	(2.68)	6.39
Net cash flow from financing activity (C)	(377.50)	(15,148.52)
Net Increases/(Decrease) in Cash and cash equivalents (A)+(B)+(C)	10,367.81	(3,888.23)
Cash and cash equivalents, beginning of the year	4,479.52	8,367.75
Cash and cash equivalents, end of the year	14,847.33	4,479.52
Notes to the statement of cash flow :		
1) Cash and cash equivalents comprise of:		
Cash on hand	0.00	0.02
Balances with banks		
In current accounts	11,144.50	927.51
Restricted Cash	3,702.83	3,552.00
TOTAL	14,847.33	4,479.53

Material Accounting Policies (Refer note no. 2)

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

Notes to the statement of cash flow (cont'd) :

- 2) Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the company's cash management
- 3) The above statement of cash flow has been prepared under the indirect method set out in IND AS 7 on Cash Flow Statements specified under Section 133 of the Companies Act, 2013.
- 4) Figures in bracket indicate cash outflow.

The accompanying notes form an integral part of the financial statements

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

Membership No. 030615

Place: Mumbai

Date:

**For and on Behalf of Board of Directors of
Finquest Financial Solutions Private Limited**

Hardik B. Patel

MD&CEO

DIN: 00590663

B S P Murthy

Director

DIN: 00011584

Mumbai

Date:

Chhaya Patel

Company Secretary

Mem No. A41688

Mumbai

Date:

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

3. Cash and cash equivalents (at amortised cost)

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Cash on hand	0.00	0.02
Balances with banks in current accounts	11,144.50	927.51
Total	11,144.51	927.53

4 .Bank Balance other than Cash and cash equivalents

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
a) At Amortised Cost		
- in deposit accounts (refer note 4.1 & 4.2)	3,502.83	3,527.00
- Other Deposit	200.00	25.00
Total	3,702.83	3,552.00

4.1 Fixed deposits earns interest at floating rate

4.2 Fixed deposits amounting to Rs. 2500/- lakhs are deposit under lien for resolution plan submitted and for current financial year its under process of implementation.

5. Receivables (at cost)

(Amount in ₹ lakhs)

I) Trade Receivables

Particulars	As at 31st March 2024	As at 31st March 2023
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured*	76.19	-
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Gross carrying amount	76.19	-
Less: Allowances for impairment loss on trade receivables considered good - unsecured	-	-
Less: Allowances for impairment loss on credit impaired trade receivables	-	-
Net carrying amount	76.19	-

*dues are from private company in which have common Director.

5.1 Trade receivables are non-interest bearing recievables

Trade Receivables ageing schedule

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024							Total
	Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	w 1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	-	76.19	-	-	-	-	76.19
Total	-	-	76.19	-	-	-	-	76.19

(Amount in ₹ lakhs)

Particulars	As at 31st March 2023							Total
	Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(Amount in ₹ lakhs)

Trade receivables days past due		Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	Total
Estimated total gross carrying amount at default	As at March 31, 2024	-	-	-	-	-	-	-	-
Less: ECLsimplified approach		-	-	-	-	-	-	-	-
Net carrying amount		-	-	-	-	-	-	-	-
Estimated total gross carrying amount at default	As at March 31, 2023	-	-	-	-	-	-	-	-
Less: ECLsimplified approach		-	-	-	-	-	-	-	-
Net carrying amount		-	-	-	-	-	-	-	-

Reconciliation of impairment loss allowance on trade receivables:

(Amount in ₹ lakhs)

Particulars	Amount
Impairment allowance measured as per simplified approach	-
Impairment allowance as per March 31, 2022	-
Add: Addition during the year	-
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2023	-
Add: Addition during the year	-
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2024	-

II) Other Receivables

Particulars	As at 31st March 2024	As at 31st March 2023
Trade receivables considered good - secured		
Trade receivables considered good - unsecured*	2.00	-
Trade receivables which have significant increase in credit risk		
Trade receivables - credit impaired		
Gross carrying amount	2.00	-
Less: Allowances for impairment loss on trade receivables considered good - unsecured		
Less: Allowances for impairment loss on credit impaired trade receivables	-	-
Net carrying amount	2.00	-
	2.00	-

*dues from Directors or other officers of the Company or any firm or private company in which any Director is a partner, a Director or a member.

Other Receivables ageing schedule

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024							Total
	Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Other receivables - considered good	-	-	2.00	-	-	-	-	2.00
Total	-	-	2.00	-	-	-	-	2.00

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(Amount in ₹ lakhs)

Particulars	As at 31st March 2023							Total
	Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Other receivables - considered good	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

(Amount in ₹ lakhs)

Trade receivables days past due		Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	Total
Estimated total gross carrying amount at default	As at March 31, 2024	-	-	-	-	-	-	-	-
Less: ECLsimplified approach		-	-	-	-	-	-	-	-
Net carrying amount		-	-	-	-	-	-	-	-
Estimated total gross carrying amount at default	As at March 31, 2023	-	-	-	-	-	-	-	-
Less: ECLsimplified approach		-	-	-	-	-	-	-	-
Net carrying amount		-	-	-	-	-	-	-	-

Reconciliation of impairment loss allowance on trade receivables:

(Amount in ₹ lakhs)

Particulars	Amount
Impairment allowance measured as per simplified approach	-
Impairment allowance as per March 31, 2022	-
Add: Addition during the year	-
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2023	-
Add: Addition during the year	-
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2024	-

6. Loans (at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
(A) (i) Term Loans	11,719.77	22,932.05
(ii) Staff Loan	13.01	22.35
Total (A) - Gross	11,732.78	22,954.40
Less: Impairment loss allowance	1,873.27	7,343.33
Total (A) - Net	9,859.51	15,611.07
(B) (i) Secured by tangible assets	1,590.00	10,486.79
(ii) Unsecured	10,142.79	12,467.61
Total (B) - Gross	11,732.78	22,954.40
Less: Impairment loss allowance	1,873.27	7,343.33
Total (B) - Net	9,859.51	15,611.07
(C) (i) Loans in India		
(a) Public sector	-	-
(b) Others	11,732.78	22,954.40
i) Retails	2,021.28	3,082.69
ii) Corporates	9,711.51	19,871.71
(ii) Loans outside India	-	-
Total (C) - Gross	11,732.78	22,954.40
Less: Impairment loss allowance	1,873.27	7,343.33
Total(C)-Net	9,859.51	15,611.07

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

- 6.1 There is no loan asset measured at FVOCI or FVTPL or designated at FVTPL
- 6.2 During the financial year ended 31st March 2024, the Company has granted loan to its wholly owned subsidiary Legguino India Pvt Ltd for the purpose of granting further loan to its step down subsidiary Genesis Reorts Pvt Ltd for successful implementaion of Resolution plan excuted by the company through it's wholly owned subsidiary Legguino India Pvt Ltd of Genesis Resorts Pvt Ltd.
- 6.3 The Company has not granted any loans or advances in the nature of loans to Promoters/Related Parties (as defined in section 2(76) of the Act) which are either repayable on demand or without specifying any terms or period of repayment.

6.4 Credit quality of assets

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal credit rating system and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Company's internal grading system are explained in note 43A and policies on whether ECL allowances are calculated on an individual or collective basis are set out in note 43A.

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024			
	General approach			Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective	
Internal rating grade				
Performing				
High grade	7,851.30	-	-	7,851.30
Standard grade	1,995.20	-	-	1,995.20
Sub-standard grade				-
Non-performing	-	-	1,873.27	1,873.27
Total	9,846.50	-	1,873.27	11,719.77

(Amount in ₹ lakhs)

Particulars	As at 31st March 2023			
	General approach			Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective	
Internal rating grade				
Performing				
High grade	9,816.50	-	-	9,816.50
Standard grade	5,043.31	78.91	-	5,122.23
Sub-standard grade	-	-	-	-
Non-performing	-	-	7,993.33	7,993.33
Total	14,859.81	78.91	7,993.33	22,932.05

6.5 An analysis of changes in the gross carrying amount as follows:

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2024			
	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	14,859.81	78.91	7,993.33	22,932.05
Portfolio additions on account of BusinessCombination				-
Restated Balance as on April 01, 2023	14,859.81	78.91	7,993.33	22,932.05
New assets originated or purchased	4,772.61	-	-	4,772.61
Assets derecognised or repaid (excluding writeoffs and includes interestaccruals adjusted)	(8,998.20)	-	(3,666.72)	(12,664.92)
Transfers to stage 1	-	-	-	-
Transfers to stage 2	-	-	-	-
Transfers to stage 3	(787.72)	-	787.72	-
Amounts written off	-	(78.91)	(3,241.06)	(3,319.97)
Gross carrying amount closing balance	9,846.50	-	1,873.27	11,719.77

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	24,611.16	-	7,218.82	31,829.98
Portfolio additions on account of BusinessCombination	-	-	-	-
Restated Balance as on April 01, 2022	24,611.16	-	7,218.82	31,829.98
New assets originated or purchased	8,348.41	-	400.79	8,749.20
Assets derecognised or repaid (excluding writeoffs and includes interestaccruals adjusted)	(17,594.10)	-	(53.03)	(17,647.13)
Transfers to stage 1	-	-	-	-
Transfers to stage 2	(78.91)	78.91	-	-
Transfers to stage 3	(426.74)	-	426.74	-
Amounts written off	-	-	-	-
Gross carrying amount closing balance	14,859.81	78.91	7,993.33	22,932.05

6.6 Reconciliation of ECL balance is given below:

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2024			
	Stage 1	Stage 2	Stage 3	Total
ECL Allowance - opening balance	265.22	39.46	7,343.33	7,648.01
New assets originated or purchased	47.73	-	560.61	608.34
Transfers to stage 1	-	-	-	-
Transfers to stage 2	-	-	-	-
Transfers to stage 3	(39.39)	-	39.39	-
Provision no longer required	(135.19)	(39.46)	(6,070.06)	(6,244.71)
ECL Allowance - closing balance	138.37	-	1,873.27	2,011.64

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total
ECL Allowance - opening balance	98.44	-	5,280.19	5,378.64
New assets originated or purchased	104.06	-	0.79	104.85
Transfers to stage 1	134.13	-	-	134.13
Transfers to stage 2	(9.64)	39.46	-	29.81
Transfers to stage 3	(9.09)	-	2,115.37	2,106.28
Provision no longer required	(52.69)	-	(53.03)	(105.71)
ECL Allowance - closing balance	265.22	39.46	7,343.33	7,648.01

6.7 The table below summarises the gross carrying values and associated allowances for expected credit loss (ECL) stage wise for loan portfolio:-

As at 31st March 2024

(Amount in ₹ lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	9,846.50	-	1,873.27	11,719.77
Allowance for ECL	138.37	-	1,873.27	2,011.64
ECL Coverage Ratio	1.41%	0.00%	100.00%	17.16%

As at 31st March 2023

(Amount in ₹ lakhs)

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	14,859.81	78.91	7,993.33	22,932.05
Allowance for ECL	265.22	39.46	7,343.33	7,648.01
ECL Coverage Ratio	1.78%	50.00%	91.87%	33.35%

Notes

for the year ended March 31, 2024
(All amounts are in rupees lakhs, except per share data and as stated otherwise)

7 Investment

(Amount in ₹ lakhs)

Sr. No.	Particulars	31st March 2024				31st March 2023				
		Amortised Cost	At Fair Value Through OCI	Through P&L	Others (At Cost)	TOTAL	Amortised Cost	At Fair Value Through OCI	Through P&L	Others (At Cost)
1	Mutual Funds	-	-	-	-	-	-	-	-	-
2	Government Securities	-	-	-	-	-	-	-	-	-
3	Others Approved Securities	-	-	-	-	-	-	-	-	-
4	Debt Securities:	8,669.42	-	-	-	8,669.42	-	-	-	-
a)	Cumulative, Redeemable Preference Share of Ballarpur Industries Limited	226.97	-	-	-	-	-	-	-	-
b)	Unlisted, Un-Secured, Redeemable, Non-Convertible Debentures series-1 of INR 1 Crore each at par	7,289.93	-	-	-	-	-	-	-	-
c)	7% Rated, Listed, Secured, Redeemable, Non-Convertible Debentures of FV INR 1 Lakhs each	1,152.51	-	-	-	-	-	-	-	-
5	Equity Instrument:	-	13,727.74	-	-	13,727.74	-	11,075.51	-	11,075.51
a)	Securities Held for Trading	-	13,727.74	-	-	13,727.74	-	11,075.51	-	11,075.51
6	Subsidiaries:	-	4,652.12	-	1.00	4,652.12	-	4,501.00	1.00	4,501.00
a)	10,000 Equity Shares of Rs. 1 each fully paid of Krihaan Texchem Pvt. Ltd.	-	-	-	1,800.00	-	-	-	1,800.00	-
b)	1,80,00,000 Equity Shares of Rs. 10 each fully paid of Digjam Limited	-	-	-	-	-	-	-	-	-
c)	Preference Shares of Digjam Limited	-	-	-	-	-	-	-	2,700.00	-
d)	Equity Shares of Ballarpur Industries Limited	-	-	-	2,805.00	-	-	-	-	-
e)	Equity component of preference shares of Ballarpur Industries Limited	-	-	-	45.12	-	-	-	-	-
e)	Equity Share of Leguino India Pvt. Limited (Refer Note 7.2)	-	-	-	1.00	-	-	-	-	-
7	Associates	-	-	-	-	-	-	-	-	-
8	Joint Ventures	-	-	-	-	-	-	-	-	-
9	Others:	-	4,229.68	-	-	4,229.68	-	4,229.68	-	4,229.68
a)	Investment in Security Receipt	-	-	-	4,229.68	-	-	-	4,229.68	-
	Total Gross (A)	8,669.42	13,727.74	8,881.80	31,278.97	8,669.42	11,075.51	8,730.68	19,806.19	19,806.19
1	Investments outside India	-	-	-	-	-	-	-	-	-
2	Investments in India	8,669.42	13,727.74	8,881.80	31,278.97	8,669.42	11,075.51	8,730.68	19,806.19	19,806.19
	Total Gross (B)	8,669.42	13,727.74	8,881.80	31,278.97	8,669.42	11,075.51	8,730.68	19,806.19	19,806.19
	Less : Allowance for impairment loss (C)	-	-	-	-	-	-	-	-	-
	Total Net (D) = (B) - (C)	8,669.42	13,727.74	8,881.80	31,278.97	8,669.42	11,075.51	8,730.68	19,806.19	19,806.19

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

- 7.1 The dividends of Rs.68.13 lakhs (March 31, 2023: Rs.79.37 lakhs) received from investments in shares are recorded as dividend income.
- 7.2 The company has implemented the approved resolution plan of Ballarpur Industries Ltd (BILT) and has acquired 51% stake in BILT vide Corporate Insolvency Resolution Process during the current financial year ended 31/3/2024. As per the resolution plan, the new management of BILT is under the process of commencing commercial operations and has forecasted cash flows for the future. As the investments made by the Company are strategic and of long-term nature, the company has not tested for impairment of these investments.
- 7.3 The approved Resolution plan has been implemented by the company for Genesis Resorts Private Limited. through its wholly owned subsidiary Legguino India Pvt. Ltd.
- 7.4 A description of the Company's financial instrument risks, including risk management objectives and policies is given in Note 43. The methods used to measure financial assets reported at fair value are described in Note 2(vi)(E).

8. Other financial assets

Particulars	As at 31st March 2024	As at 31st March 2023
Unsecured, considered good		
a) At Amortised Cost		
Deposit for rent	6.24	6.14
b) At Cost		
Other advances	-	1,025.95
	6.24	1,032.08

9. Current tax Asset/(Liability)

Particulars	As at 31st March 2024	As at 31st March 2023
Income Tax Advance	1,652.68	770.87
Less: Provision for Income Tax	(3,040.68)	(1,800.52)
TDS Receivable	1,812.73	1,610.57
	424.74	580.91

10 Investment property

Mar-24

(Amount in ₹ lakhs)

PARTICULARS	Gross Block					Accumulated Depreciation					Net Block	
	Balance as at 01 April 2023	Adjustment	Additions	Sales/ Deduction	Balance as at 31 March 2024	Balance as at 01 April 2023	During the year	Adjustment	Sales/ Deduction	Balance as at 31 March 2024	Balance as at 31 March 2024	Balance as at 01 April 2023
Land	123.41	-	-	-	123.41	-				-	123.41	123.41
Building	441.32	-	-	-	441.32	75.27	34.85		-	110.12	331.20	366.05
TOTAL	564.73	0.00	0.00	0.00	564.73	75.27	34.85	0.00	0.00	110.12	454.61	489.46

Mar-23

(Amount in ₹ lakhs)

PARTICULARS	Gross Block					Accumulated Depreciation					Net Block	
	Balance as at 01 April 2022	Adjustment	Additions	Sales/ Deduction	Balance as at 31 March 2023	Balance as at 01 April 2022	During the year	Adjustment	Sales/ Deduction	Balance as at 31 March 2023	Balance as at 31 March 2023	Balance as at 01 April 2022
Land	123.41				123.41					0.00	123.41	123.41
Building	435.17	6.15			441.32	32.86	38.24	4.17	0.00	75.27	366.05	402.31
TOTAL	558.58	6.15	0.00	0.00	564.73	32.86	38.24	4.17	0.00	75.27	489.46	525.72

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(i) Amounts recognised in Statement of Profit and Loss for Investment property

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Rental income from investment property	-	-
Direct operating expenses arising from investment property that generated rental income during the year	-	-
Direct operating expenses arising from investment property that did not generate rental income during the year		
Profit from investment property before depreciation	-	-
Depreciation charge for the year	34.85	42.41
Profit from investment property after depreciation	(34.85)	(42.41)

(ii) Contractual obligations

The Company has no contractual obligations to purchase, construct or develop investment property. However, the responsibility for its repairs, maintenance or enhancements is with the Company.

(iii) Fair value

The company has not revalued its Investment Property as the management is of the opinion that the fair value as at 31st March, 2024 is approximately same as on 31st March 2023 is Rs. 1249.42 lakhs.

The fair value of the investment properties as on 31st March 2023 has been determined by an external independent property valuer, Having appropriate professional qualification and experience in the location and category of property being valued.

(iv) Pledged details

The company has not pledged its Investment Property.

11. Property Plant and Equipment

Mar-24

(Amount in ₹ lakhs)

PARTICULARS	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023	
Electric Equipment (Plant and Machinery)	5.09	-	-	5.09	2.88	0.56	-	3.44	1.65	2.22	
Computers & Servers	3.96	1.13	-	5.09	2.37	1.20	-	3.57	1.52	1.59	
Vehicles	109.92	-	-	109.92	98.97	3.19	-	102.15	7.77	10.96	
Office Equipment	-	0.37	-	0.37	-	0.16	-	0.16	0.21	-	
TOTAL	118.98	1.50	-	120.48	104.21	5.12	-	109.33	11.15	14.77	

Mar-23

(Amount in ₹ lakhs)

PARTICULARS	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at 31st March 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2024	Balance as at 31st March 2023	
Electric Equipment (Plant and Machinery)	5.09	-	-	5.09	2.08	0.79	-	2.88	2.22	3.01	
Computers & Servers	2.38	1.58	-	3.96	1.65	0.72	-	2.37	1.59	0.73	
Vehicles	109.92	-	-	109.92	93.59	5.37	-	98.97	10.96	16.33	
TOTAL	117.40	1.58	-	118.98	97.33	6.88	-	104.21	14.77	20.07	

The Company has not revalued any of its property, plant and equipment during the year ended March 31, 2024 and year ended March 31, 2023. Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/reversals is nil

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

12. Disclosure under Ind AS 116: Leases

i) Right-of-use Assets

Mar-24

(Amount in ₹ lakhs)

PARTICULARS	Gross Block			Accumulated Depreciation			Net Block			
	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023
Office Premise	22.07	12.87		34.94	12.12	17.94		30.06	4.89	9.95
TOTAL	22.07	12.87	-	34.94	12.12	17.94	-	30.06	4.89	9.95

Mar-23

(Amount in ₹ lakhs)

PARTICULARS	Gross Block			Accumulated Depreciation			Net Block			
	Balance as at 31st March 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2024	Balance as at 31st March 2023
Office Premise	-	23.34	1.27	22.07		12.12	-	12.12	9.95	-
TOTAL	-	23.34	1.27	22.07		12.12	-	12.12	9.95	-

The Company has not revalued any of its Right-of-use assets during the year ended March, 2024 and year ended March 31, 2023. Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/ reversals is nil.

ii) Movement in lease liabilities

Mar-24

Particulars	Balance as at 1st April 2023	Additions	Deletions	Finance Cost	Payment of lease liabilities	Balance as at 31st March 2024
Office Premise	6.39	12.87	-	1.43	16.98	3.71
Total	6.39	12.87	-	1.43	16.98	3.71

Mar-23

Particulars	Balance as at 1st April 2022	Additions	Deletions	Finance Cost	Payment of lease liabilities	Balance as at 31st March 2023
Office Premise	-	25.54	8.30	1.48	12.33	6.39
Total	-	25.54	8.30	1.48	12.33	6.39

The Company has taken various office premises under lease. Certain agreements provide for cancellation by either party or certain agreements contain clause for escalation and renewal of agreements. The non-cancellable operating lease agreements are ranging to 9 months. There are no restrictions imposed by lease arrangements.

iii. Maturity analysis of lease liabilities

Particulars	As on 31st March 2024	As on 31st March 2023
Less than 1 month	1.13	0.72
Between 1 month & 3 months		-
Between 3 months & 1 year	2.58	3.09
Between 1 year and 5 year	-	2.58
More than 5 years		-
Total	3.71	6.39

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

iv. Amounts recognised in the Statement of Profit and Loss

Particulars	31st March 2024	31st March 2023
Depreciation charge of right-of-use assets (included in depreciation, amortisation and impairment)	(17.94)	(12.12)
Interest expense (included in finance costs)	(1.43)	(1.48)
Gain/(Loss) on remeasurement of lease liability	-	7.03

v. The total cash outflow for leases during the year

Particulars	31st March 2024	31st March 2023
Total cash outflow for Leases	16.98	12.33

13. Intangible Assets

(Amount in ₹ lakhs)

PARTICULARS	Gross Block			Accumulated Depreciation				Net Block		
	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2023	Charge for the year	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023
License - Cloudbankin	5.90	-	-	5.90	0.20	1.97	-	2.18	3.72	5.70
TOTAL	5.90	-	-	5.90	0.20	1.97	-	2.18	3.72	5.70

(Amount in ₹ lakhs)

PARTICULARS	Gross Block			Accumulated Depreciation				Net Block		
	Balance as at 31st March 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
License - Cloudbankin	-	5.90	-	5.90	-	0.20	-	0.20	5.70	-
TOTAL	-	5.90	-	5.90	-	0.20	-	0.20	5.70	-

The Company has not revalued any of its intangible assets during the financial year ended March 31, 2024. Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/reversals is nil.

The useful life of Intangible asset is 3 years

14. Other non-financial assets

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Capital Advances	1,850.00	1,850.50
GST on Reverse Charge	-	3.34
GST Credit on Input Services	-	8.01
Prepaid Employee Benefit Expenses	-	-
Prepaid Vehicle Insurance Expenses	-	-
Professional Tax Excess Paid	-	-
Excess paid to TATA Capital	-	-
	1,850.00	1,861.85

15. Payables (at cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
(I) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	-	231.14
	-	231.14

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Trade Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2024				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	-

(Amount in ₹ lakhs)

Particulars	31st March 2023				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	4.49	-	-	226.65	231.14
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	4.49	-	-	226.65	231.14

Particulars	31st March 2024	31st March 2023
(II) Other Payables		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	300.36	265.60
	300.36	265.60

15.1 Trade & other payables are non-interest bearing

Other Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2024				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					-
(ii) Others	300.36				300.36
Total	300.36	-	-	-	300.36

(Amount in ₹ lakhs)

Particulars	31st March 2023				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	58.00	-	-	207.60	265.60
Total	58.00	-	-	207.60	265.60

16. Debt Securities (at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Non Convertible debentures (Unsecured)**	23,252.88	21,653.86
Total (A)	23,252.88	21,653.86
Debt securities in India	23,252.88	21,653.86
Debt securities outside India	-	-
Total (B)	23,252.88	21,653.86

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Details of Debt Securities:

As on 31st March, 2024

Particulars	Debt Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures*	6,200.00	11,160.00	24/03/2027
Non-Convertible Debentures	10,000.00	23,000.00	28/09/2029

*The Company has an option to call for early redemption from its debenture holders. The company has exercised its option vide its notice dated February 23, 2024. Hence, out of total 64 Listed, Rated, Unsecured, Redeemable, Non-Convertible Debentures outstanding as on 31/03/2023, totalling Rs. 64 crores, option was exercised by debenture holder of Rs. 2 Crore under the call option during quarter ended 31/03/2024. Hence, as at year ended March 31/03/2024, there are outstanding Debentures of Rs. 62 Crore.

As on 31st March, 2023

Particulars	Debt Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures	6,400.00	11,520.00	24/03/2027
Non-Convertible Debentures	10,000.00	23,000.00	28/09/2029

There are no debt securities measured at FVTPL or designated at FVTPL.

** includes Rs. 109 lakhs (March 31, 2023 Rs. 114 lakhs) issued to related parties including Directors.

17. Borrowings (Other than Debt Securities - at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
(a) Term loans		
Secured		
(i) from banks		
(ii) from other parties		
Unsecured		
(i) from banks		
(ii) from other parties (unsecured)	25.75	24.46
(b) Loans from related parties (unsecured)#	191.96	187.42
(c) Loans repayable on demand (Unsecured)		
(i) from banks		
(ii) from other parties		
(d) Other loans (Unsecured)		
Total (A)	217.71	211.89
Borrowings in India	217.71	211.89
Borrowings outside India	-	
Total (B)	217.71	211.89

There are no borrowings measured at FVTPL or designated at FVTPL.

Rate of Interest of borrowings from other parties & related parties ranges upto 6.5%

18. Provisions

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Provision for employee benefits		
- Gratuity	7.74	6.25
- Compensated absences	2.32	1.33
Impairment Allowance on Loan		
- NPA Provisions	1,873.27	7,343.33
- Standard Assets	138.37	304.68
	2,021.70	7,655.59

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

19. Deferred Tax Asset/(Liability)

For the Year Ended March 31, 2024

(Amount in ₹ lakhs)

Particulars	Net balance on 31st March 2024	Recognized in profit or loss	Recognized in OCI	Previous year Adjustments in DTA/ DTL	Net	Deferred tax asset	Deferred tax liability
- WDV of Assets	18.26	18.26			18.26	18.26	-
- Investment in Equity Shares (Trading) (ICDS VIII)	(1,731.11)	(1,731.11)			(1,731.11)	-	(1,731.11)
- Investment in BILT:-	-				-	-	-
- NCD for Cash	(123.32)	(123.32)			(123.32)	-	(123.32)
- NCD against loan	(15.48)	(15.48)			(15.48)	-	(15.48)
- Preference share against loan	8.31	8.31			8.31	8.31	-
- ROU Assets (net off Lease liability)	(0.30)	(0.30)			(0.30)	-	(0.30)
- Deposit (Rent)	0.02	0.02			0.02	0.02	-
- On Provision for Gratuity	1.95	1.92	0.03		1.95	1.95	-
- On Provision for compensated absences	0.58	0.58			0.58	0.58	-
- NCD Issued	(463.38)	(463.38)			(463.38)	-	(463.38)
Deferred Tax Assets/(Liabilities)	(2,304.46)	(2,304.49)	0.03	-	(2,304.46)	29.12	(2,333.58)
Net	-	-	-	-	-	-	(2,304.46)
Opening Deferred tax Assets/(liability)	(348.28)						
Deferred tax liability during the year	(1,956.18)						
Closing Deferred tax Assets/(liability)	(2,304.46)						

Deferred Tax Asset/(Liability)

For the Year Ended March 31, 2023

(Amount in ₹ lakhs)

Particulars	Net balance on 31st March 2023	Recognized in profit or loss	Recognized in OCI	Previous year Adjustments in DTA/ DTL	Net	Deferred tax asset	Deferred tax liability
- On Depreciation	16.13	16.13	-	5.48	9.54	9.54	-
- On Provision for compensated absences	0.34	0.34	-	-	0.09	0.09	-
- On Provision for Gratuity	1.19	1.19	-	-	0.30	0.30	-
- On Remeasurements of the defined benefit plans	0.22	-	0.22	-	0.06	0.06	-
- On Fair value of investments (Gain)/ Loss	2,778.83	2,778.83	-	-	699.43	699.43	-
- On Fair value of staff loan	-	-	-	-	-	-	-
- On Debenture Redemption Premium	(339.39)	(339.39)	-	(785.07)	(870.50)	-	(870.50)
- On Interest on Lease	1.48	1.48	-	-	0.37	0.37	-
- On Actual Rent Payment	(12.33)	-	-	-	(3.10)	-	(3.10)
Deferred Tax Assets/(Liabilities)	2,446.47	2,458.58	0.22	(779.60)	(163.82)	709.78	(873.60)
Net	-	-	-	-	(163.82)	-	(163.82)
Opening Deferred tax Assets/(liability)	(184.46)						
Deferred tax liability during the year	(163.82)						
Closing Deferred tax Assets/(liability)	(348.28)						

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

20. Other non- financial liabilities

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Statutory liabilities	(0.01)	0.00
TDS Payable	5.45	3.26
Other liabilities	3.90	3.89
	9.35	7.16

21. Equity share capital

(Amount in ₹ lakhs)

Particulars	31st March, 2024	31st March, 2023
Authorized Equity shares		
3,20,00,000 (31 March 2021: 3,20,00,000) Equity Shares of Rs.10 each	3,200.00	3,200.00
1% Redeemable Optionally Convertible Cumulative Preference Shares	-	-
of Rs.1,00,000/- Each	1,000.00	1,000.00
	4,200.00	4,200.00
Issued, Subscribed and fully Paid up Equity Shares		
31,90,000 (31 March 2021: 31,90,000) Equity Shares of Rs.10 each	3,190.00	3,190.00
	3,190.00	3,190.00

(a) Reconciliation of number of shares

(Amount in ₹ lakhs)

Particulars	31st March, 2024		31st March, 2023	
	No of shares	Rupees	No of shares	Rupees
Balance at the beginning of the year				
Equity Shares	31,900,000	3,190.00	31,900,000	3,190.00
Add: Shares Issued during the year				
Equity Shares	-	-	-	-
Balance at the end of the year				
Equity Shares	31,900,000	3,190.00	31,900,000	3,190.00

(b) Reconciliation of Equity Share Capital

(Amount in ₹ lakhs)

Sr. no.	Particulars	31st March, 2024	31st March, 2023
(A)	Balance at the beginning of the current reporting period	3,190.00	3,190.00
(B)	Changes in Equity Share Capital due to prior period errors	-	-
(C)	Restated balance at the beginning of the current reporting period (A+B)	3,190.00	3,190.00
(D)	Changes in equity share capital during the current year	-	-
(E)	Balance at the end of the current reporting period (C+D)	3,190.00	3,190.00

(c) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(d) Aggregate number of equity shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:

The aggregate number of equity shares issued for consideration other than cash during the period of five years immediately preceding the reporting date were Nil (March 31, 2023: Nil).

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(e) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the Company

Details of shareholding	31 March 2024		31 March 2023		
	Name of the shareholder	No. of shares held	% of holding	No. of shares held	% of holding
Equity shares of Rs. 10/- each					
Mrs. Minal Bharat Patel	20,625,421	64.66%	20,625,421	64.66%	
Mr. Hardik Bharat Patel	10,312,711	32.33%	10,312,711	32.33%	

(f) Refer note 40 - Capital management for the Company's objectives, policies and processes for managing capital.

(g) Shareholding of Promoters

Promoter & Promoter Group	Relationship	Shares held at the end of the year		% Change during the year
		No. of Shares	% of Total Shares	
As at March 31, 2024				
Minal Patel	Promoter	20,625,421	64.66%	0.00%
Hardik Patel	Promoter	10,312,711	32.33%	0.00%
Ruchit Patel	Promoter	-	0.00%	0.00%
As at March 31, 2023				
Hardik Patel	Promoter	20,625,421	64.66%	32.33%
Minal Patel	Promoter	10,312,711	32.33%	0.00%
Ruchit Patel	Promoter	-	0.00%	-32.33%

(h) No class of shares have been issued as bonus shares or for consideration other than cash by the Company during the period of five years immediately preceding the current year end.

(i) No class of shares have been bought back by the Company during the period of five years immediately preceding the current year end.

A. Equity Share Capital

(Amount in ₹ lakhs)

Sr. No.	Particulars	31st March, 2024	31st March, 2023
A)	Balance at the beginning of the current reporting period	3,190.00	3,190.00
B)	Changes in Equity Share Capital due to prior period errors	-	-
C)	Restated balance at the beginning of the current reporting period (A+B)	3,190.00	3,190.00
D)	Changes in Equity Share Capital during the current period	-	-
E)	Balance at the end of the current reporting period (C + D)	3,190.00	3,190.00

22. Other equity

(Amount in ₹ lakhs)

Particulars	Securities Premium (Note 2)	Statutory Reserve (Note 1) (Other Reserves)	Reserves and Surplus		Total
			Retained Earnings (Note 3)	Other Comprehensive Income (Note 4)	
Balance at the Beginning of the year 01 April 2022	13,349.60	2,857.94	6,757.27	(3.95)	22,960.86
-	-	-	-	-	-
Securities premium on equity shares issued during the year	-	-	-	-	-
Dividends	-	-	-	-	-
Transfer to Retained Earnings	-	-	-	-	-
Add : Securities premium on equity shares issued during the year	-	-	-	-	-
Transfer from Surplus in the Statement of Profit and Loss / Other comprehensive income	-	-	(5,292.83)	(0.27)	(5,293.10)
Previous Year Adjustment (Ind AS)	-	-	(2.83)	-	(2.83)
Transfer to Statutory Reserve under Section 45-IC of RBI Act	-	-	-	-	-
Closing Balance at the end of current financial year -31st March 2023	13,349.60	2,857.94	1,461.61	(4.22)	17,664.92

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Notes:

Nature and Purpose of Reserves

1. Statutory Reserve

In terms of Section 45-IC of the RBI Act, NBFCs are required to create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year. The above requirement is to give intrinsic strength to the balance sheets of the companies. This reserve could be used for purposes as stipulated by the Reserve Bank of India from time to time.

2. Securities Premium

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013

3. Retained Earnings

Retained earnings are the profits that a company has earned to date, less any dividends or other distributions paid to investors.

4. Other Comprehensive Income (OCI)

Other Comprehensive Income refers to items of income and expenses that are not recognised as a part of the profit and loss account. However, the entity may transfer those amounts recognised in other comprehensive income within equity. The gain/loss on actuarial valuation of gratuity liability is considered in other comprehensive income.

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

Membership No. 030615

Place: Mumbai

Date: 30th May, 2024

For and on Behalf of Board of Directors of

Finquest Financial Solutions Private Limited

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

Mumbai

Date: 30th May, 2024

B S P Murthy

Director

DIN: 00011584

Mumbai

Date: 30th May, 2024

23. Interest Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
<u>A) On Financial assets measured at amortised cost</u>		
Interest on loans	2,153.93	2,974.03
Interest on Deposit (Leased Asset)	0.85	0.46
Interest on fixed deposits with banks	203.47	170.64
Interest on NCD	636.68	-
Interest on Preference Shares	12.10	-
Other Interest Income	28.77	-
	3,035.80	3,145.13

24. Dividend Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Dividend on Investment	68.13	79.37
	68.13	79.37

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

25. Net Gain/(Loss) on Fair Value Changes

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
(A) Net gain/ (loss) on financial instruments at fair value through profit or loss:		
(i) On trading portfolio		
- Investments	5,480.09	(2,878.34)
- Derivatives	-	-
- Others	-	-
(ii) On financial instruments designated at fair value through profit or loss	-	-
(B) Others		
Profit on sale of Investment	-	9.36
Initial Recognition of Deposit	(0.75)	-
(C) Total Net Gain/(Loss) on fair value change	5,479.34	(2,868.97)
Fair Value Change:		
- Realised	-	(90.14)
- Unrealised	5,479.34	(2,778.83)
(D) Total Net Gain/(Loss) on Fair Value Changes	5,479.34	(2,868.97)

26. Other Operating Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Gain on Mutual fund investment & other Investment	-	-
Gain in part on realisation of Stressed asset	508.22	-
Profit on sale of Shares and Securities	6,007.91	-
	6,516.13	-

27. Other Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Gain on lease modification	-	7.03
Gain on Derecognition of FL	0.47	-
Interest on income tax refund	-	16.58
Other Miscellaneous Income	0.01	0.02
	0.47	23.63

28. Finance Costs

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
A) On Financial liabilities measured at amortised cost		
Interest (other than debt securities)	98.75	12.04
Interest Expense on lease liability	1.43	1.48
Debenture Premium Cost	1,879.48	2,779.70
	1,979.65	2,793.21

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

29. Impairment on financial instruments

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
A) On Financial instruments measured at amortised cost		
Loans	(5,636.37)	2,269.37
Provision for Expected Credit loss	(5,636.37)	2,269.37
Contingent Provision against Standard Assets		
Bad Debts		
Investments	-	-
Others	-	-
	(5,636.37)	2,269.37

The table below shows the ECL charges on financial instruments for the year recorded in the statement of profit and loss based on evaluation stage:

For the Year Ended March 31, 2024

(Amount in ₹ lakhs)

Particulars	General approach			Simplified Approach	Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective		
Loans and advances to customers measured at amortised cost	(126.85)	(39.46)	(5,470.06)	-	(5,636.37)
Investments					
Others					
Total	(126.85)	(39.46)	(5,470.06)	-	(5,636.37)

For the Year Ended March 31, 2023

(Amount in ₹ lakhs)

Particulars	General approach			Simplified Approach	Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective		
Loans and advances to customers measured at amortised cost	166.77	39.46	2,063.14	-	2,269.37
Investments					
Others					
Total	166.77	39.46	2,063.14	-	2,269.37

30. Employee benefit expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Salaries, bonus and commission	114.76	71.70
Contribution to Provident and other funds	-	-
Gratuity and Leave Encashment Provision	2.64	1.53
Staff welfare expenses	2.42	0.63
	119.83	73.86

31. Depreciation, amortisation and impairment

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Depreciation of property, plant and equipment	5.12	6.88
Depreciation of investment property	34.85	42.41
Amortisation of intangible assets	1.97	0.20
Depreciation on Right-of-use assets	17.94	12.12
	59.88	61.61

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

32. Other expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Legal & Professional Fees	357.29	214.05
GST credit on RCM	47.27	33.09
CSR Expense (Refer Note B)	27.10	20.00
Office Expenses	11.69	16.38
Audit Fees (Refer Note A)	10.50	11.45
Conveyance Expenses	9.25	6.01
Stamp Duty and registration	-	1.28
Other Expenses	4.75	1.11
Penalty	1.20	1.10
ROC Filing fees	0.32	0.89
Printing & Stationery	1.03	0.57
Bank charges	1.96	4.16
Interest on Profession Tax	-	0.04
Demat Account Expnses	0.10	-
Interest For Deferment of advanced tax	31.85	-
Interest for Default of advance Tax	34.70	-
Interest On Tds	2.85	-
Sebi Fees	0.24	-
Writeoff	3,110.78	-
Profession Tax	0.03	0.05
	3,652.90	310.17

Note A:- Payment to Auditors

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
As auditors	9.50	6.60
For taxation matters	1.00	0.75
Other matters		4.10
	10.50	11.45

Note B:- CSR

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
i) Amount required to be spent by the company during the year	27.10	19.98
ii) Amount of expenditure incurred	27.10	20.00
iii) Shortfall at the end of the year	-	-
iv) Nature of Activity :-		
Contribution made to a Non-Profit organisation set up with an objective of developing the down trotted especially dalits, schduded caste, schduded tribes, minorities, BPL's and other backward communities, welfare of women, youth and child development through education, economic environment, skill, education, health and cultural programs.		

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

33. Tax Expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Current tax expense		
Current tax for the year	1,240.16	-
Tax of earlier year	-	-
Deffered tax		
Change in Deffered tax assets	680.66	(709.78)
Change in Deffered tax liabilities	1,275.55	873.60
Net Deffered tax (income) /expense	1,956.21	163.82
Total Income tax expense	3,196.37	163.82

33.1 Tax Reconciliation

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Profit/(loss) before income tax expenses	14,923.99	(5,129.06)
Effective Tax Rate	25.168%	25.168%
Tax at Statutory Rate	3,756.07	-
Tax effect of amounts which are not deductible/ non-taxable in calculating taxable income		
Income allowed /Expenses disallowed	680.66	(709.78)
Income disallowed /Expenses allowed	1,275.55	873.60
Other Adjustments	(2,515.91)	
Impact of change in tax rate	-	-
Defferd tax expenses on account of OCI	-	-
Income Tax expenses	3,196.37	163.82

34. Statement of other comprehensive income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
(i) Items that will not be reclassified to profit or loss		
Remeasurements of the defined benefit plans	(0.11)	(0.22)
Equity Instruments through Other Comprehensive Income		
Others (Specify nature)		
	(0.11)	(0.22)
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.03	(0.06)
	0.03	(0.06)
(i) Items that will be reclassified to profit or loss	-	-
Other Comprehensive Income	(0.08)	(0.27)

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

35. Earnings per share

Basic earnings per share (EPS) is calculated by dividing the net profit for the year attributable to equity holders of Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS is calculated by dividing the net profit for the year attributable to equity holders of Company (after adjusting the impact of potential equity shares, net of tax) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential equity shares into ordinary shares.

(Amount in ₹ lakhs)

Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Net profit after tax as per Statement of profit and loss (in lakhs) (A)	11,727.62	(5,292.83)
Weighted average number of equity shares for calculating basic EPS (in lakhs) (B)	319.00	319.00
Weighted average number of equity shares for calculating diluted EPS (in lakhs) (C)	319.00	319.00
Basic earnings per equity share (in Rupees) (face value of Rs. 10/- per share) (A) / (B)	36.76	(16.59)
Diluted earnings per equity share (in Rupees) (face value of Rs. 10/- per share) (A) / (C)	36.76	(16.59)

36. Investment in Subsidiaries

The Company has invested in the following entities:

(Amount in ₹ lakhs)

Name of the entity	Relationship	Country of incorporation	Principal place of business	Principal activities	% Equity interest	
					As at 31st March 2024	As at 31st March 2023
Krihaan Texchem Private Limited	Subsidiary	India	India	Textile	100%	100%
Digjam Limited	Subsidiary	India	India	Textile	90%	90%
Ballarpur Industries Limited	Subsidiary	India	India	Paper & Paper Products	51%	NA
Leggiuno India Private Limited	Subsidiary	India	India	Textile	100%	NA

The Company has recognised its investment in subsidiaries at cost.

37. Contingent Liabilities:

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
In respect of Income Tax demands where company has filed appeal before various authorities	1,869.74	132.31
Total:	1,869.74	132.31

38. Employee benefits plans

A. Gratuity

Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement whichever is earlier. The benefits vest after five years of continuous service.

The Company has a defined benefit plan for post-employment benefits in the form of Gratuity. Gratuity Benefits liabilities of the company are Unfunded. The Company accounts for gratuity based on an actuarial valuation which is carried out by an independent actuary as at the year end. The actuarial valuation method used by the independent actuary for measuring the liability is the Projected Unit Credit Method. Since the liabilities are unfunded, there is no Asset-Liability Matching strategy devised for plan.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amount recognised in the Company's financial statement as at the balance sheet date :

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
A. Change in present value of obligations		
Liability at the beginning of the year		
Adjusted through retained earnings	6.25	5.26
Transfer in/ (out) obligation		
Current service cost	0.96	0.89
Interest cost	0.42	0.30
Actuarial losses / (gain)	0.11	0.22
Past service cost		
Benefits paid	-	(0.42)
Liability at the end of the year	7.74	6.25

Particulars	31st March 2024	31st March 2023
D. Expense recognized in the statement of profit and loss		
Current service cost	0.96	0.89
Interest cost	0.42	0.30
Past Service Cost		
Net gratuity expense	1.38	1.19
E. Remeasurements recognized in the OCI		
Actuarial (gain) / loss arising from	0.11	0.22
- experience adjustments	0.07	0.46
- actuarial assumptions	0.04	(0.24)

F. Actuarial Assumptions

Particulars	31st March 2024	31st March 2023
Discount Rate	7.15%	7.30%
Salary escalation rate	7.00%	7.00%
Attrition Rate - Age (Years)		
25 & below	20.00%	20.00%
25-35	20.00%	20.00%
35-45	20.00%	20.00%
45-55	20.00%	20.00%
55 & above	20.00%	20.00%
Mortality rate	Indian Assured Life Mortality (2012-14) Ultimate	Indian Assured Life Mortality (2012-14) Ultimate
Retirement Age	60 Years	60 Years

Assumptions regarding future mortality experience are set in accordance with published statistics and mortality tables. The defined benefit plan expose the company to actuarial risks, such as longevity and Interest rate risk. The weighted average duration of the defined benefit obligation was 3.38 years (31 March 2023: 3.96 years).

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.

The overall expected rate of return on assets is determined based on market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in weighted principal assumption are as below :

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Gratuity

Particulars	31 March 2024		31 March 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (50 bps movement)	-1.62%	1.69%	-1.47%	1.53%
Salary escalation rate (50 bps movement)	1.67%	-1.62%	1.53%	-1.48%

Sensitivity of significant actuarial assumptions is computed by varying one actuarial assumption used for the valuation of defined benefit obligations by 50 basis points, keeping all the other actuarial assumptions constant. Although the analysis does not take into account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumption shown.

B. Compensated absences

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
A. Change in present value of obligations		
Liability at the beginning of the year	1.33	1.35
Adjusted through retained earnings		
Transfer in/ (out) obligation		
Current service cost	0.48	0.37
Interest cost	0.09	0.07
Actuarial losses / (gain)	0.42	(0.10)
Past service cost		
Benefits paid		(0.36)
Liability at the end of the year	2.32	1.33

Particulars	31st March 2024	31st March 2023
A. Change in present value of obligations		
Liability at the beginning of the year	1.33	1.35
Adjusted through retained earnings		
Transfer in/ (out) obligation		
Current service cost	0.47	0.37
Interest cost	0.08	0.07
Actuarial losses / (gain)	0.43	(0.10)
Past service cost		
Benefits paid	-	(0.36)
Liability at the end of the year	2.31	1.33

Particulars	31st March 2024	31st March 2023
D. Expense recognized in the statement of profit and loss		
Current service cost	0.48	0.37
Interest cost	0.08	0.07
Past Service Cost		
Net gratuity expense	0.56	0.44
E. Remeasurements recognized in the OCI		
Actuarial (gain) / loss arising from	-	-
- experience adjustments	-	-
- actuarial assumptions		
Employee Benefit Expense	0.98	0.34

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

F. Actuarial Assumptions

Particulars	31st March 2024	31st March 2023
Discount Rate	7.15%	7.30%
Salary escalation rate	7.00%	7.00%
Attrition Rate - Age (Years)		
25 & below	20.00%	20.00%
25-35	20.00%	20.00%
35-45	20.00%	20.00%
45-55	20.00%	20.00%
55 & above	20.00%	20.00%
Availment Rate	1.00%	1.00%
In Service Encashment Rate	0.00%	0.00%

Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in weighted principal assumption are as below :

Leave Encashment

Particulars	31 March 2024		31 March 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (50 bps movement)	-0.98%	1.01%	-1.29%	1.33%
Salary escalation rate (50 bps movement)	1.01%	-0.99%	1.33%	-1.30%

39. Maturity Analysis of financial Assets & liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

(Amount in ₹ lakhs)

Particulars	Note No	As at 31 March 2024			As at 31 March 2023		Total
		Contractual cash flows			Contractual cash flows		
		Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	
Financial liabilities							
Trade Payables	15	-		-	231.14		231.14
Other Payables		300.36		300.36	265.60		265.60
Borrowings	17	217.71		217.71	116.48	95.41	211.89
Debt securities	16	2,018.27	21,234.60	23,252.88	-	21,653.86	21,653.86
Financial Assets							
Cash and cash equivalents	3	11,144.51		11,144.51	927.53		927.53
Trade receivables	5	76.19		76.19			-
Other receivables		2.00		2.00			-
Loans	6	8,790.81	2,941.97	11,732.78	9,185.00	13,769.40	22,954.40
Investments	7	531.57	30,747.40	31,278.97	11,075.51	8,730.68	19,806.19
Other financial assets	8	-	6.24	6.24	1,025.95	6.14	1,032.08

40. Capital Management

The Company maintains an actively managed capital base to cover risks inherent in the business which includes issued equity capital, share premium and all other equity reserves attributable to equity holders of the Company.

As an NBFC, the RBI requires us to maintain a minimum capital to risk weighted assets ratio ("CRAR") consisting of Tier I and Tier II capital of 15% of our aggregate risk weighted assets. Further, the total of our Tier II capital cannot exceed 100% of our Tier I capital at any point of time. The capital management process of the Company ensures to maintain a healthy CRAR at all the times. Refer note 54.1 for the Company's Capital ratios.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

The primary objectives of the Company's capital management policy are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years except those incorporated on account of regulatory amendments. However, they are under constant review by the Board. The Company has complied with the notification RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 "Implementation of Indian Accounting Standards."

41 Related Party Disclosure as per Indian Accounting Standard 24

Promoters	
Hardik B. Patel	
Minal B. Patel	
Promotor Group	
Ruchit B. Patel	
Director & Key Managerial Personnel (KMP)	Nature of relationship
Hardik B. Patel	Managing Director
Ruchit B Patel	Director
Parashiva Murthy B S	Director
Dhiren S. Shah	Independent Director
Kalyani Sharma	Independent Director
Relative of Key Managerial Personnel (KMP)	Nature of relationship
Minal B Patel	Director's Relative
Shweta H. Patel	Director's Relative
Other Related Parties	Nature of relationship
Digjam Limited	Subsidiary
Krihaan Texchem Private Limited	Subsidiary
RNT Garments Pvt Ltd	Step down Subsidiary of FFSP
Legguino India Pvt. Ltd.	Subsidiary
Genesis Resorts Private Limited	Step down Subsidiary of FFSP
Ballarpur Industries Limited	Subsidiary
Avantha Agritech Limited	Step down Subsidiary of FFSP
Ballarpur International Holding B.V	Step down Subsidiary of FFSP
Ballarpur Speciality Paper Holding B.V	Step down Subsidiary of FFSP
BILT Paper B.V	Step down Subsidiary of Ballarpur Industries Limited
BILT Paper Holding B.V	Step down Subsidiary of Ballarpur Industries Limited
BILT Graphic Paper Product Limited	Step down Subsidiary of Ballarpur Industries Limited
Sabah Forest Industries Sdn. Bhd.	Step down Subsidiary of Ballarpur Industries Limited
BILT General Trading FZE	Step down Subsidiary of Ballarpur Industries Limited
Mirabelle Trading Pte Ltd	Step down Subsidiary of Ballarpur Industries Limited
Finquest Properties Private Limited	Entites under Common Control
PAT Financial Consultants Pvt Ltd	Entites under Common Control
Finquest Securities Private Limited	Entites under Common Control
Nirmal Realty Pvt Ltd	Entites under Common Control
Unideep Properties Pvt Ltd	Entites under Common Control
Sukhwant Properties Private Limited	Entites under Common Control
Fidelity Multitrade Pvt Ltd	Entites under Common Control
Pasha Finance Pvt Ltd	Entites under Common Control

Notes

for the year ended March 31, 2024
(All amounts are in rupees lakhs, except per share data and as stated otherwise)

41 Related Party Disclosure as per Indian Accounting Standard 24 (Contd.)

(Amount in ₹ lakhs)

Related Party Items	Promoter		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Others		Total	
	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023
Borrowings														
Balance outstanding at the year end	126.38	92.01	-	-	-	-	-	-	-	44.84	-	-	126.38	136.85
Bharat Patel	-	-	-	-	-	-	-	-	-	44.84	-	-	-	44.84
Hardik Patel	126.38	92.01	-	-	-	-	-	-	-	-	-	-	126.38	92.01
Minal Patel	65.57	50.57	-	-	-	-	-	-	-	-	-	-	65.57	50.57
Ruchit Patel	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finquest Securities Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Maximum balance during the year	5,781.39	3,853.81	-	-	-	-	-	-	-	44.84	-	-	5,781.39	3,898.65
Bharat Patel	-	-	-	-	-	-	-	-	-	44.84	-	-	-	44.84
Hardik Patel	4,044.62	3,083.88	-	-	-	-	-	-	-	-	-	-	2,095.82	3,083.88
Minal Patel	3,685.57	769.93	-	-	-	-	-	-	-	-	-	-	3,685.57	769.93
Ruchit Patel	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finquest Securities Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Pasha Finance Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fidelity Multitrade Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sukhwant Properties Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans & Advances														
Balance outstanding at the year end	5,001.71	4,653.00	-	-	-	-	-	-	-	-	-	-	2,501.78	4,653.00
Digjam Limited	-	-	2,378.70	4,653.00	-	-	-	-	-	-	-	-	2,378.70	4,653.00
Krihaan Texchem Private Limited	-	-	123.07	-	-	-	-	-	-	-	-	-	123.07	-
Leggiano India Private Limited	-	-	2,499.93	-	-	-	-	-	-	-	-	-	-	-
Nirmal Realty Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Related Party Items	Promoter		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Others		Total		
	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	
Maximum balance during the year	25,116.46	18,830.61											2,732.20	11,360.32	18,830.61
Digjam Limited			4,653.96	6,177.43										4,755.05	6,177.43
Krihaan Texchem Private Limited			9,096.38	12,653.18										3,873.07	12,653.18
Leggiuno India Private Limited			8,766.13	-										-	-
Ballarpur Industries Limited			2,600.00	-										-	-
Nirmal Realty Pvt Ltd			-	-										-	-
Unideep Properties Private Limited			-	-										-	-
PAT			-	-										-	-
JHP Finvest Pvt Ltd			-	-									2,732.20	2,732.20	-
Investments															
Balance outstanding at the year end	4,607.00	4,501.00												1,801.00	4,501.00
Digjam Limited			1,800.00	4,500.00										1,800.00	4,500.00
Krihaan Texchem Private Limited			1.00	1.00										1.00	1.00
Ballarpur Industries Limited			2,805.00	-										-	-
Leggiuno India Private Limited			1.00	-										-	-
Maximum balance during the year	4,607.00	4,501.00												1,801.00	4,501.00
Digjam Limited			1,800.00	4,500.00										1,800.00	4,500.00
Krihaan Texchem Private Limited			1.00	1.00										1.00	1.00
Ballarpur Industries Limited			2,805.00	-										-	-
Leggiuno India Private Limited			1.00	-										-	-
Interest paid			-	-										-	-
Pasha Finance Pvt Ltd			-	-										-	-
Fidelity Multitrade Pvt Ltd			-	-										-	-

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Related Party Items	Promoter		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Others		Total	
	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023	Year Ended 31st March, 2024	Year Ended 31st March, 2023
Sukhwant Properties Pvt Ltd														
Interest received	-	1,266.63	1,180.40	-	-	-	-	-	-	-	169.81	603.08	1,350.20	-
Digjam Limited			323.22	425.30								323.12	425.30	
Krihaan Texchem Private Limited			169.98	755.10								90.73	755.10	
Unideep Properties Private Limited			-	-							83.89	-	83.89	
Ballarpur Industries Limited			773.43	-							85.92	-	85.92	
PAT														
Sitting Fees							3.30	2.25				3.30	2.25	
Parashiva Murthy B S							1.50	1.60				1.500	1.600	
Kalyani Sharma							1.80	0.65				1.800	0.650	
Managerial Remuneration	18.00	8.71										18.00	8.71	
Hardik Patel	18.00	8.71										18.00	8.71	
Sale of Investments														
Hardik Patel	3,185.23													
Sale of Investments							-	19.47				-	19.47	
Shweta H. Patel							-	19.47				-	19.47	
Other Payables												34.06	25.11	
Finquest Securities Pvt Ltd							-	-				34.06	25.11	
Trade Receivables												76.19	-	
Finquest Securities Pvt Ltd							-	-				76.19	-	
Other Receivables												-	76.19	
Finquest Properties Pvt Ltd							-	-				-	76.19	
Lease Rent												3.72	3.72	
Finquest Securities Pvt Ltd							-	-				3.72	3.72	
Reimbursement Expenses												7.58	5.78	
Finquest Securities Pvt Ltd							-	-				7.58	5.78	

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

42 Financial instruments-fair value and risk management

A. Valuation Model

1) Accounting classification and fair values

As at 31 March 2024

(Amount in ₹ lakhs)

Particulars	FVTPL	FVOCI	Amortised Cost	Others (at cost)	Total
Financial Assets					
Cash and cash equivalents			11,144.51		11,144.51
Bank Balance other than (a) above			3,502.83	200.00	3,702.83
Loans and advances			11,732.78		11,732.78
Investments	13,727.74	-	8,669.42	8,881.80	31,278.97
Trade receivables			76.19		76.19
Other Receivables			2.00		2.00
Other financial assets			6.24		6.24
Financial Liabilities					
Payables			300.36		300.36
Borrowings (other than debt securities)			217.71		217.71
Debt securities					
- Non-Convertible Debentures			23,252.88		23,252.88
Other financial liabilities			-		-

As at 31 March 2023

(Amount in ₹ lakhs)

Particulars	FVTPL	FVOCI	Amortised Cost	Others (at cost)	Total
Assets					
Cash and cash equivalents			927.53		927.53
Bank Balance other than (a) above			3,552.00		3,552.00
Loans and advances			22,954.40		22,954.40
Investments	11,075.51	-	-	8,730.68	19,806.19
Trade receivables			-		-
Other Receivables			-		-
Other financial assets			1,032.08		1,032.08
Liabilities					
Payables			496.74		496.74
Borrowings (other than debt securities)			211.89		211.89
Debt securities					
- Non-Convertible Debentures			21,653.86		21,653.86
Other financial liabilities			-		-

2) Fair value hierarchy

Financial instruments measured at amortised cost for which fair values are disclosed

The table below summarizes the carrying amounts and fair values of those financial assets and liabilities not presented at fair value compared to carrying amounts shown in the financial statement.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

As at 31 March 2024 As at 31 March 2024

(Amount in ₹ lakhs)

Particulars	Level 1	Level 2	Level 3	Total fair values	Total carrying amount
Financial Assets					
Cash and cash equivalents	11,144.51	-	-	11,144.51	11,144.51
Bank Balance other than (a) above	3,702.83	-	-	3,702.83	3,702.83
Loans and advances	-	-	11,732.78	11,732.78	11,732.78
Investments	13,727.74	4,229.68	13,321.55	31,278.97	31,278.97
Trade receivables	-	-	76.19	76.19	76.19
Other Receivables	-	-	2.00	2.00	2.00
Other financial assets	-	-	6.24	6.24	6.24
Financial Liabilities					
Payables	-	-	300.36	300.36	300.36
Borrowings (other than debt securities)	-	-	217.71	217.71	217.71
Debt securities	-	-	-	-	-
- Non-Convertible Debentures	-	-	23,252.88	23,252.88	23,252.88
Other financial liabilities	-	-	-	-	-

As at 31 March 2023 As at 31 March 2024

(Amount in ₹ lakhs)

Particulars	Level 1	Level 2	Level 3	Total fair values	Total carrying amount
Assets					
Cash and cash equivalents	927.53	-	-	927.53	927.53
Bank Balance other than (a) above	3,552.00	-	-	3,552.00	3,552.00
Loans and advances	-	-	22,954.40	22,954.40	22,954.40
Investments	11,075.51	-	8,730.68	19,806.19	19,806.19
Trade receivables	-	-	-	-	-
Other Receivables	-	-	-	-	-
Other financial assets	-	-	1,032.08	1,032.08	1,032.08
Liabilities					
Payables	-	-	496.74	496.74	496.74
Borrowings (other than debt securities)	-	-	211.89	211.89	211.89
Debt securities	-	-	-	-	-
- Non-Convertible Debentures	-	-	21,653.86	21,653.86	21,653.86
Other financial liabilities	-	-	-	-	-

Short-term financial assets and liabilities

For financial assets and financial liabilities that have a short-term maturity (less than twelve months), the fair value are a reasonable approximation of their carrying cost. Such instruments include: cash & bank balances, short term borrowings and trade receivables & trade payables without a specific maturity.

Loans and advances

The fair values of loans and advances are estimated by discounted cash flow models. For fixed rate loans, the fair value represents the discounted value of the expected future cashflow. For floating rate interest loans, the discounted value of the expected cash flows represents the carrying amount of the loans.

Borrowing & Debt Securities

Non-convertible debentures have been valued at amortized cost.

Investment in subsidiary

The Company has accounted for its investment in subsidiary at cost at the time of acquisition due to business combination. The investment is subsequently measured at cost.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

43 Financial Risk Management

The Company has exposure to the following risks from financial instruments:

- Credit risk
- Liquidity risk
- Market risk (currency risk)"

This note presents information about the Company's objectives, policies and processes for measuring and managing risks.

Risk management framework:

The Board has the overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities. The Company's risk management policies are established to identify and analyze the risks faced by it, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies are reviewed regularly to reflect changes in market conditions and the Company's activities."

A. Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from its borrowers. The carrying amounts of financial assets represent the maximum credit risk exposure.

i) Credit risk management approach

The Company performs necessary due diligence on its borrowers (dealers) viz. financial analysis, background checks, CIBIL, grading etc to arrive at sanctioning of limit. The Company follows the grading tool used by the group globally where certain qualitative and quantitative factors are considered to arrive at grading which helps in ascertaining the probability of default ("PD") of a particular borrower. This is used for decision making on limit sanction and precautions to be undertaken for a said borrower.

ii) Expected credit loss

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Group in accordance with the contract and the cash flows that the Group expects to receive).

The Company measures ECL based out of a probability based outcome using a multiple scenario approach such as Best Case, Base Case & Worst Case and assigning weightages to each of the scenario.

Definition of Default

The Company's definition of default is aligned with regulatory guidelines issued by RBI and internal credit risk management practices.

The Company considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the company in full, without recourse to actions such as realising security (if any is held); or -the financial asset is 90 days or more past due
- identified by the management as such

The Company's internal rating and PD estimation process

Probability of default (PD) is a key risk parameter in the ECL calculations. It is defined as the likelihood that a counterparty will not be able to meet its debt obligations in the future. A 12 months marginal PD is applied for all Stage 1 assets and a lifetime PD is applied for all Stage 2 and Stage 3 assets.

The company uses historical data to arrive at PDs which is based on rating internal rating transition matrix and roll rate estimation basis for its loans portfolios.

For arriving at PDs the company also takes into account relevant macro-economic factors both current and forecasted and use statistical model to arrive at the forecasted PDs.

The Company combines exposures that exhibit similar behaviour into pools based on identified risk drivers so that counterparties are behaviourally homogenous within pools and heterogeneous across pools. To do so, the Company relies on industry practices and expert judgement.

Exposure at Default

Exposure at default ("EAD") is estimation of the extent that the Company is exposed to borrower in the event of default. EAD is

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

arrived by taking into account any expected changes in the exposure after the assessment date.

EAD in the case of facilities with no limits will be the outstanding exposure which will be calculated as principal + Due interest + Interest accrued but not due (as on reporting date). To calculate the EAD for a Stage 1 asset, the Company assesses the possible default events within 12 months for the calculation of the 12mECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetime of the assets.

The Company determines EADs by modelling the range of possible exposure outcomes at various points in time, corresponding the multiple scenarios. PDs are then assigned to each economic scenario based on the outcome of Company's models.

Loss Given Default (LGD)

Loss given default (LGD) is defined as the forecasted economic loss in case of default. LGD computation is based on the Company's losses on defaulted accounts after consideration of recovery percentages. LGD computation is independent of the assessment of credit quality and thus applied uniformly across all stages.

The company computes LGD taking into account the value of collaterals and experience of past recovery from the defaulted cases. The recoveries are adjusted with time period delay and direct cost involved. Under Ind AS 109, LGD rates are estimated for the Stage 1, Stage 2 and Stage 3 segment of each asset class. These are repeated for each economic scenario as appropriate.

When assessing forward-looking information, the expectation is based on multiple scenarios. Examples of key inputs involve changes in, collateral values including property prices for mortgages, payment status or other factors that are indicative of losses.

Significant in Credit Risk (SICR)

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due. At each reporting date, the company assesses whether the credit risk on a financial instrument has increased significantly since its initial recognition. To make the assessment, Company considers available quantitative and qualitative information and also considers the company's historical experience and expert credit assessment.

Besides, the company also recognized SICR based on factors such as internal rating of borrowers, sector or segment collectively assessed to have SICR, high risk events/attributes of client (bankruptcy etc.)

B. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises from mismatches in the timing of amounts of cash flows, which is inherent to the nature of Company's operations. Liquidity risk could lead to situations where the Company needs to raise funds and/or assets need to be liquidated under unfavorable market conditions. Measuring and managing liquidity needs are vital for effective operation of the Company by assuring the ability to meet its liabilities as they become due. The liquidity risk can be either:

- (i) institution specific or
- (ii) market specific.

i) Liquidity risk management

Liquidity has to be tracked through maturity or cash flow mismatches. For measuring and managing net funding requirements, the use of a maturity ladder and calculation of cumulative surplus or deficit of funds at selected maturity dates is adopted as a standard tool commonly referred to as Structural Liquidity. The Maturity Profile, are used for measuring the future cash flows of the company in different time buckets. The time buckets distributed considered are as per RBI guidelines and monitored by Asset Liability management Committee (ALCO).

- The Statement of Structural Liquidity is prepared by placing all cash inflows and outflows in the maturity ladder according to the expected timing of cash flows. A maturing liability will be a cash outflow while a maturing asset will be a cash inflow.
- The Company strives to manage the negative gap (i.e. where outflows exceed inflows) in the particular time-bucket and cumulative gap up to selected maturity period should not exceed the prudential limits approved by the Board. The prudential limits for individual time buckets are based on a percentage of outflows of each time-bucket and the limit for the cumulative gaps are based on the percentage of cumulative gap to cumulative cash outflows up to the period.
- To manage the liquidity risk the company also has lines of credit from various banks including backstop facilities in the form of committed lines measured in the form of "no of day these back stop lines will fund the unforeseen liquidity event" of potential and unexpected business disruption due to unforeseen liquidity distress and cover debt capital market exposure. This is monitored as "Days until alternative funding" by the company.
- In order to enable the company to monitor its short-term liquidity on a dynamic basis over a time horizon spanning from 1 day to 6 months, short-term liquidity profiles is estimated on the basis of business projections and other commitments for planning purposes which is effectively used as a predictive tool for its future ALM requirements.

ii) Maturity Analysis of financial Assets & liabilities

Refer note no. 39 for maturity analysis.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

C. Foreign currency risk

Currency risk is the risk that the value of an receivable/ payable will fluctuate due to changes in foreign exchange rates. Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities denominated in a currency that is not the Company's functional currency (INR).

i. Currency risk management

The company does not have any material foreign currency transactions that would significantly impact the profitability of the company.

ii. Exposure to currency risk

There is no exposure to currency risk

D. Interest rate risk

Interest rate risk is defined as the adverse impact of the interest rates movements on the financial condition of the company. The immediate impact of changes in interest rates is on the company earnings by changing its Net Interest Income (NII). A long-term impact of changing interest rates is on company's Market Value of Equity (MVE) or Net Worth as the economic value of the assets, liabilities and off-balance sheet positions get affected due to variation in market interest rates. The interest rate risk when viewed from these two perspectives is known as 'earnings perspective' and 'economic value perspective', respectively. Sources of Risk

- a. Repricing risk: The Company encounters interest rate risk in several ways, the primary form of interest rate risk arises from timing differences in the maturity (for fixed rate) and repricing (for floating rate) of the company's assets, liabilities positions.
- b. Yield curve risk: Repricing mismatches can also expose the company to changes in the slope and shape of the yield curve. Yield curve risk arises when unanticipated shifts of the yield curve have adverse effects on the company's income or underlying economic value.
- c. Basis risk: Basis risk arises from imperfect correlation in the adjustment of the rates earned and paid on different instruments with otherwise similar repricing characteristics.

i. Interest rate risk management

The GAP Analysis approach is be followed to measure the interest rate risk:

The GAP or mismatch risk is measured by calculating gaps over different time intervals as at a given date. Gap analysis measures mismatches between rate sensitive liabilities and rate sensitive assets. An asset or liability is normally classified as rate sensitive if:

- within the time interval under consideration, there is a cash flow;
- the interest rate resets/reprices contractually during the interval;
- it is contractually pre-payable or withdrawable before the stated maturities;
- It is dependent on the changes in the Bank Rate by RBI or market products."

The Gap report is be generated by grouping rate sensitive liabilities, assets and off-balance sheet positions into time buckets according to residual maturity or next re-pricing period, whichever is earlier. All investments, advances, deposits, borrowings, purchased funds, etc. that mature/re-price within a specified time-frame are interest rate sensitive. Similarly, any principal repayment of loan is also rate sensitive if the company expects to receive it within the time horizon. This includes final principal repayment and interim instalments. Certain assets and liabilities carry floating rates of interest that vary with a reference rate and hence, these items get re-priced at pre-determined intervals. Such assets and liabilities are rate sensitive at the time of re-pricing.

The Company measures its interest rate exposure to reduce the risk of loss due to interest rate exposure through the following:

1. Set and monitor the threshold levels of KRI on monthly basis
2. Monitor Interest rate sensitivity as prescribed by RBI under IRS return
3. Analyze earnings at risk caused by an upward shift in the yield curve (100 bps parallel shift)
4. Computes and monitors Square hedge rate

Management draws comfort from the fact that most of the assets and liabilities of the company create natural interest rate hedge for the company to an extent.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

ii. Exposure to interest rate risk

The exposure of the Company to interest rate risk as at 31st March, 2024 and 31st March, 2023 are as below:

Particulars	As at 31st March 2024	As at 31st March 2023
Interest bearing assets		
Loans (A)	11,732.78	22,954.40
Interest bearing liabilities		
Borrowings (B)	23,278.63	21,675.81
Variable rate borrowings	-	-
Fixed rate borrowings	23,278.63	21,675.81
Net exposure (A-B)	(11,545.85)	1,278.59

Since the Company provides loan to Customer at fixed interest rate also all the borrowing are at fixed rate hence there is no interest rate risk to the Company on loan exposure & borrowings.

44 Classification of financial assets & liabilities

As at 31 March 2024

(Amount in ₹ lakhs)

Particulars	Level 1	Level 2	Level 3	Total fair values
Financial Assets	-	-	-	-
Cash and cash equivalents	11,144.51	-	-	11,144.51
Bank Balance other than (a) above	3,702.83	-	-	3,702.83
Loans and advances	-	-	11,732.78	11,732.78
Investments	13,727.74	4,229.68	13,321.55	31,278.97
Trade receivables	-	-	76.19	76.19
Other Receivables	-	-	2.00	2.00
Other financial assets	-	-	6.24	6.24
Financial Liabilities	-	-	-	-
Payables	-	-	300.36	300.36
Borrowings (other than debt securities)	-	-	217.71	217.71
Debt securities	-	-	-	-
- Non-Convertible Debentures	-	-	23,252.88	23,252.88
Other financial liabilities	-	-	-	-

As at 31 March 2023

(Amount in ₹ lakhs)

Particulars	Level 1	Level 2	Level 3	Total fair values
Assets	-	-	-	-
Cash and cash equivalents	927.53	-	-	927.53
Bank Balance other than (a) above	3,552.00	-	-	3,552.00
Loans and advances	-	-	22,954.40	22,954.40
Investments	11,075.51	-	8,730.68	19,806.19
Trade receivables	-	-	-	-
Other Receivables	-	-	-	-
Other financial assets	-	-	1,032.08	1,032.08
Liabilities	-	-	-	-
Payables	-	-	496.74	496.74
Borrowings (other than debt securities)	-	-	211.89	211.89
Debt securities	-	-	-	-
- Non-Convertible Debentures	-	-	21,653.86	21,653.86
Other financial liabilities	-	-	-	-

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

45 Disclosure under the MSME Act 2006

Based on the information available with the Company, there are no micro, small and medium enterprises to whom the Company has paid interest or any interest is payable on outstanding amounts (under the provisions of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006) during the year ended 31st March, 2024.

46 Segment Reporting

The Company is primarily engaged in the business of financing and Investing Activities and there are no separate reportable segments identified as per the Ind AS 108 - "Operating Segments".

47 Events after reporting date

There have been no events after the reporting date which requires adjustment to or disclosure in the financial statement.

48 Items of income and expenditure of exceptional nature

There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2024 and March 31, 2023.

49 Since the Company is not a Subsidiary of any other Company therefore the clause on financing of Parent Company Product by a subsidiary is not applicable to the Company

50 Additional regulatory information required by Schedule III of the Act:

(a) Title deeds of immovable properties held in name of the company

The title deeds of all the immovable properties as disclosed in notes to the financial statements, are held in the name of the Company.

(b) Valuation of Investment Property

Refer note no. 10(iii) on valuation of investment property.

(c) Valuation of PP&E (including Right-of-use assets):

The Company has not revalued its property, plant and equipment (including Right-of-use assets) during the current or previous year.

(d) Valuation of Intangible Assets:

The company has not revalued its intangible assets during the current or previous year.

(e) Loans or Advances in the nature of Loans granted to Promoters, Directors, Key Managerial Personnel and Related Parties:

No loans or advances in the nature of loans are granted to related parties which are repayable on demand or without specifying the terms or period of repayment.

(f) Capital Work in Progress (CWIP):

There is no capital work in progress during the current year or previous year.

(g) Intangible Asset Under Development:

There are no intangible asset under development during the current or previous year

(h) Details of benami property held:

No benami property is held by the Company accordingly no proceedings are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(i) Borrowing secured against current assets:

The Company does not have borrowings from banks or financial institutions on the basis of security of current assets.

(j) Willful defaulter:

The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(h) Relationship with struck off companies:

The Company has no transactions with the companies struck off under the Act or Companies Act, 1956.

(i) Registration of charges or satisfaction with Registrar of Companies:

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(j) Compliance with number of layers of companies:

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(k) Analytical Ratios:

Sr. no.	Particulars	31st March, 2024 (Audited)	31st March, 2023 (Audited)	% Variance	Reason for variance
a)	Capital to risk-weighted assets ratio (CRAR)	33.03%	22.66%	45.73%	The increase in CRAR is mostly due to increased profit and a reduction in risk-weighted assets.
b)	Tier I CRAR	32.56%	21.68%	50.13%	The increase in Tier I capital is mostly due to increased profit and a reduction in risk-weighted assets.
c)	Tier II CRAR	0.47%	0.98%	-52.17%	The decrease is attributed to a fall in total loans and advances as compared to the prior year.
d)	Liquidity Coverage Ratio ("LCR")	0.73	1.07	-31.78%	The decrease is attributed to a increased in profit for the current year.

(l) Compliance with approved scheme(s) of arrangements:

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(m) Utilisation of borrowed funds and share premium:

(A) The Company has given loan to one of its subsidiary company Legguino India Pvt. Ltd. ("Intermediary") with the understanding that the Intermediary shall lend and invest in its step-down subsidiary Genesis Resorts Pvt. Ltd ("Ultimate Beneficiary"). The details of loan given and its manner of utilization are as follows:

I) Details of loan to intermediary company is given below:

Sr. No.	Name of the Intermediary	Address	CIN	Date of Loan	Amount of loan (Rs. Lakhs)
1	Legguino India Pvt. Ltd.	602, Boston House, Suren Road, Gundavali, Andheri (East), Mumbai - 400093	U17299MH2022PTC387543	February 16, 2024	8,715
				February 20, 2024	5
				February 23, 2024	5
				February 29, 2024	5
Total Loan					8,730

II) Details of loan and investment by intermediary company in the Ultimate Beneficiary are given below:

Sr. No.	Name of the Intermediary	Address	CIN	Date of Loan	Amount of loan (Rs. Lakhs)
1	Genesis Resorts Pvt. Ltd.	302-B, Kadamgiri Complex, Hanuman Road, Vile Parle (East) Mumbai - 400057	U55204MH2012PTC235493	February 16, 2024	2,500
				February 16, 2024	6,215
				February 20, 2024	5
				February 23, 2024	5
				February 29, 2024	5
Total Loan and Investment					8,730

B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- 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.

(n) Undisclosed income:

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(o) Details of crypto currency or virtual currency:

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

51 Disclosure as per Reserve Bank of India (RBI) guideline and Circulars

1 Capital

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
i) CRAR (%)	33.03%	22.66%
ii) CRAR - Tier I Capital (%)	32.56%	21.68%
iii) CRAR - Tier II Capital (%)	0.47%	0.98%
iv) Amount of subordinated debt raised as Tier-II capital	-	-
v) Amount raised by issue of Perpetual Debt Instruments	-	-

2 Investments

(Amount in ₹ lakhs)

Sr. No.	Particulars	As at 31st March 2024	As at 31st March 2023
1	Value of Investments	-	-
(i)	Gross Value of Investments	-	-
	(a) In India	31,843.69	24,937.00
	(b) Outside India,	-	-
(ii)	Provisions for Depreciation	-	-
	(a) In India	110.12	33.00
	(b) Outside India,	-	-
(iii)	Net Value of Investments	-	-
	(a) In India	31,733.58	24,904.00
	(b) Outside India,	-	-
2	Movement of provisions held towards depreciation on investments.		
(i)	Opening balance	75.27	-
(ii)	Add : Provisions made during the year	34.85	75.27
(iii)	Less : Write-off / write-back of excess provisions during the year	-	-
(iv)	Closing balance	110.12	75.27

3 Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

(Amount in ₹ lakhs)

Sr. No.	Particulars	0-7 Days	8 to 14 Days	15 to 30 Days	Over 1 month Upto 2 Month	Over 2 months upto 3months	Over 3 month & up to 6 month	Over 6 Month & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
1	Deposits	-	-	-	-	-	-	-	-	-	-	-
2	Advances	-	4,495.13	-	500.00	559.61	400.00	2,836.07	920.00	148.70	1,873.27	11,732.78
3	Investments	-	-	-	-	-	-	531.57	26,140.40	-	5,061.61	31,733.58
4	Borrowings	-	-	-	-	-	-	217.71	8,694.47	14,558.41	-	23,470.58

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

4 Exposures

4.1 Exposure to Real Estate Sector

(Amount in ₹ lakhs)

Sr. No.	Particulars	As at 31st March 2024	As at 31st March 2023
I)	Direct Exposure	-	4,298.00
	a) Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits.	-	-
	b) Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits.	1,240.00	-
	c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures – i. Residential ii. Commercial Real Estate	-	-
II)	Indirect Exposure	-	-
	Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	-	-
	Total Exposure to Real Estate Sector	1,240.00	4,298.00

4.2 Exposure to capital market

(Amount in ₹ lakhs)

Sr. No.	Particulars	As at 31st March 2024	As at 31st March 2023
i)	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt	13,727.74	12,876.51
ii)	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds	-	2,504.00
iii)	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	-	-
iv)	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances	-	-
v)	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	-	2,917.00
vi)	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources	-	-
vii)	Bridge loans to companies against expected equity flows / issues	-	-
viii)	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	-	-
ix)	Financing to stockbrokers for margin trading	-	-
x)	All exposures to Alternative Investment Funds: (i) Category I (ii) Category II (iii) Category III	-	-
	Total Exposure to Capital Market	13,727.74	18,297.51

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

4.3 Intra-group exposures

(Amount in ₹ lakhs)

	Particulars	As at 31st March 2024	As at 31st March 2023
i)	Total amount of intra-group exposures	5,001.71	4,227.39
ii)	Total amount of top 20 intra-group exposures	5,001.71	4,227.39
iii)	Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	42.63%	18.42%
iv)	Total Exposure	11,732.78	22,954.40

4.4 Sectoral Exposure:

(Amount in ₹ lakhs)

Sr. No	Sectors	31st March, 2024			31st March, 2023		
		Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector (%)	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector (%)
1	Agriculture and Allied Activities	-	-	-	-	-	-
2	Industry						
	i) Beverage & Tobacco	1,215.00	865	71.19%	865.00	865.00	100.00%
	ii) Real Estate Construction	-	-	0.00%	2,048.00	2,048.00	100.00%
	iii) Textile	5,001.71	-	0.00%	4,653.96	-	0.00%
	iv) Paper & Paper Product	1,995.20	-	0.00%	3,100.04	2,600.00	83.87%
	v) Others	-	-	0.00%	-	-	0.00%
	Total of Industry (i+ii+iii+iv+v)	8,211.91	865.00	10.53%	10,667.01	5,513.00	51.68%
3	Services						
	i) Other Retails	2,008.27	1,008	50.21%	3,060.00	2,273.00	74.28%
	ii) NBFC	1,339.99	-	0.00%	5,139.39	-	0.00%
	iii) Capital Markets	-	-	0.00%	7.00	-	0.00%
	iv) Others	159.61	-	0.00%	4,058.00	286.16	7.05%
	Total of Services (i+ii+iii+iv)	3,507.86	1,008.27	28.74%	12,264.39	2,559.16	20.87%
4	Personal Loans						
	Others	13.01	-	-	22.35	-	-
	Total of Personal Loans	-	-	-	-	-	-

5 Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC

(Amount in ₹ lakhs)

Sr. No.	Particulars	As at 31st March 2024
I	Exceed SBL – Loans & Advances	0.00
II	Exceed SBL – Investment	0.00
III	Exceed GBL – Loans & Advances	0.00

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

6 Miscellaneous

6.1 Registration obtained from other financial sector regulators : NA

6.2 Disclosure of Penalties imposed by RBI and other regulators:

During the financial year the company has paid a Penalty to Reserve Bank of India of Rs.1,20,000/-

6.3

Year	Name of the Credit Rating Agency	Rating	Product	Redemption Date	Debt Issued at (in Lakhs)	Redemption Value (In Lakhs)
23-24	Brickwork Rating Agency Pvt Ltd	BWR B-	NCD	3/24/2027	6,200.00	8,694.47
	Brickwork Rating Agency Pvt Ltd	BWR B-	NCD	9/28/2029	10,000.00	14,558.41
22-23	Brickwork Rating Agency Pvt Ltd	BWR B+	NCD	3/24/2027	6,400.00	11,520.00
	Brickwork Rating Agency Pvt Ltd	BWR B+	NCD	9/28/2029	10,000.00	23,000.00

6.4 Remuneration of Directors

(Amount in ₹ lakhs)

Sr. no.	Name of Director	Remuneration
1	Hardik B Patel	18.00

6.5 Net Profit or Loss for the period, prior period items and changes in accounting policies NA

Since the format of the profit and loss account of NBFCs does not specifically provide for disclosure of the impact of prior period items on the 31st March, 2024's profit and loss, such disclosures, wherever warranted, may be made in the notes to accounts.

6.6 Revenue Recognition

An enterprise should also disclose the circumstances in which revenue recognition has been postponed pending the resolution of significant uncertainties.

7 Additional Disclosures

7.1 Provisions and Contingencies

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account (Amount in ₹ lakhs)

Sr. No.	Particulars	As at 31st March 2024	As at 31st March 2023
1	Provisions for depreciation on Investment	59.88	42.41
2	Provision towards NPA#	1,873.27	2,063.36
3	Provision made towards Income tax	3,040.68	-
4	Other Provision and Contingencies (with details)	-	132.31
5	Provision for Standard Assets	138.37	206.01

7.2 Draw Down from Reserves

Suitable disclosures are to be made regarding any draw down of reserves in the NTA

7.2 Concentration of Deposits, Advances, Exposures and NPAs

7.3 Concentration of Deposits (for deposit taking NBFCs)

(Amount in ₹ lakhs)

Particulars	Amount
Total Deposits of twenty largest depositors	NA
Percentage of Deposits of twenty largest depositors to Total Deposits of the NBFC	

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

7.4 Concentration of Advances

(Amount in ₹ lakhs)

Particulars	Amount
Total Advances to twenty largest borrowers	11,719.77
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	100%

7.5 Concentration of Exposures

(Amount in ₹ lakhs)

Particulars	Amount
Total Exposure to twenty largest borrower/customers	23,470.58
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	100%

7.6 Concentration of NPAs

(Amount in ₹ lakhs)

Particulars	Amount
Total Exposure to top four NPA accounts	1,873.27

7.7 Movement of NPAs

(Amount in ₹ lakhs)

Sr. no.	Particulars	As at 31st March 2024	As at 31st March 2023
(i)	Net NPAs to Net Advances (%)	0%	4.16%
(ii)	Movement of NPAs (Gross)	-	-
(a)	Opening balance	7,993	7,219
(b)	Additions during the year	600	827
(c)	Reductions during the year	6,720	53
(d)	Closing balance	1,873	7,993
(iii)	Movement of Net NPAs		
(a)	Opening balance	650	1,939.00
(b)	Additions during the year	-	-
(c)	Reductions during the year	650	1,289.00
(d)	Closing balance	0.00	650.00
(iv)	Movement of provisions for NPAs (excluding provisions on standard assets)		
(a)	Opening balance	7,343	5,280.00
(b)	Provisions made during the year	600	2,116.00
(c)	Write-off / write-back of excess provisions	6,070	53.00
(d)	Closing balance	1,873	7,343.00

case of Ind AS) or current (fair value in the case of Ind AS) in (5) above.

52 Public Disclosure on Liquidity Risk for the year ended March 31, 2024 and March 31, 2023 pursuant to RBI Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023

(i) Funding concentration based on significant counterparty (both deposits and borrowings)

Particulars	Number of significant counterparties (Refer note 1)	(Amount in ₹ lakhs)	% of Total Deposit	% of Total liabilities (Refer note 3)
As at March 31, 2024	11	15800.00	NA*	56.21%
As at March 31, 2023	6	16000.00	NA*	52.67%

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(ii) Top 20 large deposits (amount in Rs. in lakhs and % of total deposits)

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
As at March 31, 2024	NA*	56.21%
As at March 31, 2023	NA*	52.67%

* The Company being Non-deposit taking NBFC hence the clause is not applicable

(iii) Top 10 borrowings (amount in Rs. in lakhs and % of total borrowings)

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Total amount of top 10 borrowings	23,470.58	21,865.75
Percentage of amount of top 10 borrowings to total borrowings	100%	100%

(iv) Funding concentration based on significant instrument/ product

(Amount in ₹ lakhs)

Significant instrument/product (Refer Note 2)	As at March 31, 2024		As at March 31, 2023	
	(Amount in ₹ lakhs)	% of Total liabilities (Refer note 3)	(Amount in ₹ lakhs)	% of Total liabilities (Refer note 3)
Debt securities (unsecured)	23,252.88	83%	21,653.86	71%
Borrowings (other than debt securities)	217.71	1%	211.89	1%

(v) Stock ratios

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	as a % of Total liabilities (refer note 3)	as a % of Total assets	as a % of Total liabilities (refer note 3)	as a % of Total assets
Non-convertible debentures (original maturity of less than one year)				
Borrowings (other than debt securities)	0.77%	0.36%	0.70%	0.41%

(vi) Institutional set-up for liquidity risk management

Refer note 43B: Risk management structure, Liquidity risk and funding management for institutional set-up for liquidity risk management.

Notes:

- 1) Significant counterparty is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities as defined in RBI Circular RBI/2019-20/88 DOR.NBFC (PD) CC.No.102/03.10.001/2019-20 dated November 04, 2019 on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies.
- 2) Significant instrument/product is defined as a single instrument/product of group of similar instruments/ products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities, as defined in RBI Circular RBI/2019-20/88 DOR.NBFC (PD) C.No.102/03.10.001/2019-20 dated November 04, 2019 on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies.
- 3) Total liabilities has been computed as sum of all liabilities (Total of Balance Sheet less Total Equity).

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

53 As required in terms of Annexure VIII of Master Direction RBI Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023

Schedule to Balance Sheet

Laibilities Side

1. Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024	
	Amount Outstanding	Amount Overdue
a) Debentures : Secured	Nil	Nil
: Unsecured (other than falling within the meaning of public deposits*)	23,252.88	-
b) Deferred Credits	Nil	Nil
c) Term Loans	194.48	-
d) Inter-corporate loans and borrowing	23.23	-
e) Commercial Paper	Nil	Nil
f) Public Deposits*	NA	NA
g) Other Loans		
* Please see Note 1 below		

2. Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024	
	Amount Outstanding	Amount Overdue
a) In the form of Unsecured debentures	NA	NA
b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	NA	NA
c) Other public deposits	NA	NA

Asset Side

3. Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024
(a) Secured	1,590.00
(b) Unsecured	10,142.79

4. Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities

Particulars	As at March 31, 2024
i) Lease assets including lease rentals under sundry debtors :	
(a) Financial lease	Nil
(b) Operating lease	Nil
ii) Stock on hire including hire charges under sundry debtors :	
(a) Assets on hire	Nil
(b) Repossessed Assets	Nil
iii) Other loans counting towards asset financing activities	
(a) Loans where assets have been repossessed	Nil
(b) Loans other than (a) above	Nil

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

5. Break-up of Investments

Current Investments

Particulars	As at March 31, 2024
1. Quoted	
(i) Shares	531.57
(a) Equity	Nil
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (please specify)	Nil
2. Unquoted	
(i) Shares	
(a) Equity	Nil
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (please specify)	Nil
Long Term investments	
1. Quoted	
(i) Shares	
(a) Equity	14,996.17
(b) Preference	Nil
(ii) Debentures and Bonds	1,152.51
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (please specify)	Nil
2. Unquoted	
(i) Shares	
(a) Equity	2,852.12
(b) Preference	226.97
(ii) Debentures and Bonds	7,289.93
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others	
a) Investment in Security Receipts	4,229.68

6. Borrower group-wise classification of assets financed as in (3) and (4) above:

Category	Amount net of provisions		
	Secured	Unsecured	Total
I Related Parties **			
(a) Subsidiaries	Nil	5,001.71	5,001.71
(b) Companies in the same group	Nil	Nil	-
(c) Other related parties	Nil	Nil	-
II Other than related parties	1,590.00	5,141.08	6,731.08

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

7. Investor group-wise classification of all investments (current and longterm) in shares and securities (both quoted and unquoted):

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties **		
(a) Subsidiaries	4,652.12	4,652.12
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
2. Other than related parties	26,626.84	26,626.84
Total	31,278.97	31,278.97

** As per Accounting Standard of ICAI (Please see Note 3)

8. Other information

Particulars	As at March 31, 2024
(i) Gross Non-Performing Assets#	
(a) Related parties	Nil
(b) Other than related parties	1,873.27
(ii) Net Non-Performing Assets#	
(a) Related parties	Nil
(b) Other than related parties	0.00
(iii) Assets acquired in satisfaction of debt	Nil

NPA accounts refer to stage 3 assets. Stage 3 Assets includes financial assets that have objective evidence of impairment at the reporting date as defined under Ind AS. 90 Days Past Due is considered as default for classifying a financial instrument as credit impaired

Note:-

1. Public deposits shall have the same meaning as defined in the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 2016.

54 Disclosure pursuant to Appendix II-A of Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023. (₹ incrore)

Particulars	Amount outstanding	Amount overdue
Liabilities side		
1 Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid:		
(a) Debentures : Secured	-	-
: Unsecured	23,252.87	-
(other than falling within the meaning of public deposits*)	-	-
(b) Deferred Credits	-	-
(c) Term Loans	217.71	-
(d) Inter-corporate loans and borrowing	-	-
(e) Commercial Paper	-	-
(f) Public Deposits*	-	-
(g) Other Loans (specify nature)	-	-

* Please see Note 1 below

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Liabilities side		Amount outstanding	Amount overdue
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):	NA	
(a)	In the form of Unsecured debentures	-	-
(b)	In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
(c)	Other public deposits	-	-
* Please see Note 1 below			

Assets side		Amount outstanding	Amount outstanding
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:		-
(a)	Secured	1,590.00	
(b)	Unsecured	10,142.79	

Assets side		Amount outstanding	Amount outstanding
4	Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities	NA	NA
(i)	Lease assets including lease rentals under sundry debtors:	-	
(a)	Financial lease	-	
(b)	Operating lease	-	
(ii)	Stock on hire including hire charges under sundry debtors:		-
(a)	Assets on hire	-	
(b)	Repossessed Assets	-	
(iii)	Other loans counting towards asset financing activities	-	
(a)	Loans where assets have been repossessed	-	
(b)	Loans other than (a) above	-	

5 Break-up of Investments

Current Investments

Assets side		Amount outstanding
1 Quoted		
(i) Shares		
(a)	Equity	531.27
(b)	Preference	-
(ii) Debentures and Bonds		
(iii) Units of mutual funds		
(iv) Government Securities		
(v) Others (please specify)		
2 Unquoted		
(i) Shares		
(a)	Equity	-
(b)	Preference	-
(ii) Debentures and Bonds		
(iii) Units of mutual funds		
(iv) Government Securities		
(v) Others (please specify)		

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Long Term investments

Assets side	Amount outstanding
1 Quoted	
(i) Share	
(a) Equity	14,996.17
(b) Preference	-
(ii) Debentures and Bonds	1,152.51
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
2 Unquoted	
(i) Shares	
(a) Equity	2,852.12
(b) Preference	226.97
(ii) Debentures and Bonds	7,289.93
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-

6 Borrower group-wise classification of assets financed as in (3) and (4) above:

Please see Note 2 below

Category	Amount net of provisions		
	Secured	Unsecured	Total
1 Related Parties **			
(a) Subsidiaries	-	5,001.71	5,001.71
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2 Other than related parties	1,590.00	5,141.08	6,731.08
Total			

7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Please see Note 3 below

Category	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1 Related Parties **	31,278.97	31,278.97
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties		
Total	31,278.97	31,278.97

** As per Accounting Standards of ICAI (Please see Note 3)

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

8 Other information

Particulars	Amount
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	1,873.27
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	-
(iii) Assets acquired in satisfaction of debt	

Notes:

- 1 As defined in paragraph 5.1.26 of the Directions.
- 2 Provisioning norms shall be applicable as prescribed in these Directions.
- 3 All notified Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/ fair value/ NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term (amortised cost in the

Provision as per Ind AS 109 is more than as required under IRAC norms

55 Breach of covenant

There were no instances of default or breaches of covenant in respect of loan availed or debt securities issued during the financial years ended March 31, 2024 and March 31, 2023.

56 Divergence in Asset Classification and Provisioning

a) Additional provisioning requirements in excess of 5 percent

No such requirement present as at 31st March 2024

b) Additional Gross NPAs in excess of 5%

No such requirement present as at 31st March 2024

57 Discontinued Operations

The Company had no discontinuing operations during the financial year ended March 31, 2024 and March 31, 2023.

58 Whistle-blower Complaints

There were no whistle blower complaints received by the Company during the financial year ended March 31, 2023 and March 31, 2022.

- 59 The new Code on Social Security, 2020 has been enacted, which could impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. The Company will complete its evaluation and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules are published.

60 Previous year figures have been re-grouped or reclassified, to confirm with current year's grouping /classifications

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

Membership No. 030615

Place: Mumbai

Date:

For and on Behalf of Board of Directors of

Finquest Financial Solutions Private Limited

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

B S P Murthy

Director

DIN: 00011584

Mumbai

Date: 30th May, 2024

Mumbai

Date:

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

Report on the Audit of the Consolidated Financial Statements

Disclaimer of Opinion

We were engaged to audit the accompanying Consolidated Financial Statements of Finquest Financial Solutions Pvt. Ltd, ("the parent") and its subsidiaries (the parent and its subsidiaries together referred to as "the Group") which comprise the Consolidated Balance Sheet as at March 31, 2024, and the Consolidated Statement of Profit and Loss, (Including other comprehensive income), Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of material accounting policies and other explanatory information ("the Consolidated Financial statements").

We do not express an opinion on the accompanying consolidated financial statements of the group. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

Basis for Disclaimer of Opinion

We draw attention to Note no. 6.3, wherein it is stated that the Parent Company has investment in a Subsidiary: Ballarpur Industries Limited (BILT). The consolidated annual financial results as required by Ind AS 110 issued by ICAI, and provisions of the Companies Act, 2013 with respect to the above subsidiary could not be prepared, due to unavailability of financial data of the said subsidiary for the current financial year. Further we were also not provided the management certified financial statements of this subsidiary, hence we are unable to comment upon the possible cumulative effect due to the non-consolidation of this subsidiary in the consolidated financial statements.

Material Uncertainty relating to Going Concern

We draw attention to Note no. 56 of the consolidated annual financial results, which states that the subsidiary, Digjam Limited incurred a net loss of Rs. 284 lakhs and Rs.1,223 lakhs during the quarter and year ended March 31, 2024 respectively and, as of that date, its current liabilities exceeded its total current assets by Rs. 649 lakhs. At present, no production is being carried out at the sole Manufacturing facility of this Company located at Jamnagar. The subsidiary's ability to continue as a going concern is dependent on, optimisation of various operational costs, liquidating the non-core assets, strategizing the operational way ahead which inter alia includes discontinuing operations at the above plant. Pending the outcome of the above matters, its financial results have been prepared on the assumption of a Going Concern basis as a continuing operation, reflecting the management's confidence in the subsidiary's future prospects.

Information other than the Financial Statements and Auditors' Report thereon

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

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action as applicable under the relevant laws and regulations.

We have nothing to report in this regard.

Management's Responsibility for the Consolidated Financial Statements

The Parent 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 Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the group in accordance with the accounting principles generally accepted in India, including the Indian accounting standards ('Ind AS') specified under section 133 of the Act.

This respective board of directors of parent and its subsidiaries are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the group 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 Consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing these Consolidated Financial Statements, respective board of directors are responsible for assessing the group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the parent or to cease operations, or has no realistic alternative but to do so. Those respective Board of Directors are also responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our responsibility is to conduct an audit of the consolidated financial statements in accordance with Standards on Auditing and to issue an auditor's report. However, because of the matter described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

We are independent of the Company in accordance with the Code of Ethics and provisions of the Act that are relevant to our audit of the consolidated financial statements in India under the Act, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics and the requirements under the Act.

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

Other Matters

1. We did not audit the financial statements of 2 subsidiaries and 1 step-down subsidiary included in the Consolidated Financial Statements whose financial statements reflect total assets of Rs. 74,907.03 lakhs as at March 31, 2024, total revenue of Rs. 44,337.10 lakhs and total net profit after tax of Rs. 60.03 lakhs for the year ended March 31, 2024, as considered in the Consolidated Financial Statements, which have been audited by their respective Independent Auditors.

The Independent Auditors' reports on financial statements of these entities have been furnished to us and our opinion on the Consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors.

Our opinion is not modified in respect of the above matter.

Report on Other Legal and Regulatory Requirements

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

As required by Section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements of such subsidiaries as were audited by other auditors, as noted in the "Other Matters" section, we report to the extent applicable that:

1. As described in the Basis for Disclaimer of Opinion section, we were unable to obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. Due to the possible effects of the matter described in the Basis for Disclaimer of Opinion section, we are unable to state whether the proper books of account as required by law have been kept by the group so far as it appears from our examination of those books and on the basis of other auditors' report.
3. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (Including other comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
4. Due to the possible effects of the matter described in the Basis for Disclaimer of Opinion section, we are unable to state whether the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of the written representations received from the parent company's directors as on March 31, 2024 taken on record by the parent company's Board of Directors and on the basis of audit report of subsidiaries, none of the directors are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
6. The reservation relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Disclaimer of Opinion section.
7. With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
8. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, is not applicable to parent. On the basis of audit report of two subsidiaries to whom the requirement of section 197(16) applies, the said subsidiary have complied with the requirement.
9. With respect to the other matters to be included in the Auditors' 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) Except for the possible effects of the matter described in the Basis for Disclaimer of Opinion section, the Group has disclosed the impact of pending litigations on its Consolidated financial position in its Consolidated financial statements – Refer Note on contingent liabilities to the Consolidated financial statements.
 - ii) Except for the possible effects of the matter described in the Basis for Disclaimer of Opinion section, the group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the group.
 - a) The respective board of directors have represented that, to the best of their knowledge and belief, as disclosed in the Consolidated notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the parent and its subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Parent and its subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b) The respective board of directors have represented, that, to the best of their knowledge and belief, as disclosed in the Consolidated notes to accounts, no funds have been received by the parent and its subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the parent or its subsidiaries shall, 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.
 - c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice and on the basis of other auditor report that has caused us to believe that the representations under sub clause (i) and (ii) of Rule 11(e), as provided under (iv) (a) and (b) above, contain any material misstatement.
 - iv) The Group has not declared any dividend during the current financial year ended March 31, 2024.

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

- v) The reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is applicable from April 01, 2023.

Based on our examination which included test checks and that performed by the respective auditors of subsidiaries, which are incorporated in India whose financial statements have been audited under the Act, except for the instances mentioned below, the holding company, subsidiary companies and step-down subsidiary companies have used accounting software for maintaining its books of accounts, which have a feature of recording audit trail (edit log) facility and the same have operated throughout the year for all relevant transactions recorded in the respective softwares:

- In respect of 2 subsidiary and 1 step-down subsidiary, the respective companies have not used accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility.
- In respect of 1 subsidiary and 1 step-down subsidiary, the feature of recording audit trail (edit log) was not enabled and thus, the audit trail was not operational throughout the year for all relevant transactions recorded.

Further, where audit trail (edit log) facility was enabled and operated, we and respective auditors of such subsidiary companies, step-down subsidiary companies, did not come across any instance of the audit trail feature being tampered with.

As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of the Audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Batliboi & Purohit
Chartered Accountants
Firm Registration Number:101048W

Raman Hangekar
Partner
Membership No. 030615
Place: Mumbai
Date: June 11, 2024
UDIN: 24030615BKJDL1898

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

[Annexure - A to the Independent Auditors' Report on the consolidated financial statements of FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED for the year ended March 31, 2024](#)

[\(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date\)](#)

With respect to the matters specified in paragraphs 3(xxii) and 4 of the Companies (Auditor's Report) Order, 2020 ('CARO') issued by Central Government in terms of Section 143(11) of the Act, to be included in Auditor's report, according to the information and explanations

Sr. No.	Name of the Component	Corporate Identity Number (CIN)	Type of Component	Respective clause number of CARO report of the component
1	Krihaan Texchem Pvt. Ltd.	U74999MH2019PTC321644	Wholly Owned Subsidiary	(ii)(c), (ii)(f), (ix)(d)
2	Digjam Limited	L17123GJ2015PLC083569	Subsidiary	(xvii)
3	Legguino India Pvt. Ltd.	U17299MH2022PTC387543	Wholly Owned Subsidiary	(xvii)
4	Genesis Resorts Pvt. Ltd.	U55204MH2012PTC235493	Step-down Subsidiary	(ix), (xiv), (xvii)

[Annexure - B to the Independent Auditors' Report on the consolidated financial statements of FINQUEST FINANCIAL SOLUTIONS PRIVATE LIMITED for the year ended March 31, 2024](#)

[Report on the Internal Financial Controls under Clause \(i\) of Sub-section 3 of Section 143 of the Act](#)

[\(Referred to in paragraph 7 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date\)](#)

We were engaged to audit the internal financial controls over financial reporting of the Finquest Financial Solutions Pvt. Ltd. ("hereinafter referred to as 'Parent' or the 'Holding Company'") its subsidiary companies (the Parent and its subsidiaries together referred to as the "Group") as of March 31, 2024 in conjunction with our audit of the financial statements of the Group for the year ended on that date.

[Managements and Board of Directors Responsibility for Internal Financial Controls](#)

The respective Management of the parent and its subsidiaries are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the group 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 ("ICAI"). 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 group internal financial controls over financial reporting based on our audit and on the basis of report of other auditor of subsidiaries. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("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

given to us, and based on the CARO reports issued by us for the Company and based on our consideration of CARO reports issued by respective auditors of the companies included in consolidated financial statements, we report that:

- i. There have been qualifications by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, the details of companies and paragraph number of the CARO report containing qualifications is indicated below:

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' judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. We believe that the audit evidence we have obtained and on the basis of audit report of other auditors are 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.

Independent Auditor's Report

to the members of Finquest Financial Solutions Private Limited

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.

Disclaimer of Opinion

The system of internal financial controls over financial reporting with regard to one of the subsidiary of the Parent were not made available to us to enable us to determine if the Group has established adequate internal financial control over financial reporting at the aforesaid subsidiary and whether such internal financial controls were operating effectively as at March 31, 2024.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company, and the disclaimer has affected our opinion on the consolidated financial statements

of the Group and we have issued a disclaimer of opinion on the consolidated financial statements.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to two subsidiaries and one step down subsidiary companies, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

Our opinion is not modified in respect of the above matters.

For Batliboi & Purohit

Chartered Accountants

Firm Registration Number: 101048W

Raman Hangekar

Partner

Membership No. 030615

Place: Mumbai

Date: June 11, 2024

UDIN: 24030615BKCJDL1898

Consolidated Balance Sheet

as on 31st March 2024

(Amount in ₹ lakhs)

Particulars	Note No.	31st March 2024	31st March 2023	
I Assets				
1	Financial assets			
(a)	Cash and cash equivalents	2	11,942.75	1,095.55
(b)	Bank Balance other than (a) above	3	4,475.85	3,565.86
(c)	Receivables	4		
	(I) Trade Receivables		7,860.68	9,842.77
	(II) Other Receivables		2.00	-
(d)	Loans	5	6,745.59	18,317.69
(e)	Investments	6	29,476.97	15,305.19
(f)	Other financial assets	7	2,084.10	1,484.66
2	Non-financial assets			
(a)	Inventories	8	15,903.20	13,805.95
(b)	Current tax assets (net)	9	526.95	648.42
(c)	Deferred tax assets (net)	10	-	288.88
(d)	Investment property	11	454.61	489.46
(e)	Property, plant and equipment	12	58,238.96	43,814.91
(f)	Right of Use Assets	13	703.95	63.91
(i)	Capital Work in Progress	14	2,058.49	1,973.95
(g)	Goodwill	15	-	5.51
(h)	Other Intangible Assets	16	32.32	23.70
(j)	Other non-financial assets	17	4,116.05	3,907.72
(k)	Non-Current Asset Held For Sale	12		5,388.68
	Total Assests		144,622.47	120,022.80
II Liabilities and Equity				
Liabilities				
A	Financial liabilities			
(a)	Payables	18		
	(I) Trade Payables		3,329.42	4,142.30
	(i) Total outstanding dues of micro enterprises and small enterprises		219.76	17.14
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		3,109.65	4,125.16
	(II) Others Payables		310.20	266.12
	(i) Total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		310.20	266.12
(b)	Debt securities	19	23,252.88	21,653.86
(c)	Borrowings (other than debt securities)	20	62,165.29	46,733.38
(d)	Lease Liabilities	13	690.88	59.45
(e)	Other financial liabilities	21	1,298.27	5,538.09
B	Non-financial liabilities			
(a)	Current tax liabilities (Net)	22	-	-
(b)	Provisions	23	4,862.40	10,906.85
(c)	Deffered tax liabilities	24	2,123.01	-
(d)	Other non-financial liabilities	25	1,165.34	4,107.04
C	Equity			
	Equity attributable to owners of Parent			
(a)	Equity share capital	26	3,190.00	3,190.00
(b)	Other equity	27	42,017.13	23,085.74
	Non Controlling Interest		217.65	339.96
	Total Liabilities and Equity		1,44,622.46	1,20,022.80

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

M.No. 030615

Place: Mumbai

Date:

For and on behalf of Board of Directors

For Finquest Financial Solutions Private Limited

Parashiva Murthy B S

Director

DIN: 00011584

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Comapany Secretary

Mem No. A41688

Consolidated Profit or loss Statement

for the year ended 31st March 2024

(Amount in ₹ lakhs)

Particulars	Note No.	31st March 2024	31st March 2023
Revenue from operations			
(i) Interest income	28	2,469.02	1,995.32
(ii) Dividend Income	29	68.13	79.37
(iii) Net gain on fair value changes	30	5,479.34	-
(iv) Sale of Goods	31	43,025.26	43,917.35
(v) Other operating income	32	6,983.00	490.90
(I) Total Revenue from operations		58,024.76	46,482.95
(II) Other income	33	452.65	230.13
(III) Total Income (I+II)		58,477.41	46,713.07
Expenses			
(i) Finance cost	34	2,409.00	2,956.47
(ii) Net Loss on Fair Value Changes	30	-	2,868.97
(iii) Impairment on financial instruments	35	(5,636.37)	2,269.37
(iv) Cost of Material consumed	36	17,045.04	17,985.58
(v) Purchases of Stock-in trade	37	3,579.47	5,902.00
(vi) Changes in inventories of finished goods, stock-in-trade and work-in-progress	38	(1,850.96)	(2,501.39)
(vii) Employee benefit expenses	39	7,552.99	6,558.22
(viii) Depreciation, amortisation and impairment	11, 12, 13, 15	3,998.60	3,143.21
(ix) Other expenses	40	17,566.32	13,982.40
(IV) Total expenses		44,664.09	53,164.83
(V) Profit/(loss) before exceptional items and tax		13,813.32	(6,451.75)
(VI) Exceptional Items		(632.32)	(389.94)
(VII) Profit before tax (V+VI)		14,445.64	(6,841.69)
(VIII) Tax expense			
1. Current tax		1,240.16	-
2. Deferred tax	41	2,413.47	416.59
Total tax expenses		3,653.63	416.59
(IX) Profit/(loss) for the period from continuing operations (VII-VIII)		10,792.01	(7,258.28)
(XIII) Profit for the period (IX+XII)		10,792.01	(7,258.28)
Attributable to:			
(a) Shareholders of the Company		10,912.70	(7,177.35)
(b) Non-controlling interest		(120.69)	(80.93)
(XIV) Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
i Re-measurements gain/ (losses) of the defined benefit plans	42	(22.46)	8.58
ii Income tax relating to items that will not be reclassified to profit or loss		1.58	5.92
Other Comprehensive Income		(20.88)	14.49
Attributable to:			
(a) Shareholders of the Company		(19.26)	11.24
(b) Non-controlling interest		(1.62)	3.25
(XV) Total Comprehensive Income for the period (XIII+XIV)		10,771.13	(7,243.79)
Attributable to:			
(a) Shareholders of the Company		10,893.44	(7,166.11)
(b) Non-controlling interest		(122.31)	(77.68)
(XVI) Earnings for equity share (in Rs.)			
Basic		33.83	(22.75)
Diluted		33.83	(22.75)
Significant Accounting Policies	1		

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

M.No. 030615

Place: Mumbai

Date:

For and on behalf of Board of Directors

For Finquest Financial Solutions Private Limited

Parashiva Murthy B S

Director

DIN: 00011584

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

Consolidated Statement of Cash Flow

for the year ended 31st March 2024

(Amount in ₹ lakhs)

Particulars	31st March 2024 (Audited)	31st March 2023 (Audited)
A. Cash flow from operating activities		
Net Profit before taxation	14,445.64	(6,841.69)
Adjustments for :		
Depreciation / amortisation	3,998.60	3,143.21
Provision for Gratuity & Leave encashment	131.38	107.39
Finance Cost	2,409.00	2,956.47
Exchange Loss/(Gain)	(93.34)	(5.44)
Bad Debts Written Off	3,110.78	-
Impairment of Financial Instruments	(5,636.37)	2,269.37
Net (Gain)/Loss on Fair value changes	(5,479.34)	2,868.97
Change in Capital Reserve	8,045.18	677.82
Changes in Reserves & Surplus	(1.71)	(2.83)
Gain on derecognition of Financial Liability	(0.47)	-
Gain on disposal of Property, plant and equipment	(70.02)	(73.20)
Other Comprehensive Gain/ (Loss)	(22.46)	8.58
Operating profit before working capital changes	20,836.86	5,108.66
Changes in working capital :		
Increase / (decrease) in Trade Payables	(812.89)	(2,021.74)
Increase / (decrease) in Other Payables	44.08	(895.38)
Increase / (decrease) in Other Financial Liabilities	(4,239.82)	3,900.34
Increase / (decrease) in Other Non-Financial Liabilities	(2,941.70)	2,786.65
Increase / (decrease) in Provisions	(539.46)	4,252.24
(Increase) / decrease in Loans	8,461.33	7,214.60
(Increase) / decrease in Trade Receivables	1,982.10	(4,138.82)
(Increase) / decrease in Other Receivables	(2.00)	56.00
(Increase) / decrease in Other Financial Assets	(506.10)	(467.14)
(Increase) / decrease in Other Non-Financial Assets	(208.33)	(843.62)
(Increase) / decrease in Inventories	(2,097.25)	(3,200.69)
Cash used in Operations	19,976.81	11,751.08
Taxes paid (including tax deducted at source) (Net of refund received)	(1,118.70)	(1,333.49)
Net Cash (used in) operating activities	18,858.11	10,417.60

(Amount in ₹ lakhs)

Particulars	31st March 2024 (Audited)	31st March 2023 (Audited)
B. Cash flow from Investing Activities		
Net Purchase/sale of Property, Plant & Equipment	(18,236.03)	(685.05)
Net Purchase/sale of intangible assets	(16.44)	(22.81)
Net Purchase/sale of Investment Property	-	(6.15)
Net Change in Capital Work-in-Progress	(84.54)	(77.45)
Net Increase/ Decrease in Right to Use Assets	(713.98)	(109.24)
(Increase) / decrease in Investments	(8,692.44)	1,700.47
Sale of Non-Current asset held for sale	5,388.68	-
Net cash (used in)/ generated from investing activities	(22,354.74)	799.76
C. Cash flow from Financing Activities		
borrowings made during the year - Debt Securities	1,599.48	(12,205.30)
Borrowings during the year - Other than debt Securities	15,431.91	(59.82)
Interest Paid	(2,409.00)	(2,956.47)
Increase/ decrease in lease liabilities	631.44	59.45
Net cash flow from financing activity	15,253.82	(15,162.15)
Net Increases/(Decrease) in Cash and cash equivalents (A) + (B) + (C)	11,757.19	(3,944.80)
Cash and cash equivalents, beginning of the year	4,661.41	8,606.21
Cash and cash equivalents, end of the year	16,418.60	4,661.41
Notes to the statement of cash flow :		
Cash and cash equivalents comprise of:		
Cash on hand	202.09	5.72
Balances with banks		
In current accounts	11,740.66	1,089.84
Restricted Cash	4,475.85	3,565.86
TOTAL	16,418.61	4,661.41

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

M.No. 030615

Place: Mumbai

Date:

For and on behalf of Board of Directors

For Finquest Financial Solutions Private Limited**Parashiva Murthy B S**

Director

DIN: 00011584

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Comapany Secretary

Mem No. A41688

Consolidated Statement of Changes in Equity

for the year ended 31st March 2024

A. Equity Share Capital

(Amount in ₹ lakhs)

Sr. No.	Particulars	31st March, 2024	31st March, 2023
A)	Balance at the beginning of the current reporting period	3,190.00	3,190.00
B)	Changes in Equity Share Capital due to prior period errors	-	-
C)	Restated balance at the beginning of the current reporting period (A+B)	3,190.00	3,190.00
D)	Changes in Equity Share Capital during the current period	-	-
E)	Balance at the end of the current reporting period (C + D)	3,190.00	3,190.00

B. Other Equity

(Amount in ₹ lakhs)

Particulars	Attributable to Shareholders of the company						Non-controlling Interest			
	Statutory Reserve (Note 1) (Other Reserves)	Securities Premium (Note 2)	Retained Earnings (Note 3)	Capital Reserve	Other Comprehensive Income (Note 4)	Total	Equity Share Capital	Retained Earnings (Note 3)	Other Comprehensive Income (Note 4)	Total
Balance at the Beginning of the year 01 April 2022	2,857.94	13,349.60	3,867.89	9,486.83	14.60	29,576.86	200.00	214.47	3.17	417.64
Total Comprehensive Income for the year	-	-	(7,177.35)	677.82	11.24	(6,488.28)	-	(80.93)	3.25	(77.68)
Transfer to Statutory Reserve under Section 45-1C of RBI Act	-	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	-	-	(2.83)	-	-	(2.83)	-	-	-	-
Closing Balance at the end of current financial year - 31st March 2023	2,857.94	13,349.60	(3,312.29)	10,164.66	25.84	23,085.74	200.00	133.53	6.43	339.96
Balance at the Beginning of the year 01 April 2023	2,857.94	13,349.60	(3,312.29)	10,164.66	25.84	23,085.74	200.00	133.53	6.43	339.96
Total Comprehensive Income for the year	-	-	10,912.70	-	(19.26)	10,893.44	-	(120.69)	(1.62)	(122.31)
Transfer to Statutory Reserve under Section 45-1C of RBI Act	2,345.52	-	(2,345.52)	-	-	-	-	-	-	-
Unrealised gain on sale of inventories	-	-	(1.71)	-	-	(1.71)	-	-	-	-
Gain on Bargain Purchase	-	-	-	8,039.67	-	8,039.67	-	-	-	-
Deduction	-	-	-	-	-	-	-	-	-	-
Closing Balance at the end of current financial year - 31st March 2024	5,203.46	13,349.60	5,253.18	18,204.32	6.58	42,017.13	200.00	12.85	4.81	217.65

As per our report of even date
For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

M.No. 030615

Place: Mumbai

Date:

**For and on behalf of Board of Directors
For Finquest Financial Solutions Private Limited**
Parashiva Murthy B S

Director

DIN: 00011584

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

2 Cash and cash equivalents

Amount Rs. (in lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Cash on hand	202.09	5.72
Balances with banks in current accounts	11,740.66	1,089.84
Total	11,942.75	1,095.55

3 Bank Balance other than (a) above

Particulars	As at 31st March 2024	As at 31st March 2023
Fixed Deposit (Against Bank Guarantee)	3,500.53	3,540.86
Term Deposits (original maturity for more than three months but less than twelve months)	770.18	
Accrued Interest in FD	5.14	
Other Deposit	200.00	25.00
Total	4,475.85	3,565.86

4 Receivables

a) At Cost

4.1 Trade Receivables

Particulars	As at 31st March 2024	As at 31st March 2023
Trade receivables considered good - secured		
Trade receivables considered good - unsecured*	7,950.62	10,082.01
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	451.26	278.63
Gross carrying amount	8,401.89	10,360.63
Less: Allowances for impairment loss on trade receivables considered good -unsecured		(239.24)
Less: Allowances for impairment loss on credit impaired trade receivables	(541.21)	(278.63)
Net carrying amount	7,860.68	9,842.77

Trade Receivables ageing schedule

Particulars	As at 31st March 2024						Total
	Not Due	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables — considered good	3,673.10	3,815.28	252.82	119.48			7,860.68
(ii) Undisputed Trade Receivables — which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables — credit impaired	47.04	41.19	0.85	0.86			89.95
(iv) Disputed Trade Receivables—considered good							-
(v) Disputed Trade Receivables — which have significant increase in credit risk							-
(vi) Disputed Trade Receivables — credit impaired						451.26	451.26
TOTAL TRADE RECEIVABLE	3,720.14	3,856.47	253.67	120.34	-	451.26	8,401.89
Less: Allowance for Expected credit loss	47.04	41.19	0.85	0.86		451.26	541.21
NET TRADE RECEIVABLE	3,673.10	3,815.28	252.82	119.48	-	-	7,860.68

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Trade Receivables ageing schedule

Particulars	As at 31st March 2023						Total
	Not Due	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables — considered good	5,248.82	4,357.73	146.06	90.16			9,842.77
(ii) Undisputed Trade Receivables — which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables — credit impaired	47.04	41.19	0.85	0.86			89.94
(iv) Disputed Trade Receivables—considered good							-
(v) Disputed Trade Receivables — which have significant increase in credit risk							-
(vi) Disputed Trade Receivables — credit impaired		13.98	3.07	0.23		410.63	427.91
TOTAL	5,295.86	4,412.90	149.98	91.25	-	410.63	10,360.62
Less: Allowance for Expected credit loss	47.04	55.17	3.92	1.09		410.63	517.85
NET TRADE RECEIVABLE	5,248.82	4,357.73	146.06	90.16	-	-	9,842.77

Reconciliation of impairment loss allowance on trade receivables:

Amount Rs. (in lakhs)

Particulars	As at 31st March 2024
Impairment allowance measured as per simplified approach	
Impairment allowance as per March 31, 2022	485.24
Add: Addition during the year	32.62
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2023	517.86
Add: Addition during the year	23.35
(Less): Reduction during the year	-
Impairment allowance as per March 31, 2024	541.21

4.2 Other Receivables

Particulars	As at 31st March 2024
Other receivables considered good - secured	-
Other receivables considered good - unsecured*	2.00
Other receivables which have significant increase in credit risk	-
Other receivables - credit impaired	
Gross carrying amount	2.00
Less: Allowances for impairment loss on other receivables considered good -unsecured	-
Less: Allowances for impairment loss on credit impaired Other receivables	-
Net carrying amount	2.00

*dues from Directors or other officers of the Company or any firm or private company in which any Director is a partner, a Director or a member.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Other Receivables ageing schedule

Amount Rs. (in lakhs)

Particulars	As at 31st March 2024							Total
	Unbilled	Not Due for payment	Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
(i) Undisputed Other receivables — considered good	-	-	2.00	-	-	-	-	2.00
(ii) Undisputed Other Receivables — which have significant increase in credit risk								-
(iii) Undisputed Other Receivables — credit impaired								-
(iv) Disputed Other Receivables—considered good								-
(v) Disputed Other Receivables — which have significant increase in credit risk								-
(vi) Disputed Other Receivables — credit impaired								-
Total	-	-	2.00	-	-	-	-	2.00

5.1 There is no loan asset measured at FVOCI or FVTPL or designated at FVTPL

5.2 The Company has not granted any loans or advances in the nature of loans to Promoters/Related Parties (as defined in section 2(76) of the Act) which are either repayable on demand or without specifying any terms or period of repayment.

5.3 Credit quality of assets

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal credit rating system and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Company's internal grading system are explained in note 43A and policies on whether ECL allowances are calculated on an individual or collective basis are set out in note 43A.

Particulars	As at 31st March 2024			
	General approach			Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective	
Internal rating grade				
Performing				
High grade	2,849.59			2,849.59
Standard grade	1,995.20			1,995.20
Sub-standard grade			1,873.27	1,873.27
Non- performing				-
Total	4,844.79	-	1,873.27	6,718.06

Particulars	As at 31st March 2023			
	General approach			Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective	
Internal rating grade				
Performing				
High grade	5,165.33	-	-	5,165.33
Standard grade	5,043.31	78.91	-	5,122.22
Sub-standard grade	-	-	-	-
Non- performing	-	-	7,993.33	7,993.33
Total	10,208.64	78.91	7,993.33	18,280.89

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

5.4 An analysis of changes in the gross carrying amount as follows:

Particulars	Year ended March 31, 2024			
	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	10,208.64	78.91	7,993.33	18,280.89
Portfolio additions on account of BusinessCombination				-
Restated Balance as on April 01, 2023	10,208.64	78.91	7,993.33	18,280.89
New assets originated or purchased	4,422.07	-	-	4,422.07
Assets derecognised or repaid (excluding writeoffs and includes interestaccruals adjusted)	(8,998.20)		(3,666.72)	(12,664.92)
Transfers to stage 1				-
Transfers to stage 2				-
Transfers to stage 3	(787.72)		787.72	-
Amounts written off		(78.91)	(3,241.06)	(3,319.97)
Gross carrying amount closing balance	4,844.79	-	1,873.27	6,718.06

Particulars	Year ended March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	20,554.16	-	7,218.82	27,772.98
Portfolio additions on account of BusinessCombination	-	-	-	-
Restated Balance as on April 01, 2022	20,554.16	-	7,218.82	27,772.98
New assets originated or purchased	7,754.24	-	400.79	8,155.03
Assets derecognised or repaid (excluding writeoffs and includes interestaccruals adjusted)	(17,594.10)	-	(53.03)	(17,647.13)
Transfers to stage 1	-	-	-	-
Transfers to stage 2	(78.91)	78.91	-	-
Transfers to stage 3	(426.74)	-	426.74	-
Amounts written off				-
Gross carrying amount closing balance	10,208.64	78.91	7,993.33	18,280.89

5.5 Reconciliation of ECL balance is given below:

Particulars	Year ended March 31, 2024			
	Stage 1	Stage 2	Stage 3	Total
ECL Allowance - opening balance	265.22	39.46	7,343.33	7,648.01
New assets originated or purchased	47.73		560.61	608.34
Transfers to stage 1				-
Transfers to stage 2				-
Transfers to stage 3	(39.39)		39.39	-
Provision no longer required	(135.19)	(39.46)	(6,070.06)	(6,244.71)
ECL Allowance - closing balance	138.37	-	1,873.27	2,011.64

Particulars	Year ended March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total
ECL Allowance - opening balance	98.44	-	5,280.19	5,378.64
New assets originated or purchased	104.06	-	0.79	104.85

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Transfers to stage 1	134.13	-	-	134.13
Transfers to stage 2	(9.64)	39.46	-	29.81
Transfers to stage 3	(9.09)	-	2,115.37	2,106.28
Provision no longer required	(52.69)	-	(53.03)	(105.71)
ECL Allowance - closing balance	265.22	39.46	7,343.33	7,648.01

5.6 The table below summarises the gross carrying values and associated allowances for expected credit loss (ECL) stage wise for loan portfolio:-

As at 31st March 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	4,844.79	-	1,873.27	6,718.06
Allowance for ECL	138.37	-	1,873.27	2,011.64
ECL Coverage Ratio	2.86%	0.00%	100.00%	29.94%

As at 31st March 2023

Particulars	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	10,208.64	78.91	7,993.33	18,280.89
Allowance for ECL	265.22	39.46	7,343.33	7,648.01
ECL Coverage Ratio	2.60%	50.00%	91.87%	41.84%

5. Loans (at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
(A) (i) Term Loans	6,718.06	18,280.89
(ii) Others	-	-
(iii) Staff Loan	27.52	36.80
Total (A) - Gross	6,745.59	18,317.69
Less: Impairment loss allowance	1,873.27	7,343.33
Total (A) - Net	4,872.31	10,974.36
(B) (i) Secured by tangible assets	-	10,486.79
(ii) Unsecured	-	7,830.90
Total (B) - Gross	-	18,317.69
Less: Impairment loss allowance	2,269.37	7,343.33
Total (B) - Net	(2,269.37)	10,974.36
(C) (i) Loans in India	-	-
(a) Public sector	-	-
(b) Others	6,745.59	18,317.69
Total (C) - Gross	6,745.59	18,317.69
Less: Impairment loss allowance	1,873.27	7,343.33
Total(C)-Net	4,872.31	10,974.36

Note: There is no loan asset measured at FVOCI or FVTPL or designated at FVTPL

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

6 Investment

(Amount in ₹ lakhs)

Sr. No.	Particulars	31st March 2024				31st March 2023				
		Amortised Cost	At Fair Value Through OCI	Through P&L	Others (At Cost)	TOTAL	Amortised Cost	At Fair Value Through OCI	Through P&L	Others (At Cost)
1	Mutual Funds	-	-	-	-	-	-	-	-	-
2	Government Securities	-	-	-	-	-	-	-	-	-
3	Others	-	-	-	-	-	-	-	-	-
4	Approved Securities	-	-	-	-	-	-	-	-	-
5	Debt Securities:	-	-	8,669.42	-	8,669.42	-	-	-	-
a)	Cumulative, Redeemable Preference Share of BILT	-	-	226.97	-	226.97	-	-	-	-
b)	Secured, Redeemable, Non-convertible Debentures of BILT	-	-	8,442.45	-	8,442.45	-	-	-	-
6	Equity Instrument:	-	-	13,727.74	-	13,727.74	-	11,075.51	-	11,075.51
a)	Equity shares of Nirmal Reality Private Limited	-	-	-	-	-	-	-	-	-
b)	Preference Shares of Suraksha Reality Limited	-	-	-	-	-	-	11,075.51	-	-
c)	Trading In Equity	-	-	13,727.74	-	-	-	-	-	-
d)	Investment in Security Receipt	-	-	-	-	-	-	-	-	-
7	Subsidiaries:	-	-	-	-	2,850.12	-	-	-	-
a)	Equity Shares of Krihaan Texchem Pvt Ltd	-	-	-	1.00	1.00	-	-	1.00	-
	Less: Elimination (on Consolidation)	-	-	-	(1.00)	(1.00)	-	-	(1.00)	-
b)	Equity Shares of Digjam Limited	-	-	-	1,800.00	1,800.00	-	-	1,800.00	-
	Less: Elimination (on Consolidation)	-	-	-	(1,800.00)	(1,800.00)	-	-	(1,800.00)	-
c)	Preference Shares of Digjam Limited	-	-	-	-	-	-	-	2,700.00	-
	Less: Elimination (on Consolidation)	-	-	-	-	-	-	-	(2,700.00)	-
d)	Equity Shares of BILT	-	-	-	2,805.00	2,805.00	-	-	-	-
e)	Equity Contribution in Preference Shares of BILT	-	-	-	45.12	45.12	-	-	-	-
e)	Equity Share of Leguino (Refer Note 7.2)	-	-	-	1.00	1.00	-	-	-	-
	Less: Elimination (on Consolidation)	-	-	-	(1.00)	(1.00)	-	-	-	-
8	Associates	-	-	-	-	-	-	-	-	-
9	Joint Ventures	-	-	-	-	-	-	-	-	-
10	Others:	-	-	-	4,229.68	4,229.68	-	-	4,229.68	4,229.68
a)	Investment in Security Receipt	-	-	-	4,229.68	4,229.68	-	-	4,229.68	4,229.68
TOTAL		-	-	13,727.74	2,850.12	29,476.97	-	-	11,075.51	15,305.19
	- In India	-	-	-	-	29,476.97	-	-	-	15,305.19
	- Outside India	-	-	-	-	-	-	-	-	-
TOTAL		-	-	-	-	29,476.97	-	-	-	15,305.19

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

- 6.1 The dividends of Rs.68.13 lakhs (March 31, 2023: Rs.79.37 lakhs) received from investments in shares are recorded as dividend income.
- 6.2 The company has implemented the approved resolution plan of Ballarpur Industries Ltd (BILT) and has acquired 51% stake in BILT vide Corporate Insolvency Resolution Process during the current financial year ended 31/3/2024. As per the resolution plan, the new management of BILT is under the process of commencing commercial operations and has forecasted cash flows for the future. As the investments made by the Company are strategic and of long-term nature, the company has not tested for impairment of these investments.
- 6.3 During the financial year ended March 31, 2024, the Company has successfully implemented the approved resolution plan and acquired a 51% stake in Ballarpur Industries Ltd (BILT) through the Corporate Insolvency Resolution Process (CIRP). Consequently, BILT has become a subsidiary of the Company. However, due to the unavailability of requisite financial data of BILT, the financial statements of BILT could not be prepared and consolidated with the financial statements of the Company for the year ended March 31, 2024.
- 6.4 The approved Resolution plan has been implemented by the company for Genesis Resorts Private Limited. through its wholly owned subsidiary Legguino India Pvt. Ltd.

7. Other financial assets

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Unsecured, considered good		
Deposits	6.98	416.83
Bank deposits (with more than 12 months maturity)	1,539.36	-
Other advances	-	1,025.95
Security Deposit	494.08	-
Other Receivables	37.55	41.88
Interest Receivable	5.44	
Staff Bill recovery	0.03	
Other Deposit	0.66	
	2,084.10	1,484.66

8. Inventories

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Raw Materials	1,002.79	1,399.72
Work in progress	2,707.38	3,724.02
Finished Goods	8,438.93	5,205.73
Stock-in-trade (trading goods)	2,734.45	2,978.76
Stores and Spares	1,019.66	497.73
	15,903.20	13,805.95

9. Current tax Asset (Net)

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Income Tax Advance	1,679.45	788.45
Less: Provision for Income Tax	(3,040.68)	(1,800.52)
TDS Receivable	1,888.19	1,660.49
	526.95	648.42

10. Deferred tax Asset/(Liability)

(Amount in ₹ lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Deffered Tax Asset/(liability)	(2,123.01)	288.88
Deferred tax assets (net)	(2,123.01)	288.88

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

11 Investment property

(Amount in ₹ lakhs)

Mar-24

Particulars	Gross Block				
	Balance as at 01 April 2023	Adjustment	Additions	Sales/ Deduction	Balance as at 31 March 2024
Land	123.41				123.41
Building	441.32				441.32
TOTAL	564.73	-	-	-	564.73

(Amount in ₹ lakhs)

Particulars	Accumulated Depreciation				
	Balance as at 01 April 2023	During the year	Adjustment	Sales/ Deduction	Balance as at 31 March 2024
Land	-				-
Building	75.27	34.85			110.12
TOTAL	75.27	34.85	-	-	110.12

Particulars	Net Block	
	Balance as at 31 March 2024	Balance as at 01 April 2023
Land	123.41	123.41
Building	331.20	366.05
TOTAL	454.61	489.46

Mar-23

Particulars	Gross Block				
	Balance as at 01 April 2022	Adjustment	Additions	Sales/ Deduction	Balance as at 31 March 2023
Land	123.41				123.41
Building	435.17	6.15			441.32
TOTAL	558.58		-	-	564.73

Particulars	Accumulated Depreciation				
	Balance as at 01 April 2022	During the year	Adjustment	Sales/ Deduction	Balance as at 31 March 2023
Land					-
Building	32.86	38.24	4.17	-	75.27
TOTAL	32.86	38.24	4.17	-	75.27

Particulars	Net Block	
	Balance as at 31 March 2023	Balance as at 01 April 2022
Land	123.41	123.41
Building	366.05	402.31
TOTAL	489.46	525.72

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

The Company has not revalued any of its property, plant and equipment during the year ended March 31, 2024 and year ended March 31, 2023. Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/reversals is nil

(i) Amounts recognised in Statement of Profit and Loss for Investment property

(Amount in ₹ lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Rental income from investment property	-	-
Direct operating expenses arising from investment property that generated rental income during the year	-	-
Direct operating expenses arising from investment property that did not generate rental income during the year		
Profit from investment property before depreciation	-	-
Depreciation charge for the year	34.85	42.41
Profit from investment property after depreciation	(34.85)	(42.41)

(ii) Contractual obligations

The Company has no contractual obligations to purchase, construct or develop investment property. However, the responsibility for its repairs, maintenance or enhancements is with the Company.

(iii) Fair value

The company has not revalued its Investment Property as the management is of the opinion that the fair value as at 31st March, 2024 is approximately same as on 31st March 2023 is Rs. 1249.42 lakhs.

The fair value of the investment properties as on 31st March 2023 has been determined by an external independent property valuer, Having appropriate professional qualification and experience in the location and category of property being valued.

(iv) Pledged details

The company has not pledged its Investment Property.

12 Property Plant and Equipment

Mar-24

(Amount in ₹ lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 1st April 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 1st April 2023	Charge for the year	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023
Electric Equipment	1,389.46	0.69	-	1,390.15	1,216.35	54.92	-	1,271.27	118.88	173.11
Computers & Servers	84.80	36.05	-	120.85	41.98	29.33	-	71.32	49.53	42.82
Vehicles	186.34	0.09	-	186.43	158.14	7.58	-	165.73	20.70	28.19
Land (incl. Revaluation)	16,346.57	-	-	16,346.57	-	-	-	-	16,346.57	16,346.57
Buildings (incl. Revaluation)	24,157.06	117.99	-	24,275.04	5,489.48	840.96	-	6,330.44	17,944.61	18,667.58
Plant and Equipment	33,365.07	1,553.71	132.62	34,786.16	8,460.84	2,875.70	37.60	11,298.94	23,487.22	24,904.23
Furniture and Fixtures	1,831.24	89.90	-	1,921.14	1,645.84	52.66	-	1,698.50	222.64	185.40
Office Equipments	105.06	17.25	-	122.32	55.23	19.23	-	74.45	47.86	49.84
Information Technology	177.19	-	-	177.19	174.62	1.62	-	176.24	0.94	2.56
TOTAL	77,642.80	1,815.67	132.62	79,325.85	17,242.49	3,882.00	37.60	21,086.89	58,238.96	60,400.30

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Non-Current Assets Held for Sale

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2023	Charge for the year	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023
Land	5,056.38			5,056.38		-				
Building	332.30			332.30		-				
TOTAL	5,388.68			5,388.68						

Mar-23

(Amount in ₹ lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 1st April 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 1st April 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
Electric Equipment	138.39	2.53	-	140.92	33.75	23.12	-	56.87	84.05	104.63
Computers & Servers	50.66	34.14	-	84.80	23.67	18.31	-	41.98	42.82	26.99
Vehicles	180.96	11.92	-	192.88	146.71	17.97	-	164.69	28.19	34.25
Land (incl. Revaluation)	15,941.88	615.15	5,056.38	11,500.65	-	-	-	-	11,500.65	15,941.88
Buildings (incl. Revaluation)	9,189.55	28.23	892.42	8,325.36	584.97	311.77	170.18	726.55	7,598.80	8,604.58
Plant and Equipment	31,126.04	437.47	69.27	31,494.24	4,408.02	2,670.69	40.45	7,038.26	24,455.98	26,718.01
Furniture and Fixtures	74.29	13.91	1.83	86.37	26.22	3.66	1.46	28.42	57.95	48.07
Office Equipments	54.69	37.35	15.63	76.41	33.64	8.60	12.29	29.95	46.47	21.05
TOTAL	56,756.45	1,180.70	6,035.53	51,901.63	5,256.99	3,054.11	224.39	8,086.72	43,814.91	51,499.45

Non-Current Assets Held for Sale

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 31st March 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
Land		5,056.38		5,056.38		-			5,056.38	
Building		332.30		332.30		-			332.30	
TOTAL		5,388.68		5,388.68					5,388.68	

Mar-23

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 1st April 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 1st April 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
FFSPL:										
Electric Equipment		5.09		5.09	2.08	0.79		2.88	2.22	3.01
Computers & Servers		2.38	1.58	3.96	1.65	0.72		2.37	1.59	0.73
Vehicles		109.92		109.92	93.59	5.37		98.97	10.96	16.33
Digjam Ltd.:										
Land (incl. Revaluation)		10,374.91		5,056.38	5,318.53	-	-	-	5,318.53	10,374.91
Buildings (incl. Revaluation)		1,361.51	28.23	892.42	497.32	282.76	32.57	170.18	145.15	352.17

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 1st April 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 1st April 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
Plant and Equipment	1,444.11	30.79	46.72	1,428.18	1,161.84	62.15	38.75	1,185.25	242.93	282.27
Furniture and Fixtures	15.10	-	1.83	13.27	14.71	0.02	1.46	13.26	0.00	0.39
Vehicles	17.44	-	-	17.44	16.48	0.09	-	16.57	0.87	0.96
Office Equipments	32.54	30.42	15.63	47.33	18.34	7.20	12.29	13.25	34.08	14.20
Krihaan:										
Land	5,566.97	615.15		6,182.12	-			-		
Buildings	7,828.03			7,828.03	302.21	279.20		581.41		
Plant & Machinery	29,681.93	406.67	22.55	30,066.06	3,246.18	2,608.54	1.70	5,853.02		
Electrical Fittings	133.29	2.53		135.82	31.67	22.32		53.99		
Office Equipment	22.15	6.93		29.08	15.30	1.40		16.70		
Furniture and Fixtures	59.20	13.91		73.11	11.52	3.64		15.16		
Vehicles	53.60	11.92		65.51	36.64	12.52		49.15		
Computer	48.27	32.56		80.84	22.02	17.59		39.61		
TOTAL	56,756.45	1,180.70	6,035.53	51,901.63	5,256.99	3,054.11	224.39	8,086.72	5,963.36	11,771.54

13. Disclosure under Ind AS 116: Leases

i) Right of Use Assets (ROU)

Mar-24

(Amount in ₹ lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 31st March 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2023	Charge for the year	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023
Office Premises	14.00	12.87		26.87	4.05	17.94		21.98	4.89	9.95
Leasehold Building	87.18	701.11		788.29	33.22	56.01		89.23	699.05	53.95
TOTAL	101.18	713.98	-	815.16	37.27	73.94	-	111.21	703.95	63.91

Mar-23

(Amount in ₹ lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 31st March 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022
Office Premises	-	22.07	8.07	14.00	-	12.11	8.07	4.05	9.95	-
Leasehold Building	-	87.18	-	87.18	-	33.22	-	33.22	53.95	-
TOTAL	-	109.24	8.07	101.18	-	45.34	8.07	37.27	63.91	-

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

ii) Movement in lease liabilities

Mar-24

(Amount in ₹ lakhs)

Particulars	Opening Balance as on 1st April 2023	Additions	Gain/ (Loss) on remeasurement	Finance Cost	Payment of Lease Liability	Closing Balance as on 31st March 2024
Office Premises	6.39	12.87		1.43	16.98	3.71
Leasehold Building	53.05	682.17		13.34	61.39	687.18
Total:	59.45	695.04	-	14.77	78.37	690.88

Mar-23

(Amount in ₹ lakhs)

Particulars	Opening Balance as on 1st April 2022	Additions	Gain/ (Loss) on remeasurement	Finance Cost	Payment of Lease Liability	Closing Balance as on 31st March 2023
Office Premises	-	25.54	8.30	1.48	12.33	6.39
Leasehold Building	-	86.88	-	6.95	40.77	53.05
Total:	-	112.42	8.30	8.43	53.10	59.45

iii. Maturity analysis of lease liabilities

(Amount in ₹ lakhs)

Particulars	As on 31st March 2024	As on 31st March 2023
Less than one month	1.13	3.38
Between one and three months		5.32
Between three months and one year	180.59	27.04
Between one and five years	509.16	23.70
Total lease liabilities	690.88	59.44

Particulars	As on 31st March 2023	As on 31st March 2022
Less than one month	3.38	-
Between one and three months	5.32	-
Between three months and one year	27.04	-
Between one and five years	23.70	-
Total lease liabilities	59.44	-

iv. Amount Recognised in Profit & Loss

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Depreciation charge of right-of-use assets (included in depreciation, amortisation and impairment)	(73.94)	(45.3)
Interest expense (included in finance costs)	(14.8)	(8.4)
Gain/(Loss) on remeasurement of lease liability	-	8.3

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	31st March 2023	31st March 2022
Depreciation charge of right-of-use assets (included in depreciation, amortisation and impairment)	(45.3)	-
Interest expense (included in finance costs)	(8.4)	-
Gain/(Loss) on remeasurement of lease liability	8.3	-

v. The total cash outflow for leases during the year (Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Total cash outflow for Leases	78.37	53.10

Particulars	31st March 2023	31st March 2022
Total cash outflow for Leases	53.10	-

14 Capital Work In Progress (Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Capital Work In Progress (Including Pre-operative Expenditure Pending allocation / Capitalisation)		
Capital Work In Progress	2,058.49	1,973.95
	2,058.49	1,973.95

(Amount in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Balance at the beginning and end of the year	1,973.95	1,896.50
Additions	1,600.52	79.65
Deletions	1,515.99	2.20
Closing Balance	2,058.49	1,973.95

(a) Ageing schedule for Capital-work-in progress as on March 31, 2024 (Amount in ₹ lakhs)

CWIP	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	164.19				164.19
Projects temporarily suspended	-	-	200	1,694	1,894.30
Total	164.19	-	199.97	1,694.33	2,058.49

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(a) Ageing schedule for Capital-work-in progress as on March 31, 2023

(Amount in ₹ lakhs)

CWIP	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	79.65	-	-	-	79.65
Projects temporarily suspended	-	199.97	256.37	1,437.95	1,894.30
Total	79.65	199.97	256.37	1,437.95	1,973.95

(c) Expected date of Completion lying capital work in progress which are delayed is as below:

Mar-24

(Amount in ₹ lakhs)

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Manufacturing Unit	379.65	3,305.70	-	-
Total	379.65	3,305.70	-	-

Mar-23

(Amount in ₹ lakhs)

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Manufacturing Unit	300.00	3,605.70	-	-
Total	300.00	3,605.70	-	-

15 Goodwill

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Goodwill*	-	5.51
	-	5.51

*Note: Goodwill has arisen out of Consolidation of Krihaan and RNT. During the current year the company has acquired Genesis Resorts Pvt. Ltd. Through its wholly owned subsidiary Legguino India Pvt. Ltd. The Capital Reserve arisen on these acquisition includes goodwill.

16 Other Intangible Asset

Mar-24

Particulars	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at 1st April 2023	Additions	Deductions	Balance as at 31st March 2024	Balance as at 1st April 2023	Charge for the year	Deductions	Balance as at 31st March 2024	Balance as at 31st March 2024	Balance as at 31st March 2023	
Software- License	5.90			5.90	0.20	1.97		2.18	3.72	5.70	
Software	34.02	16.44	-	50.46	16.02	5.84	-	21.86	28.60	18.00	
	39.92	16.44	-	56.36	16.23	7.81	-	24.03	32.32	23.70	

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Mar-23

Particulars	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at 1st April 2022	Additions	Deductions	Balance as at 31st March 2023	Balance as at 1st April 2022	Charge for the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2023	Balance as at 31st March 2022	
Software- License	-	5.90	-	5.90	-	0.20	-	0.20	5.70	-	
Software	21.58	16.91	-	38.50	19.36	1.14	-	20.49	18.00	2.23	
	21.58	22.81	-	44.40	19.36	1.34	-	20.70	23.70	2.23	

17 Other non-financial assets

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Prepaid Expenses	61.02	51.21
Capital Advances	1,924.80	1,925.30
Professional Tax Excess Paid	-	-
Input Tax Receivable - GST	40.58	1,477.07
Other receivable	14.63	3.35
Advances to suppliers	444.42	440.61
Less: Impairment on advances	(49.91)	(49.91)
TDS on purchases	-	-
Deposit with Government Authority	1,548.35	-
Export Benefit Available	132.16	60.09
Licence Fees (MPCB)	15.65	-
Import / Export Certificate	-	-
Other non-financial asset	1.57	-
Less: Impairment provision	(17.22)	-
	4,116.05	3,907.72

18 Other non-financial assets

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Payables		
(I) Trade Payables	3,329.42	4,142.30
- Total outstanding dues of micro enterprises and small enterprises	219.76	17.14
- Total outstanding dues of creditors other than micro enterprises and small enterprises	3,109.65	4,125.16
(II) Other Payables	310.20	266.12
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	310.20	266.12
	3,639.61	4,408.42

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Trade Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2024					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	75.77	143.51	0.49	-		219.77
(ii) Others	464.59	2,577.85	261.53	115.88		3,419.85
(iii) Disputed dues – MSME						-
(iv) Disputed dues - Others						-
TOTAL	540.36	2,721.36	262.01	115.88	-	3,639.61

Trade Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2023					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	5.43	11.70				17.13
(ii) Others	1,561.35	2,228.44	597.26		4.23	4,391.28
(iii) Disputed dues – MSME						-
(iv) Disputed dues - Others						-
TOTAL	1,566.78	2,240.14	597.26	-	4.23	4,408.41

Trade Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2022					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME		24.33				24.33
(ii) Others	371.78	6,236.90	1.84		4.09	6,614.61
(iii) Disputed dues – MSME						-
(iv) Disputed dues - Others						-
TOTAL	371.78	6,261.23	1.84	-	4.09	6,638.93

Trade Payables ageing schedule

(Amount in ₹ lakhs)

Particulars	31st March 2021					TOTAL
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME						
(ii) Others		1,422.93	1,520.33			2,943.25
(iii) Disputed dues – MSME						
(iv) Disputed dues - Others						
TOTAL	-	1,422.93	1,520.33	-	-	2,943.25

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

19. Details of Debt Securities: (at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Non Convertible debentures (Unsecured)	23,252.88	21,653.86
Total (A)	23,252.88	21,653.86
Debt securities in India	23,252.88	21,653.86
Debt securities outside India		
Total (B)	23,252.88	21,653.86

20. Borrowings (Other than Debt Securities - at amortised cost)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
(a) Term loans	-	
Secured		
(i) from banks	660.51	
(ii) from other parties	-	-
Unsecured		
(i) from banks	-	-
(ii) from other parties (unsecured)	25.75	5,206.02
(b) Loans from related parties (unsecured)(Refer note a below)	54,387.69	41,527.36
(c) Loans repayable on demand (Unsecured)	-	
(i) from banks	-	-
(ii) from other parties	5,881.34	-
(d) Other loans (Unsecured)	-	
(e) Working Capital Loans	1,210.00	
Total (A)	62,165.29	46,733.38
Borrowings in India	62,165.29	46,733.38
Borrowings outside India		
Total (B)	62,165.29	46,733.38

21. Other Financial Liability

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Other Financial Liability		
Deposit Received from suppliers	-	
Deposit Received from customers	141.81	136.50
Deposit Received from Agents	-	4,104.61
Liability towards employee	329.06	233.51
Liability for expenses	-	-
Other Payable	417.41	548.55
Interest Payable	0.83	0.00
Interest Accrued on Borrowing	13.18	-
Customer Advances	-	-
Employees P F	-	-
Statutory Liability	-	-
Short term liability of Employee benefits	39.72	62.35
Long term liability of Employee benefits	332.17	452.57
Salary Payable	5.35	
Others	18.73	
	1,298.27	5,538.09

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

22. Current Tax Liability

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Income Tax Advance	-	
Less: Provision for Income Tax	-	
TDS Receivable	-	
TDS Payable	-	
	-	-

Details of Debt Securities:

As on March 2024

Particulars	Debenture Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures*	6,400	11,520	24/3/2027
Non-Convertible Debentures	10,000	23,000	28/9/2029

As on March 2023

Particulars	Debenture Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures*	17,500	31,500	24/3/2027
Non-Convertible Debentures	10,000	23,000	28/9/2029

* The Company has provided an early redemption option to its Debenture holders vide its notice dated March 10, 2023. Hence, out of total 175 Listed, Rated, Unsecured, Redeemable, Non-Convertible Debentures aggregating to Rs. 175 crores, consent was given for Rs. 111 Crore under the call option exercised by Finquest Financial Solutions Private Ltd, during the year ended 31st March, 2023.

Terms and Conditions for repayment of Borrowings:

Secured

- 1) The Term Loan Facility of Rs. 15.94 Crores (Sanctioned Limit) has been availed against Hypothecation of Current assets of the Company and Exclusive Charge over the specific assets charged by the Bank. The loan is repayable in 20 equal instalments of Rs. 33.03 lakhs starting from 21st December 2024 up to 4th October 2029.
- 2) The Working Capital Facility of Rs. 36 Crores (Sanctioned Limit) has been availed against Hypothecation of Current assets of the Company.

Note :-

- a. One of the Subsidiary has issued and allotted 7% Cumulative Non-Convertible Redeemable Preference Shares of Rs. 100, each, payable at par were allotted on March 19, 2021 having tenure of 7 years, but are not entitled to vote at the General Meeting of the Subsidiary Company unless dividend has been in arrears for minimum 2 years. For the purpose of determination/accrual of all rights (including the right of redemption), the date of allotment viz. March 19, 2021 is deemed to be the relevant date. The Preference Shares are non-participating and shall have preferential right to repayment in the case of winding up or repayment of capital of the amount of the Share Capital paid-up.

23. Provisions

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
- Gratuity	221.14	131.56
- Compensated absences	130.16	132.79
Provisions for taxation	-	-
NPA Provisions	1,873.27	7,343.33
Standard Assets	138.37	304.68
Provisioin for TDS On Interest	-	-
Provision for expenses	2,427.22	2,994.50
Provision for Bonus	67.89	
Provision for sales return	4.35	
	4,862.40	10,906.85

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

24. Deferred tax Liability

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Deffered tax Liability	-	-
Total	-	-

25. Other non- financial liabilities

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Advance against land	-	2,421.00
Advance from Customers	677.51	1,454.45
Employees P F	24.60	17.40
E S I C	3.84	2.16
Professional Tax on Salary	1.35	0.86
Other liabilities	3.90	3.89
Statutory liabilities	157.07	207.28
TDS Payable	19.01	
Other Current Liability	278.06	
	1,165.34	4,107.04

26. Equity share capital

(Amount in ₹ lakhs)

Particulars	31st March, 2024	31st March, 2023
Authorized Equity shares		
32,000,000 (31 March 2021: 32,000,000) Equity Shares of Rs.10 each	3,200	3,200
1% Redeemable Optionally Convertible Cumulative Preference Shares of Rs.100000/- Each	1000	1000
	4,200	4,200
Issued, Subscribed and fully Paid up Equity Shares		
31,900,000 (31 March 2021: 31,900,000) Equity Shares of Rs.10 each	3,190	3,190
	3,190	3,190

(a) Reconciliation of number of shares

Particulars	31st March, 2024		31st March, 2023	
	No of shares	Rupees	No of shares	Rupees
Balance at the beginning of the year				
Equity Shares	31,900,000	3,190.00	31,900,000	3,190.00
Add: Shares Issued during the year				
Equity Shares	-	-	-	-
Balance at the end of the year				
Equity Shares	31,900,000	3,190.00	31,900,000	3,190.00

(b) Reconciliation of Equity Share Capital

Sr. no.	Particulars	31st March, 2024	31st March, 2023
(A)	Balance at the beginning of the current reporting period	3,190.00	3,190.00
(B)	Changes in Equity Share Capital due to prior period errors	-	-
(C)	Restated balance at the beginning of the current reporting period (A+B)	3,190.00	3,190.00
(D)	Changes in equity share capital during the current year	-	-
(E)	Balance at the end of the current reporting period (C+D)	3,190.00	3,190.00

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(c) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(d) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the Company

Details of shareholding	31 March 2024		31 March 2023	
	No. of shares held	% of holding	No. of shares held	% of holding
Equity shares of Rs. 10/- each				
Mr. Bharat Jayantilal Patel	-	-	-	-
Mrs. Minal Bharat Patel	20,625,421	64.66%	10,312,711	32.33%
Mr. Hardik Bharat Patel	10,312,711	32.33%	10,312,711	32.33%
Mr. Ruchit B. Patel	-	0%	10,312,710	32.33%
M/s Finquest Securities Private Limited	905,960	2.84%	905,960	2.84%

(e) Shareholding of Promoters

Promoter & Promoter Group	Relationship	Shares held at the end of the year		% Change during the year
		No. of Shares	% of Total Shares	
As at March 31, 2024				
Minal Patel	Promoter	20,625,421	64.66%	32.33%
Hardik Patel	Promoter	10,312,711	32.33%	0.00%
Ruchit Patel	Promoter	-	0.00%	-32.33%
As at March 31, 2023				
Hardik Patel	Promoter	10,312,711	32.33%	10.33%
Minal Patel	Promoter	10,312,711	32.33%	10.33%
Ruchit Patel	Promoter	10,312,710	32.33%	10.33%

27. Other Equity

A. Equity Share Capital

(Amount in ₹ lakhs)

Sr. No.	Particulars	31st March, 2024	31st March, 2023
A)	Balance at the beginning of the current reporting period	319,000,000.00	319,000,000.00
B)	Changes in Equity Share Capital due to prior period errors	-	-
C)	Restated balance at the beginning of the current reporting period (A+B)	319,000,000.00	319,000,000.00
D)	Changes in Equity Share Capital during the current period	-	-
E)	Balance at the end of the current reporting period (C + D)	319,000,000.00	319,000,000.00

Notes

for the year ended March 31, 2024
(All amounts are in rupees lakhs, except per share data and as stated otherwise)

B. Other Equity

(Amount in ₹ lakhs)

Particulars	Attributable to Shareholders of the company					Non-controlling Interest			Total
	Statutory Reserve (Note 1) (Other Reserves)	Securities Premium (Note 2)	Retained Earnings (Note 3)	Capital Reserve	Other Comprehensive Income (Note 4)	Equity Share Capital	Retained Earnings (Note 3)	Other Comprehensive Income (Note 4)	
Balance at the Beginning of the year 01 April 2022	2,857.94	13,349.60	3,867.89	9,486.83	14.60	200.00	214.47	3.17	417.64
Total Comprehensive Income for the year			(7,177.35)	677.82	11.24		(80.93)	3.25	(77.68)
Transfer to Statutory Reserve under Section 45-1C of RBI Act									-
Prior Period Adjustment			(2.83)						(2.83)
Closing Balance at the end of current financial year - 31st March 2023	2,857.94	13,349.60	(3,312.29)	10,164.66	25.84	200.00	133.53	6.43	339.96
Balance at the Beginning of the year 01 April 2023	2,857.94	13,349.60	(3,312.29)	10,164.66	25.84	200.00	133.53	6.43	339.96
Total Comprehensive Income for the year			10,912.70		(19.26)		(120.69)	(1.62)	(122.31)
Transfer to Statutory Reserve under Section 45-1C of RBI Act	2,345.52		(2,345.52)						
Unrealised gain on sale of inventories			(1.71)						(1.71)
Gain on Bargain Purchase				8,039.67					8,039.67
Deduction									-
Closing Balance at the end of current financial year - 31st March 2024	5,203.46	13,349.60	5,253.18	18,204.32	6.58	200.00	12.85	4.81	217.65

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

28. Interest Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Interest on loans	1,532.47	1,807.49
Interest on Deposit (Leased Asset)	0.85	0.46
Interest on Bank Guarantee	-	-
Interest on FDR	258.52	170.85
Interest on NCD	636.68	
Interest on Preference Shares	12.10	
Other Interest Income	28.41	16.53
	2,469.02	1,995.32

29. Dividend Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Dividend on Investment	68.13	79.37
	68.13	79.37

30. Net Gain/(Loss) on Fair Value Changes

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
(A) Net gain/ (loss) on financial instruments at fair value through profit or loss:		
(i) On trading portfolio	-	-
- Investments	5,480.09	(2,878.34)
- Derivatives	-	-
- Others	-	-
(ii) On financial instruments designated at fair value through profit or loss	-	-
(B) Others		
Profit on sale of Investment	(0.75)	9.36
(C) Total Net Gain/(Loss) on fair value change	5,479.34	(2,868.97)
Fair Value Change:		
- Realised		(90.14)
- Unrealised		(2,778.83)
(D) Total Net Gain/(Loss) on Fair Value Changes	-	(2,868.97)

31. Sale of Goods

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Sale of Goods	43,025.26	43,917.35
	43,025.26	43,917.35

32. Other Operating Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Gain in part on realisation of Stressed asset	508.22	-
Profit on sale of Shares and Securities	6,007.91	-
Processing Charges	-	-
Export Incentive, etc.	304.05	202.71
Sales Of Waste & Scrap Material	137.92	126.77
Sale of services	-	161.42
Other Operating Income	24.90	-
	6,983.00	490.90

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

33. Other Income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Gain on lease modification	-	7.03
Miscellaneous Income	-	17.82
Exchange Gain (Net)	93.34	87.72
Profit on sale of Property, Plant and Equipment	70.02	73.20
Excess Liabilities/Provisions Written Back (Net)	-	15.37
Miscellaneous Income	19.90	29.00
Other Non operating Income (Net of Expenses)	267.42	-
Interest on Income Tax refund	1.51	-
Gain on De recognition of FL	0.47	-
	452.65	230.13

34. Finance Costs

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Interest (other than debt securities)	136.60	164.19
Interest on Working Capital Loans/Short term Borrowings	268.70	
Interest on Lease Liability	14.77	8.43
Bank charges	0.08	4.16
Other Interest	5.78	
Unwinding Interest on Borrowing	103.59	
Debenture Premium Cost	1,879.48	2,779.70
	2,409.00	2,956.47

35. Impairment on financial instruments

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
A) On Financial instruments measured at amortised cost		
Loans	(5,636.37)	2,269.37
Provision for Expected Credit loss	(5,636.37)	2,269.37
Contingent Provision against Standard Assets		
Bad Debts		
Investments	-	-
Others	-	-
	(5,636.37)	2,269.37

The table below shows the ECL charges on financial instruments for the year recorded in the statement of profit and loss based on evaluation stage:

For the Year Ended March 31, 2024

(Amount in ₹ lakhs)

Particulars	General approach			Simplified Approach	Total
	Stage 1- Collective	Stage 2- Collective	Stage 3- Collective		
Loans and advances to customers measured at amortised cost	(126.85)	(39.46)	(5,470.06)	-	(5,636.37)
Investments					
Others					
Total	(126.85)	(39.46)	(5,470.06)	-	(5,636.37)

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

For the Year Ended March 31, 2023

(Amount in ₹ lakhs)

Particulars	General approach			Simplified Approach	Total
	Stage 1-Collective	Stage 2-Collective	Stage 3-Collective		
Loans and advances to customers measured at amortised cost		39.46	2,063.14	-	2,269.37
Investments					
Others					
Total		39.46	2,063.14	-	2,269.37

36. Cost of Material Consumed

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Cost of materials consumed	16,550.30	-
Opening Stock	91.00	545.32
Less : Purchase shown as Goods in Transit	-	-
Add: Purchases	403.74	18,839.98
Less: Closing Stock	-	(1,399.72)
	17,045.04	17,985.58

37. Purchases of Stock-in-Trade

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Polyester Tow Purchases	-	-
Wool Tops Purchases	-	-
Viscose Yarn Purchase	-	-
Yarn P/V Purchase	-	-
Dyes & Chemicals	-	-
General Store Consumables	-	-
Packing Materials	-	-
Cloth	32.75	586.00
Fabrics	-	5,316.00
Yarn	-	-
Polyester Tops	-	-
Packing Materials	-	-
Other purchases	-	-
Krihaan's Purchases	3,546.72	-
	3,579.47	5,902.00

38. Changes in inventories

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Raw material	-	-
Polyester Tow Purchases	-	-
Wool Tops Purchases	-	-
Viscose Yarn Purchase	-	-
Yarn P/V Purchase	-	-
Dyes & Chemicals	-	-
General Store Consumables	-	-
Packing Materials	-	-
Finished Goods	(3,109.77)	(1,821.05)
Work-in-progress	1,016.64	(162.76)
Stock-in-Trade	242.17	(517.58)
Stores and Spares	-	-
Waste/Scrap (Net Realisable Value)	-	-
	(1,850.96)	(2,501.39)

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

39. Employee benefit expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Salaries, bonus and commission	6,682.27	5,609.26
Contribution to Provident and other funds	389.26	457.22
Staff welfare expenses	325.28	346.45
Gratuity Expense	130.12	74.36
Leave Encashment expenses	1.26	33.03
Exgratia	-	37.90
Employee Creditor Under IBC	19.97	
Other Expenses	4.83	
	7,552.99	6,558.22

40. Other expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Audit Fees (Refer Note A)	43.89	40.83
Conference Expenses	400.95	493.87
CSR Expenditure (Refer Note B)	27.10	20.00
Manufacturing Expenses	9,507.35	8,831.12
Franking/ Stamping Charges	-	-
Legal & Professional Fees	696.78	415.58
Loan Syndication fees	-	-
Printing & Stationery	40.26	30.58
Business Development Expenses	-	-
ROC Filing fees	0.38	1.40
Conveyance Expenses	42.35	172.65
Donations	-	-
Office Expenses	11.69	16.38
Rent	-	-
NCD Issuance and Listing Charges	-	-
Membership and Subscription fee	-	-
Other Expenses	63.59	119.74
Interest on Profession Tax	-	0.04
Provision for Doubtful Debts	43.60	158.44
Profession Tax	0.03	0.05
Penalty	1.20	1.10
Stamp Duty and registration	-	1.28
Gratuity and Leave Encashment Provision	-	-
GST credit on RCM	47.27	33.09
Security Charges	63.42	51.23
Power & Fuel	207.58	336.18
Packing charges	112.59	120.98
Repairs and maintenance expenses	168.36	258.89
Freight Charges	-	-
Rent	4.62	0.10
Guest House maintenace	-	-
House Keeping expenses	-	11.98
Insurance Expenses	71.18	70.16
Transportation for employees	12.01	242.27
Communication expenses	-	7.14
Advertisement and publicity expenses	235.93	69.24
Loss on disposal of Fixed Assets	0.01	5.26
Lease Expenses (short term)	19.53	22.39

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Freight & other Selling Expenses	31.03	49.67
Miscellaneous Expenses	414.58	83.36
Stores and Spares consumed	137.59	176.87
Electricity Expenses	4.21	
Processing Expenses	16.50	38.73
Provision for Expenses	-	49.91
Directors Fees	6.90	6.75
Rates & Taxes	161.00	106.68
Brokerage, Rebate, Discount & Commission	103.31	126.95
Foreign Exchange Loss	-	0.57
Sundry Deposits written off	17.22	
Bank Charges	19.40	12.39
Courier Charges	-	57.51
Gst Expenses	6.00	29.83
Internet & Website Expenses	-	9.12
Agency Commission	1,188.14	1,423.50
Lodging & Boarding Expenses	-	55.11
Sales Promotion, Designing & Books	-	185.81
Watch & Ward Expenses	-	37.67
Sebi Fees	0.24	
Travelling, Communication And Conveyance	429.76	
Provision for stores and spares obsolesence	26.00	
Demat Account Expnses	0.10	
Interest For Deferment of advanced tax	31.85	
Interest On Tds	2.85	
Writeoff	3,110.78	
Power and Fuel	-	
Share issue expenses	2.50	
Provision for Deposits	-	
Interest for Default of advance Tax	34.70	
	17,566.32	13,982.40

Note A:- Payment to Auditors

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
As auditors	10.00	31.00
For taxation matters	-	4.75
Reimbursement of expenses	0.19	5.08
	10.19	40.83

Note B:- CSR

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
i) Amount required to be spent by the company during the year	27.10	19.98
ii) Amount of expenditure incurred	27.10	20.00
iii) Shortfall at the end of the year	-	-
iv) Nature of Activity :-		
Contribution made to a Non-Profit organisation set up with an objective of developing the down trotted especially dalits, schduled caste, schduled tribes, minorities, BPL's and other backward communities, welfare of women, youth and child development through education, economic environment, skill, education, health and cultural programs.		

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

41. Tax Expenses

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Current tax expense		
Current tax for the year	1,240.16	-
Tax of earlier year		-
Deferred tax		
Net Deferred tax (income) /expense	2,413.47	416.59
Total Income tax expense	3,653.63	416.59

41.1 Tax Reconciliation

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Loss Before tax	16,754.14	(5,547.71)
Applicable Tax Rate	25.168%	25.17%
Tax amount at the enacted income tax rate	4,216.68	(105.37)
Increase/reduction in taxes on account of:	-	-
Tax impact of disallowance u/s 80G	-	-
Tax impact of items that will never be allowed	-	-
Tax impact of exempt income	-	-
Tax impact of Section 80IA benefit availed	-	-
Tax impact of Capital Gains	-	-
Deferred taxes on account of Property, Plant and Equipment	59.07	333.31
Deferred taxes on account of Expenses disallowed u/s 40(a)(ia) of Income tax act	33.91	(37.50)
Deferred taxes on account of Un-recognised business losses	434.89	(22.77)
Deferred taxes on account of Other temporary differences	(70.60)	(20.22)
Expenses not deductible in determining taxable profits	(462.16)	99.39
Deferred taxes on account of non creation of DTA in previous periods	-	-
Income allowed /Expenses disallowed	680.66	(709.78)
Income disallowed /Expenses allowed	1,275.55	873.60
Other Adjustments	(2,515.93)	
Income Tax expenses	3,652.05	410.67

42. Statement of other comprehensive income

(Amount in ₹ lakhs)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
(i) Items that will not be reclassified to profit or loss	-	-
Remeasurements of the defined benefit plans	(22.46)	8.58
Equity Instruments through Other Comprehensive Income		-
Others (Specify nature)	-	-
	(22.46)	8.58
(ii) Income tax relating to items that will not be reclassified to profit or loss	1.58	5.92
	1.58	5.92
(i) Items that will be reclassified to profit or loss	-	-
Other Comprehensive Income	(20.88)	8.58

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

43. Earnings per share

Basic earnings per share (EPS) is calculated by dividing the net profit for the year attributable to equity holders of Company by the weighted average number of equity shares outstanding during the year.

'Diluted EPS is calculated by dividing the net profit for the year attributable to equity holders of Company (after adjusting for interest on the convertible preference shares and interest on the convertible bond, in each case, net of tax) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

(Amount in ₹ lakhs)

Particulars	Year ended 31st March, 2024	Year ended 31st March, 2023
Net profit after tax as per Statement of profit and loss (in lakhs) (A)	10,792.01	(7,258.28)
Weighted average number of equity shares for calculating basic EPS (in lakhs) (B)	319.00	319.00
Weighted average number of equity shares for calculating diluted EPS (in lakhs) (C)	319.00	319.00
Basic earnings per equity share (in Rupees) (face value of Rs. 10/- per share) (A) / (B)	33.83	(22.75)
Diluted earnings per equity share (in Rupees) (face value of Rs. 10/- per share) (A) / (C)	33.83	(22.75)

44. Investment in Subsidiaries AND Associates

The Company has invested in the following entities:

Name of the entity	Relationship	Country of incorporation	Principal place of business	Principal activities	% Equity interest	
					As at 31st March 2024	As at 31st March 2023
Krihaan Texchem Private Limited	Subsidiary	India	India	Textile	100%	100%
Digjam Limited	Subsidiary	India	India	Textile	90%	90%
Ballarpur Industries Limited	Subsidiary	India	India	Textile	51%	NA
Leggiuno India Private Limited	Subsidiary	India	India	Textile	100%	NA

45. Contingent Liabilities:

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
Claim against company not acknowledged as debt	-	-
Guarantees excluding financial guarantees	-	-
In respect of Income Tax demands where company has filed appeal before various authorities	1,869.74	132.31
Total	132.31	278.66

46. Employee benefits plans:

(Amount in ₹ lakhs)

Particulars	31st March 2024			31st March 2023		
	FFSPL	Digjam Ltd	Krihaan	FFSPL	Digjam Ltd	Krihaan
Employer's Contribution to Provident Fund	0	87.64	167.39	0	93.77	261.40
Employer's Contribution to ESIC	0	25.57	42.89	0.00	23.58	41.75

A. Gratuity

Every employee is entitled to a benefit equivalent to fifteen days salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement whichever is earlier. The benefits vest after five years of continuous service.

The Company has a defined benefit plan for post-employment benefits in the form of Gratuity. Gratuity Benefits liabilities of the company are Unfunded. The Company accounts for gratuity based on an actuarial valuation which is carried out by an independent actuary as at the year end. The actuarial valuation method used by the independent actuary for measuring the liability is the Projected Unit Credit Method. Since the liabilities are unfunded, there is no Asset-Liability Matching strategy devised for plan.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amount recognised in the Company's financial statement as at the balance sheet date :

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(Amount in ₹ lakhs)

Particulars	31st March 2024	31st March 2023
A. Change in present value of obligations		
Liability at the beginning of the year		
Adjusted through retained earnings	6.25	5.26
Transfer in/ (out) obligation		
Current service cost	0.96	0.89
Interest cost	0.42	0.30
Actuarial losses / (gain)	0.11	0.22
Past service cost		
Benefits paid	-	(0.42)
Liability at the end of the year	7.74	6.25

Particulars	31st March 2024	31st March 2023
D. Expense recognized in the statement of profit and loss		
Current service cost	0.96	0.89
Interest cost	0.42	0.30
Past Service Cost		
Net gratuity expense	1.38	1.19
E. Remeasurements recognized in the OCI		
Actuarial (gain) / loss arising from	0.11	0.22
- experience adjustments	0.07	0.46
- actuarial assumptions	0.04	(0.24)

F. Actuarial Assumptions

Particulars	31 March 2024			31 March 2023		
	FFSPL	Digjam Ltd.	Krihaan	FFSPL	Digjam Ltd.	Krihaan
Discount Rate	7.15%	6.84%	7.00%	7.30%	6.33%	6.85%
Salary escalation rate	7.00%	6.00%	6.00%	7.00%	6.00%	6.00%
Attrition Rate - Age (Years)						
25 & below	20.00%	3.00%	10.00%	20.00%	1.00%	10.00%
25-35	20.00%	3.00%	8.00%	20.00%	1.00%	8.00%
35-45	20.00%	3.00%	6.00%	20.00%	1.00%	6.00%
45-55	20.00%	3.00%	4.00%	20.00%	1.00%	4.00%
55 & above	20.00%	3.00%	2.00%	20.00%	1.00%	2.00%
Mortality rate	Indian Assured Life Mortality (2012-14) Ultimate	Indian Assured Life Mortality (2012-14) Ultimate	Indian Assured Life Mortality (2006-08) Ultimate	Indian Assured Life Mortality (2012-14) Ultimate	Indian Assured Life Mortality (2006-08) Ultimate	Indian Assured Life Mortality (2006-08) Ultimate
Retirement Age	60 Years	60 Years	60 Years	60 Years	60 Years	60 Years

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.

The overall expected rate of return on assets is determined based on market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in weighted principal assumption are as below :

(Amount in ₹ lakhs)

Particulars	As on March 31, 2024					
	FFSPL		Digjam Ltd.		Krihaan	
	Increase	Decrease	Increase	Decrease	Increase	Decrease
Discount rate (100 bps movement)	7.62	7.87	(26.50)	29.32	203.13	224.38
Employee Turnover (100 bps movement)	-	-	1.82	(1.98)	211.64	215.12
Salary escalation rate (100 bps movement)	7.87	7.62	29.38	(27.03)	224.38	203.13

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	As on March 31, 2023					
	FFSPL		Digjam Ltd.		Krihaan	
	Increase	Decrease	Increase	Decrease	Increase	Decrease
Discount rate (100 bps movement)	6.16	6.34	(33.25)	36.57	118.93	132.16
Employee Turnover (100 bps movement)	6.25	6.25	2.45	(2.66)	123.74	126.87
Salary escalation rate (100 bps movement)	6.34	6.16	36.71	(33.97)	132.17	118.84

Sensitivity of significant actuarial assumptions is computed by varying one actuarial assumption used for the valuation of defined benefit obligations by 100 basis points, keeping all the other actuarial assumptions constant. Although the analysis does not take into account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumption shown.

B. Compensated absences

Particulars	31 March 2024			31 March 2023		
	FFSPL	Digjam Ltd.	Krihaan	FFSPL	Digjam Ltd.	Krihaan
A. Change in present value of obligations						
Liability at the beginning of the year	1.33	44.57	89.20	1.35	42.86	41.18
Adjusted through retained earnings						
Transfer in/ (out) obligation						
Current service cost	0.48	10.64	58.32	0.37	11.41	30.36
Interest cost	0.09	3.29	6.28	0.07	2.93	2.67
Actuarial losses / (gain)	0.42	(6.23)	(18.86)	(0.10)	6.04	34.96
Past service cost						
Benefits paid		(21.70)	37.67	(0.36)	(18.68)	(19.97)
Liability at the end of the year	2.32	30.57	172.61	1.33	44.57	89.20

47. Maturity Analysis of financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments.

Particulars	As at 31 March 2024			As at 31 March 2023		Total
	Contractual cash flows			Contractual cash flows		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	
Financial liabilities						
Trade Payables	3,329.42	-	3,329.42	3,902.89	5.67	3,908.56
Borrowings	54,407.20	7,758.10	62,165.29	49,811.90	2,766.00	52,577.90
Debt securities	2,018.27	21,234.60	23,252.88	-	21,653.86	21,653.86
Lease Liability	538.80	152.08	690.88	35.74	23.70	59.44
Other financial assets	1,608.46		1,608.46	5,023.19	-	5,023.19

48. Segment Reporting

The Parent is primarily engaged in the business of financing and Investing Activities and there are no separate reportable segments identified as per the Ind AS 108 - Operating Segments. Also the Subsidiary's business activity falls within a single business segment in terms of Ind AS 108 on "Operating Segments", the financial statement are reflective of information required by Ind AS 108.

49. Events after reporting date

There have been no events after the reporting date.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

50. Items of income and expenditure of exceptional nature

Particulars	For the year ended	
	March 31, 2024	March 31, 2023
Discrded Property, Plant and Equipment in the nature of a Building	-	389.94
Profit on disposal of Non-current Assets Held For Sales	632.32	-

51. Capital Management

The Company maintains an actively managed capital base to cover risks inherent in the business which includes issued equity capital, share premium and all other equity reserves attributable to equity holders of the Company.

As an NBFC, the RBI requires us to maintain a minimum capital to risk weighted assets ratio ("CRAR") consisting of Tier I and Tier II capital of 15% of our aggregate risk weighted assets. Further, the total of our Tier II capital cannot exceed 100% of our Tier I capital at any point of time. The capital management process of the Company ensures to maintain a healthy CRAR at all the times. Refer note 54.1 for the Company's Capital ratios.

The primary objectives of the Company's capital management policy are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years except those incorporated on account of regulatory amendments. However, they are under constant review by the Board. The Company has complied with the notification RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 "Implementation of Indian Accounting Standards."

52. Related Party disclosures as per Ind AS 24:

Promoters	
Minal Patel	
Hardik Patel	
Ruchit Patel	
Director & Key Managerial Personnel (KMP)	
Nature of relationship	
Hardik B. Patel	Managing Director
Ruchit B Patel	Director
Parashiva Murthy B S	Director
Dhiren S. Shah	Independent Director
Kalyani Sharma	Independent Director
Sri Duraiswamy Gunaseela Rajan	Independent Director (Digjam Limited)
Ms. Sudha Bhushan	Independent Director (Digjam Limited)
Sri Panchapakesan Swaminathan	Independent Director (Digjam Limited)
Sri Ajay Agarwal	Director (from May 26, 2022) (Digjam Limited)
Relative of Key Managerial Personnel (KMP)	
Nature of relationship	
Minal B Patel	Director's Relative
Shweta H. Patel	Director's Relative
C.L. Agarwal	Director's Relative
Other Related Parties	
Nature of relationship	
Finquest Properties Private Limited	Common Control
PAT Financial Consultants Pvt Ltd	Common Control
Finquest Securities Private Limited	Common Control
Nirmal Realty Pvt Ltd	Common Control
Unideep Properties Pvt Ltd	Common Control
Sukhwant Properties Private Limited	Common Control
Fidelity Multitrade Pvt Ltd	Common Control
Pasha Finance Pvt Ltd	Common Control
Ajay Agarwal	Director (Krihaan Texchem Private Limited)

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Sale of Investment

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Shweta H. Patel		19.47
Hardik Patel	3,185.23	
Total	3,185.23	19.47

Transactions with Related Parties of Capital Nature

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Loan From Directors (Unsecured)		
Hardik B. Patel	126.38	10,023.36
Minal Patel	6,355.00	-
Total	6,481.38	10,023.36

Loan From Other Related Parties (Unsecured)

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Ruchit Patel	245.00	7,175.00
Minal B Patel	22,244.57	19,830.57
Finquest ARC Pvt. Ltd.	0.05	18.95
Bharat B. Patel		1,519.34
Fidelity Multitrade Pvt Ltd	-	1,685.00
Total	22,489.62	30,228.86

Loan To Other Related Parties (Unsecured)

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Loan To Other Related Parties (Unsecured)		
Nirmal Realty Pvt Ltd	-	27.59
Ballarpur Industries Limited	22.31	-
Total	-	27.59

Outstanding Payable Balances at the end of financial year

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
a) Contribution		
Shree Digvijaya Woollen Mills Limited Employees Gratuity Fund	371.89	514.92
b) Other Payable		
Sri Ajay Kumar Agarwal		
Sri Vinayak Hoskote Rao		
Finquest Securities Pvt Ltd		
Total	371.89	514.92

Outstanding Payable Balances at the end of financial year

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Finquest Securities Pvt Ltd	-	4.92
Finquest Properties Pvt Ltd	-	56.00
Total	-	60.92

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Amount Received as loan from Related Party

Particular	Mar-22	Mar-21
Fidelity Multitrade Pvt. Ltd.	296,616	1,685
Hardik Bharat Patel	17,869	22,640
Ruchit Bharat Patel	1,775	2,400
Bharat Patel	-	2,031
Minal Patel	15,725	5,100
Pat Financial Consultants Pvt Ltd	-	1,875
Total	13,690,416	28,681,150

Loans repaid to related parties

Particular	Mar-22	Mar-21
Fidelity Multitrade Pvt. Ltd.	-	-
Hardik Bharat Patel	32,685	6,610
Ruchit Bharat Patel	-	-
Bharat Patel	-	5,159
Fidelity Multitrade Pvt. Ltd.	-	2,000
Pat Financial Consultants Pvt Ltd	-	1,875
Minal Patel	1,045	-
Total	33,730	15,644

Loan repaid by related parties

Particular	Mar-22	Mar-21
RNT Garments Pvt. Ltd	20	-
Total	20	-

The remuneration exclude gratuity funded through LIC, and leave obligation for which contribution/provision are not separately identified. There was no other transaction with them during the aforesaid period.

Transactions with Related Parties of Expense Nature

Interest Income on Loan Given

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Unideep Properties Private Limited	-	83.89
PAT	-	85.92
Total	-	169.81

Sitting Fees

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Sri D. G. Rajan	0.75	2.25
Sri P Swaminathan	0.70	2.05
Ms. Sudha Bhushan	0.85	2.45
Parashiva Murthy B S	1.50	1.60
Kalyani Sharma	1.80	0.65
Total	5.60	9.00

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Travelling Expenses

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Sri Hardik B. Patel	-	-
Sri Ajay Kumar Agarwal	-	2.13
Sri Ajay Agarwal	-	0.06
Sri Parashiva Murthy B S	-	0.05
Sri Vinayak Hoskote Rao	-	0.07
Total	-	2.31

Remuneration

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Sri Ajay Kumar Agarwal#	-	40.00
Sri Vinayak Hoskote Rao#	24.75	1.42
Sri Satish Shah#	-	8.92
Sri Punit A. Bajaj#	2.16	8.68
Hardik Patel	18.00	8.71
Sonali Chheda	0.69	-
Sri Ajay Agarwal	132.37	110.45
Total	177.97	178.18

Interest Expense on Loan Taken

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Pasha Finance Pvt Ltd	-	127.36
Fidelity Multitrade Pvt Ltd	-	29.61
Sukhwant Properties Pvt Ltd	-	10.50
Total	-	167.48

Contribution to post employment benefit fund (with LIC)

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Shree Digvijaya Woollen Mills Limited Employees Gratuity Fund	225.00	5.00
Total	225.00	5.00

Lease Rent

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Finquest Securities Pvt Ltd	3.72	3.72
Total	3.72	3.72

Reimbursement Expenses

Particular	For the year ended 31st, March 2024	For the year ended 31st, March 2023
Finquest Securities Pvt Ltd	7.58	5.78
Total	7.58	5.78

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

53 Financial instruments-fair value and risk management

A. Valuation Model

1) Accounting classification and fair values

As at 31 March 2024

(Amount in ₹ lakhs)

Particulars	FVTPL	Amortised Cost	Others (at cost)	Total
Financial Assets				
Cash and cash equivalents	-	11,942.75	-	11,942.75
Bank Balance other than (a) above	-	4,275.85	200.00	4,475.85
Loans and advances	-	6,745.59	-	6,745.59
Investments	22,397.16	-	7,079.80	29,476.97
Trade receivables	-	-	7,860.68	7,860.68
Other Receivables	-	-	2.00	2.00
Other financial assets	-	-	2,084.10	2,084.10
Financial Liabilities				
Payables	-	-	3,639.61	3,639.61
Borrowings (other than debt securities)	-	5,084.34	-	5,084.34
Debt securities				-
- Non-Convertible Debentures		23,252.88		23,252.88
Other financial liabilities		1,298.27		1,298.27

As at 31 March 2023

(Amount in ₹ lakhs)

Particulars	FVTPL	Amortised Cost	Others (at cost)	Total
Financial Assets				
Cash and cash equivalents	-	1,095.55	-	1,095.55
Bank Balance other than (a) above	-	3,540.86	25.00	3,565.86
Loans and advances	-	18,317.69	-	18,317.69
Investments	11,075.51	-	4,229.68	15,305.19
Trade receivables	-	-	9,842.77	9,842.77
Other Receivables	-	-	-	-
Other financial assets	-	-	1,484.66	1,484.66
Financial Liabilities				
Payables	-	-	4,408.42	4,408.42
Borrowings (other than debt securities)	-	18,208.47	28,524.91	46,733.38
Debt securities	-	-	-	-
- Non-Convertible Debentures	-	21,653.86	-	21,653.86
Other financial liabilities	-	-	5,538.09	5,538.09

2) Fair value hierarchy

Financial instruments measured at amortised cost for which fair values are disclosed

The table below summarizes the carrying amounts and fair values of those financial assets and liabilities not presented at fair value compared to carrying amounts shown in the financial statement.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

As at 31 March 2024

Particulars	Level 1	Level 2	Level 3	Total fair values	Total carrying amount
Assets					
Cash and cash equivalents	11,942.75			11,942.75	11,942.75
Bank Balance other than (a) above	4,475.85			4,475.85	4,475.85
Loans and advances	6,745.59			6,745.59	6,745.59
Investments	13,727.74	4,229.68	11,519.55	29,476.97	29,476.97
Trade receivables			7,860.68	7,860.68	7,860.68
Other receivables			2.00	2.00	2.00
Other financial assets			2,084.10	2,084.10	2,084.10
Liabilities					
Payables			3,329.42	3,329.42	3,329.42
Borrowings (other than debt securities)			62,165.29	62,165.29	62,165.29
Debt securities					
- Non-Convertible Debentures			23,252.88	23,252.88	23,252.88
Lease Liabilities			690.88	690.88	690.88
Other financial liabilities			1,298.27	1,298.27	1,298.27

As at 31 March 2023

Particulars	Level 1	Level 2	Level 3	Total fair values	Total carrying amount
Assets					
Cash and cash equivalents	1,095.55	-		1,095.55	1,095.55
Bank Balance other than (a) above	3,565.86	-	-	3,565.86	3,565.86
Loans and advances	18,317.69			18,317.69	18,317.69
Investments	11,075.51	4,229.68		15,305.19	15,305.19
Trade receivables	-	-	9,842.77	9,842.77	9,842.77
Other receivables			-	-	-
Other financial assets	-	-	1,484.66	1,484.66	1,484.66
Liabilities					
Payables	-	-	4,408.42	4,408.42	4,408.42
Borrowings (other than debt securities)	-	-	46,733.38	46,733.38	46,733.38
Debt securities	-	-		-	-
- Non-Convertible Debentures	-	-	21,653.86	21,653.86	21,653.86
Lease Liabilities			59.45	59.45	59.45
Other financial liabilities	-	-	5,538.09	5,538.09	5,538.09

Short-term financial assets and liabilities

Short-term financial assets and liabilities For financial assets and financial liabilities that have a short-term maturity (less than twelve months), the fair value are a reasonable approximation of their carrying cost. Such instruments include: cash & bank balances, short term borrowings and trade receivables & trade payables without a specific maturity. Such amounts have been classified as Level 1 on the basis that no adjustments have been made to the balances in the balance sheet.

Loans and advances

The fair values of loans and advances are estimated by discounted cash flow models. For fixed rate loans, the fair value represents the discounted value of the expected future cashflow. For floating rate interest loans, the discounted value of the expected cash flows represents the carrying amount of the loans.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Borrowing & Debt Securities

Non-convertible debentures have been valued based on amortized cost.

54 Financial Risk Management

The Company has exposure to the following risks from financial instruments:

- Credit risk
- Liquidity risk
- Market risk (currency risk)"

This note presents information about the Company's objectives, policies and processes for measuring and managing risk.

Risk management framework:

The Board has the overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies are reviewed regularly to reflect changes in market conditions and the Company's activities"

A. Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers. The carrying amounts of financial assets represent the maximum credit risk exposure.

i) Credit risk management approach

The Company performs necessary due diligence on dealers viz. financial analysis, background checks, CIBIL, grading etc to arrive at sanctioning of limit. The Company follows the grading tool used by the group globally where certain qualitative and quantitative factors are considered to arrive at grading which helps in ascertaining the probability of default 'PD' of a particular client. This is used for decision making on limit sanction and precautions to be undertaken for a said client.

ii) Expected credit loss

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Group in accordance with the contract and the cash flows that the Group expects to receive).

The Company measures ECL based out of a probability based outcome using a multiple scenario approach such as Best Case, Base Case & Worst Case and assigning weightages to each of the scenario.

Definition of Default

The Company's definition of default is aligned with regulatory guidelines issued by RBI and internal credit risk management practices.

The Company considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the company in full, without recourse to actions such as realising security (if any is held); or
- the financial asset is 90 days or more past due
- identified by the management as such

The Company's internal rating and PD estimation process

Probability of default (PD) is a key risk parameter in the ECL calculations. It is defined as the likelihood that a counterparty will not be able to meet its debt obligations in the future. A 12 months marginal PD is applied for all Stage 1 assets and a lifetime PD is applied for all Stage 2 and Stage 3 assets.

The company uses historical data to arrive at PDs which is based on rating Internal Rating Transition matrix and Roll Rate Estimation basis for its loans portfolios.

For arriving at PDs the company also takes into account relevant macro-economic factors both current and forecasted and use statistical model to arrive at the forecasted PDs.

The Company combines exposures that exhibit similar behaviour into pools based on identified risk drivers so that counterparties are behaviourally homogenous within pools and heterogeneous across pools. To do so, the Company relies on industry practices and expert judgement.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Exposure at Default

Exposure at default (EAD) is estimation of the extent that the Company is exposed to borrower in the event of default. EAD is arrived at take into account any expected changes in the exposure after the assessment date.

EAD in the case of facilities with no limits will be the outstanding exposure which will be calculated as principal + Due interest + Interest accrued but not due (as on reporting date). To calculate the EAD for a Stage 1 loan, the Company assesses the possible default events within 12 months for the calculation of the 12mECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetime of the instruments.

The Company determines EADs by modelling the range of possible exposure outcomes at various points in time, corresponding the multiple scenarios. The Ind AS 109 PDs are then assigned to each economic scenario based on the outcome of Company's models.

Loss Given Default (LGD)

Loss given default (LGD) is defined as the forecasted economic loss in case of default. LGD computation is based on the Company's losses on defaulted accounts after consideration of recovery percentages. LGD computation is independent of the assessment of credit quality and thus applied uniformly across all stages.

The company computes LGD taking into account the value of collaterals and experience of past recovery from the defaulted cases. The recoveries are adjusted with time period delay and direct cost involved. Under Ind AS 109, LGD rates are estimated for the Stage 1, Stage 2 and Stage 3 segment of each asset class. These are repeated for each economic scenario as appropriate.

When assessing forward-looking information, the expectation is based on multiple scenarios. Examples of key inputs involve changes in, collateral values including property prices for mortgages, payment status or other factors that are indicative of losses.

Significant increase in Credit Risk (SICR)

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due. At each reporting date, the company assesses whether the credit risk on a financial instrument has increased significantly since its initial recognition. To make the assessment, Company considers available quantitative and qualitative information and also considers the company's historical experience and expert credit assessment.

Besides, the company also recognized SICR based on factors such as internal rating of borrowers, ssector or segment collectively assessed to have SICR, high risk events/attributes of client (bankruptcy etc.)

Write off

Financial assets are written off when there is no realistic prospect of recovery. This is generally the case when the company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with Company's procedures for recovery of amounts due.

55 Financial Risk Management

B. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises from mismatches in the timing of amounts of cash flows, which is inherent to the nature of Company's operations. Liquidity risk could lead to situations where the Company needs to raise funds and/or assets need to be liquidated under unfavorable market conditions. Measuring and managing liquidity needs are vital for effective operation of the Company by assuring the ability to meet its liabilities as they become due.

The liquidity risk can be either:

- (i) institution specific or
- (ii) market specific.

i) Liquidity risk management

Liquidity has to be tracked through maturity or cash flow mismatches. For measuring and managing net funding requirements, the use of a maturity ladder and calculation of cumulative surplus or deficit of funds at selected maturity dates is adopted as a standard tool commonly referred to as Structural Liquidity. The Maturity Profile, are used for measuring the future cash flows of the company in different time buckets. The time buckets distributed considered are as per RBI guidelines and monitored by Asset Liability management Committee (ALCO) .

- The Statement of Structural Liquidity is prepared by placing all cash inflows and outflows in the maturity ladder according to the expected timing of cash flows. A maturing liability will be a cash outflow while a maturing asset will be a cash inflow.
- The Company strives to manage the negative gap (i.e. where outflows exceed inflows) in the particular time-bucket and cumulative gap up to selected maturity period should not exceed the prudential limits approved by the Board . The prudential limits for individual time buckets are based on a percentage of outflows of each time-bucket and the limit for the cumulative gaps are based on the percentage of cumulative gap to cumulative cash outflows up to the period.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

- To manage the liquidity risk the company also has lines of credit from various banks including backstop facilities in the form of committed lines measured in the form of "no of day these back stop lines will fund the unforeseen liquidity event" of potential and unexpected business disruption due to unforeseen liquidity distress and cover debt capital market exposure. This is monitored as "Days until alternative funding" by the company.
- In order to enable the company to monitor its short-term liquidity on a dynamic basis over a time horizon spanning from 1 day to 6 months, short-term liquidity profiles is estimated on the basis of business projections and other commitments for planning purposes which is effectively used as a predictive tool for its future ALM requirements.

ii) Maturity Analysis of financial Assets & liabilities

Refer note no. 45 for maturity analysis.

C. Market risk (Currency risk)

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk: currency risk, interest rate risk and other risk, such as equity price risk and commodity risk. Financial instruments affected by market risk includes loans and borrowings, deposits, FVTOCI investments and derivative financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(i) Market risk - Foreign Exchange

Foreign currency risk is that risk in which the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company operates internationally and a portion of its business is transacted in several currencies and therefore the Company is exposed to foreign exchange risk through its overseas sales and purchases in various foreign currencies.

(i) Market risk - Foreign Exchange

Foreign currency risk is that risk in which the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company operates internationally and a portion of its business is transacted in several currencies and therefore the Company is exposed to foreign exchange risk through its overseas sales and purchases in various foreign currencies.

The carrying amount of the Company's foreign currency denominated monetary assets and liabilities as at the end of the reporting period is as follows :

(Amount in ₹ lakhs)

Currencies	Liabilities		Assets	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
US Dollar (USD)	2.93	3.44	4.52	2.19
EURO	0.41	0.04	2.83	6.33
British Pound (GBP)	-	0.20	0.17	1.04
CHF	-	-	-	0.15

Foreign Currency Exposure :

Foreign currency exposure as at March 31, 2024	USD	EURO	GBP	JPY	CHF
Trade Receivables	3.51	2.40	0.17	-	-
Trade Receivables (Advance)	-	-	-	-	-
Loans & Other Receivables	-	-	-	-	-
Trade Payables	2.93	0.41	-	-	-
Trade Payables (Advance)	1.01	0.43	-	-	-

Foreign currency exposure as at March 31, 2023	USD	EURO	GBP	JPY	CHF
Trade Receivables	2.19	6.00	1.11	-	-
Trade Receivables (Advance)	3.44	0.04	0.13	-	-
Loans & Other Receivables	-	-	-	-	-
Borrowings	-	-	-	-	-
Trade Payables (Advance)	-	0.33	-	-	0.15

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars of un-hedged foreign currency asset/liability as at Balance Sheet date

(Amount in ₹ lakhs)

Currency	Nature	As at March 31, 2024		As at March 31, 2023	
		Amount in foreign Currency	Amount in Rupees	Amount in foreign Currency	Amount in Rupees
USD	Asset	4.52	367.44	2.19	182.86
GBP	Asset	0.17	17.57	1.04	103.37
EURO	Asset	2.83	249.17	6.33	550.91
CHF	Asset	0.00	0.00	0.15	13.47
USD	Liability	2.93	238.20	3.44	282.40
GBP	Liability	0.00	0.00	0.20	20.04
EURO	Liability	0.41	36.53	0.04	3.97

Currency Risk is not material, as the Company's primary business activities are within India and does not have significant exposure in foreign currency except to the extent as stated above with respect to foreign currency exposure.

(ii) Market risk - Interest Rate

Interest rate risk is the risk that fair value or future value cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's fund requirements is funded by Loans from other party. The management is responsible for the monitoring of the Company's interest rate position. Various variables are considered by the management in structuring the Company's borrowings to achieve a reasonable, competitive, cost of funding.

56 Financial Risk Management

D. Interest rate risk

Interest rate risk is defined as the adverse impact of the interest rates movements on the financial condition of the company. The immediate impact of changes in interest rates is on the company earnings by changing its Net Interest Income (NII). A long-term impact of changing interest rates is on company's Market Value of Equity (MVE) or Net Worth as the economic value of the assets, liabilities and off-balance sheet positions get affected due to variation in market interest rates. The interest rate risk when viewed from these two perspectives is known as 'earnings perspective' and 'economic value perspective', respectively.

Sources of Risk

- Repricing risk: The Company encounters interest rate risk in several ways, the primary form of interest rate risk arises from timing differences in the maturity (for fixed rate) and repricing (for floating rate) of the company's assets, liabilities positions.
- Yield curve risk: Repricing mismatches can also expose the company to changes in the slope and shape of the yield curve. Yield curve risk arises when unanticipated shifts of the yield curve have adverse effects on the company's income or underlying economic value.
- Basis risk: Basis risk arises from imperfect correlation in the adjustment of the rates earned and paid on different instruments with otherwise similar repricing characteristics.

i. Interest rate risk management

The GAP Analysis approach is be followed to measure the interest rate risk:

The GAP or mismatch risk is measured by calculating gaps over different time intervals as at a given date. Gap analysis measures mismatches between rate sensitive liabilities and rate sensitive assets. An asset or liability is normally classified as rate sensitive if:

- within the time interval under consideration, there is a cash flow;
- the interest rate resets/reprices contractually during the interval;
- it is contractually pre-payable or withdrawable before the stated maturities;
- It is dependent on the changes in the Bank Rate by RBI or market products."

The Gap report is be generated by grouping rate sensitive liabilities, assets and off-balance sheet positions into time buckets according to residual maturity or next re-pricing period, whichever is earlier. All investments, advances, deposits, borrowings, purchased funds, etc. that mature/re-price within a specified time-frame are interest rate sensitive. Similarly, any principal repayment of loan is also rate sensitive if the company expects to receive it within the time horizon. This includes final principal repayment and interim instalments. Certain assets and liabilities carry floating rates of interest that vary with a reference rate and hence, these items get re-priced at pre-determined intervals. Such assets and liabilities are rate sensitive at the time of re-pricing.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

The Company measures its interest rate exposure to reduce the risk of loss due to interest rate exposure through the following:

1. Set and monitor the threshold levels of KRI on monthly basis
2. Monitor Interest rate sensitivity as prescribed by RBI under IRS return
3. Analyze earnings at risk caused by an upward shift in the yield curve (100 bps parallel shift)
4. Computes and monitors Square hedge rate

Management draws comfort from the fact that most of the assets and liabilities of the company create natural interest rate hedge for the company to an extent.

ii. Exposure to interest rate risk

The exposure of the Company to interest rate risk as at 31 March 2024, 31 March 2023 are as below:

Particulars	As at 31st March 2024	As at 31st March 2023
Interest bearing assets		
Loans (A)	6,745.59	18,317.69
Interest bearing liabilities		
Borrowings (B)	85,418.16	68,387.24
Variable rate borrowings		
Fixed rate borrowings	85,418.16	68,387.24
Net exposure (A-B)	(78,672.58)	(50,069.55)

Since the Company provides loan to Customer at fixed interest rate also all the borrowing are at fixed rate hence there is no interest rate risk to the Company on loan exposure & borrowings.

57 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013

Name of the Entity	Share in Net Assets		Share in Profit & Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
	As at 31 March 2024		As at 31 March 2024		As at 31 March 2024		As at 31 March 2024	
	As a % of consolidated net assets	Amount	As a % of consolidated Profit & Loss	Amount	As a % of consolidated other comprehensive income	Amount	As a % of consolidated total comprehensive income	Amount
Parent Entity:								
Finquest Financial Solution Pvt. Ltd.	71.73%	32,582.47	108.67%	11,727.62	0.40%	(0.08)	108.88%	11,727.54
Subsidiaries:								
Krihaan Texchem Pvt. Ltd. (100%)	13.25%	6,017.09	11.74%	1,266.89	22.04%	(4.60)	11.72%	1,262.29
Digjam Ltd. (90%)	3.49%	1,583.83	-10.06%	(1,086.17)	69.81%	(14.58)	-9%	(995.99)
Legguino India Pvt. Ltd. (100%)	21.03%	9,550.99	-0.31%	-33.32893				
Non-Controlling Interest for all Subsidiaries	0.48%	217.65	-1.12%	(120.69)	7.76%	(1.62)	-1%	(122.31)
Inter Company Elimination Adjustments	-9.97%	-4,527.23	-8.92%	-962.31	0.00%	-	-10%	(1,100.41)
Total	100.00%	45,424.79	100.00%	10792.01	100.00%	-20.88167	100.00%	10771.1293

58 Disclosure under the MSME Act 2006

Based on the intimation received by the Company, some of the suppliers have confirmed to be registered under "The Micro, Small and Medium Enterprises Development ('MSMED') Act, 2006". Accordingly, the disclosures relating to amounts unpaid as at the year ended together with interest paid /payable are furnished below:

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Particulars	As at 31st March 2024	As at 31st March 2023
The principal amount remaining unpaid to supplier as at the end of the year	219.76	17.14
The interest due thereon remaining unpaid to supplier as at the end of the year	3.99	0.01
The amount of interest paid in terms of Section 16, along with the amount of payment made to the supplier beyond the appointed day during the year		-
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act		-
The amount of interest accrued during the year and remaining unpaid at the end of the year		-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006		-

59 Disclosure on modified opinion, if any, expressed by auditors, its impact on various financial items and views of management on audit qualifications.

The auditors of the group have expressed disclaimer of opinion on the consolidated financial statements of the Company for the financial year ended March 31, 2024. The monetary impact on the financial statement is unascertainable. The parent has investment in Ballarpur Industries Limited (BILT) with 51% of shareholding consequently BILT has become the subsidiary of the company. The consolidated financial statements as required by Ind AS 110 issued by ICAI and notified under section 133 of the Companies Act, 2013 with respect to the above company could not be prepared, due to unavailability of financial data of the said Company for the current financial year.

60 Additional regulatory information required by Schedule III of the Act:

(a) Title deeds of immovable properties not held in name of the company

The title deeds of all the immovable properties as disclosed in notes to the financial statements, are held in the name of the Company.

(b) Valuation of Investment Property

Refer note no. 11 on valuation of investment property.

(c) Valuation of Property Plant and Equipment (including Right-of-Use Assets):

The Company has not revalued its property, plant and equipment (including right-of-use assets) during the current or previous year.

(d) Valuation of Intangible Assets:

The company has not revalued its intangible assets during the current or previous year.

(e) Loans or Advances in the nature of Loans granted to Promoters, Directors, Key Managerial Personnel and Related Parties

No loans or advances in the nature of loans are granted to related parties which are repayable on demand or without specifying the terms or period of repayment.

(f) Capital Work in Progress (CWIP):

Refer note no. 14 to the consolidated financial statements.

(g) Intangible Asset Under Development:

There are no intangible asset under development during the current or previous year

(h) Details of benami property held:

No benami property is held by the Company accordingly no proceedings are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(i) Borrowing secured against current assets:

Refer note no. 20 to the consolidated financial statements

(j) Willful defaulter:

The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(k) Relationship with struck off companies:

The Company has no transactions with the companies struck off under the Act or Companies Act, 1956.

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

(h) Registration of charges or satisfaction with Registrar of Companies:

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(i) Compliance with number of layers of companies:

The Company has complied with the number of layers prescribed under the Act.

(k) Analytical Ratios:

Sr. no.	Particulars	31st March, 2024 (Audited)	31st March, 2023 (Audited)	% Variance	Reason for variance
a)	Capital to risk-weighted assets ratio (CRAR)	33.03%	22.66%	45.73%	The increase in CRAR is mostly due to increased profit and a reduction in risk-weighted assets.
b)	Tier I CRAR	32.56%	21.68%	50.13%	The increase in Tier I capital is mostly due to increased profit and a reduction in risk-weighted assets.
c)	Tier II CRAR	0.47%	0.98%	-52.17%	The decrease is attributed to a fall in total loans and advances as compared to the prior year.

(j) Compliance with approved scheme(s) of arrangements:

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(k) Utilisation of borrowed funds and share premium:

- (a) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- (b) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- 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.

(l) Undisclosed income:

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(m) Details of crypto currency or virtual currency:

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

61 Disclosure pursuant to Appendix II-A of Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023

(Amount in ₹ lakhs)

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	For the year ended March 31, 2024				
		Gross carrying amount as per Ind AS	Loss allowances (Provisions) as required under Ind AS 109	Net carrying amount	Provisions required as per IRAC P norms	Difference between Ind AS 109 provisions and IRAC P norms
Performing Assets						
Standard Asset	Stage 1	9846.50	138.37	9708.13	39.39	98.98
	Stage 2	0.00	0.00	0.00	0.00	0.00
Sub-Total		9846.50	138.37	9708.13	39.39	98.98

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	For the year ended March 31, 2024				
		Gross carrying amount as per Ind AS	Loss allowances (Provisions) as required under Ind AS 109	Net carrying amount	Provisions required as per IRAC P norms	Difference between Ind AS 109 provisions and IRAC P norms
Non-Performing Assets (NPA's)						
Substandard	Stage 3	600.00	600.00	0.00	60.00	540.00
Doubtful - Upto 1 year	Stage 3	33.27	33.27	0.00	33.27	0.00
1 to 3 year	Stage 3	865.00	865.00	0.00	865.00	0.00
More than 3 years	Stage 3	375.00	375.00	0.00	375.00	0.00
Sub-total for Doubtful		1873.27	1873.27	0.00	1333.27	540.00
Loss	Stage 3					
Sub-total for NPA		1873.27	1873.27	0.00	1333.27	540.00
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1					
	Stage 2					
	Stage 3					
Subtotal		0.00	0.00	0.00	0.00	0.00
TOTAL		11719.77	2011.64	9708.13	1372.66	638.98

(Amount in ₹ lakhs)

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	For the year ended March 31, 2023				
		Gross carrying amount as per Ind AS	Loss allowances (Provisions) as required under Ind AS 109	Net carrying amount	Provisions required as per IRAC P norms	Difference between Ind AS 109 provisions and IRAC P norms
Performing Assets						
Standard Asset	Stage 1	14859.81	265.22	14594.59	59.44	205.78
	Stage 2	78.91	39.46	39.46	0.32	39.14
Sub-Total		14938.72	304.68	14634.05	59.75	244.92
Non-Performing Assets (NPA's)						
Substandard	Stage 3	1076.22	1076.22	0.00	742.14	334.08
Doubtful - Upto 1 year	Stage 3	2913.00	2913.00	0.00	2913.00	0.00
1 to 3 year	Stage 3	284.32	284.32	0.00	284.32	0.00
More than 3 years	Stage 3	3719.78	3069.78	650.00	2882.28	187.50
Sub-total for Doubtful		7993.33	7343.33	650.00	6821.75	521.58
Loss	Stage 3	0.00	0.00	0.00	0.00	0.00
Sub-total for NPA		0.00	0.00	0.00	0.00	0.00
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	0.00	0.00	0.00	0.00	0.00
	Stage 2	0.00	0.00	0.00	0.00	0.00
	Stage 3	0.00	0.00	0.00	0.00	0.00
Subtotal		0.00	0.00	0.00	0.00	0.00
TOTAL		22932.05	7648.01	15284.05	6881.50	766.50

Provision as per Ind AS 109 is more than as required under IRAC norms

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

62 Breach of covenant

There were no instances of default or breaches of covenant in respect of loan availed or debt securities issued during the financial years ended March 31, 2024 and March 31, 2023.

63 Divergence in Asset Classification and Provisioning

a) Additional provisioning requirements in excess of 5 percent

No such requirement present as at 31st March 2024

b) Additional Gross NPAs in excess of 5%

No such requirement present as at 31st March 2024

64 Discontinued Operations

The Company had no discontinuing operations during the financial year ended March 31, 2024 and March 31, 2023.

65 Whistle-blower Complaints

There were no whistle blower complaints received by the Company during the financial year ended March 31, 2023 and March 31, 2022.

66 The new Code on Social Security, 2020 has been enacted, which could impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. The Company will complete its evaluation and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules are published.

67 Previous year figures have been re-grouped or reclassified, to confirm with current year's grouping /classifications

68 Movement in Provision

Particulars	As at 31st March 2023	Additional Provision made During the year	Utilisation/ reversal during the year	As at 31st March 2024
-Provision for employee benefits	-	-	-	-
- Gratuity	131.56	89.58	-	221.14
- Compensated absences	132.79	-	(2.62)	130.16
Provisions for taxation	-	-	-	-
NPA Provisions	7,343.33	-	(5,470.06)	1,873.27
Standard Assets	304.68	-	(166.31)	138.37
Provisioin for TDS On Interest	-	-	-	-
Provision for expenses	2,994.50	-	(567.28)	2,427.22
Provision for Bonus	-	67.89	-	67.89
Provision for sales return	-	4.35	-	4.35
TOTAL	10,906.85	161.81	(6,206.27)	4,862.40

Particulars	As at 31st March 2022	Additional Provision made During the year	Utilisation/ reversal during the year	As at 31st March 2023
-Provision for employee benefits	0	0	-	-
- Gratuity	72.20	59.36	-	131.56
- Compensated absences	85.47	47.32	-	132.79
Provisions for taxation	-	-	-	-
NPA Provisions	5,279.97	2,063.36	-	7,343.33
Standard Assets	98.66	206.01	-	304.68
Provisioin for TDS On Interest	-	-	-	-
Provision for expenses	1,010.91	1,983.58	-	2,994.50
Long Term Provisions	-	-	-	-
Short Term Provisions for Employees Benefits	-	-	-	-
TOTAL	6,547.22	4,359.63	-	10,906.85

Notes

for the year ended March 31, 2024

(All amounts are in rupees lakhs, except per share data and as stated otherwise)

69 "One of the Subsidiary Company Digjam Ltd. has incurred a net loss of Rs. 284 lakhs and Rs. 1,223 lakhs during the quarter and year ended March 31, 2024 respectively and, as of that date, the Company's current liabilities exceeded its total current assets by Rs. 649 lakhs. At present, no production is being carried out at the sole Manufacturing facility of the Company located at Jamnagar.

The Company's ability to continue as a going concern is dependent on, optimisation of various operational costs, liquidating the non-core assets, strategizing the operational way ahead which inter alia includes discontinuing operations at the above plant. Pending the outcome of the above matters, these financial results have been prepared on the assumption of a Going Concern basis as a continuing operations, reflecting the management's confidence in the Company's future prospects.

As per our report of even date

For Batliboi & Purohit

Chartered Accountants

ICAI Firm Registration No. 101048W

Raman Hangekar

Partner

M.No. 030615

Place: Mumbai

Date:

For and on behalf of Board of Directors

For Finquest Financial Solutions Private Limited

Parashiva Murthy B S

Director

DIN: 00011584

Hardik B. Patel

MD&CEO

DIN: 00590663

Chhaya Patel

Company Secretary

Mem No. A41688

Finquest Financial Solutions Pvt. Ltd.

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