

Balance Sheet As At 31st March, 2023

Particulars	Notes	As at 31 March 2023	As at 31 March 2022
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3.01	92,497.50	92,497.50
(b) Reserves and surplus	3.02	(27,016.09)	(12,874.95)
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings	3.03	2,46,250.60	1,84,973.49
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	3.04	7,184.03	4,674.80
(d) Long-term provisions	3.05	30,164.60	16,939.57
4 Current liabilities			
(a) Short-term borrowings	3.06	64,213.33	15,156.13
(b) Trade payables		-	-
(c) Other current liabilities	3.07	18,000.05	5,814.00
(d) Short-term provisions	3.08	-	946.01
Total		4,31,294.02	3,08,126.55
II ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment and Intangible assets			
(i) Property, Plant and Equipment	3.09	16,979.86	10,015.78
(ii) Intangible assets	3.09	1,749.10	1,586.35
(iii) Capital work-inprogress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	3.10	8,742.07	4,950.06
(d) Long-term loans and advances - financing activity	3.11	96,413.55	9,841.51
(e) Long-term loans and advances - Others		-	-
(f) Other non-current assets	3.12	2,505.25	1,514.75
2 Current assets			
(a) Current investments		-	-
(b) Cash and cash equivalents	3.13	3,991.68	5,005.02
(c) Short-term loans and advances - financing activity	3.11	2,94,236.03	2,69,681.69
(d) Short-term loans and advances - Others	3.14	1,156.95	1,415.31
(e) Other current assets	3.15	5,519.53	4,116.07
Total		4,31,294.02	3,08,126.55

Summary of significant accounting policies

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

In terms of our report attached.

For Balan and Co

Chartered Accountants

ICAI Firm registration number: 003405

Vishnu Prasad B Menon

Partner

Membership no: 207626

UDIN : 23207626BGUJKN9344

Place: Aluva

Date: 20.08.2023



For and on behalf of the Board

Vikas Money Limited

A. Pradeep Menon

A Pradeep Menon

Managing Director

[DIN: 01156451]

Rajitha R

Rajitha Valayangat

Whole-time Director

[DIN: 02792436]

Place: Cherupulassery

Date: 20.08.2023



Statement Of Profit And Loss For The Year Ended 31st March 2023

Particulars	Notes	Year ended March 31, 2023	Year ended March 31, 2022
I Revenue from operations	3.16	83,839.84	60,961.23
II Other income	3.17	8,178.69	1,904.86
III Total Income(I + II)		92,018.53	62,866.09
IV Expenses			
Employee benefits expense	3.18	30,211.44	16,305.54
Finance Cost	3.19	30,971.65	21,224.92
Depreciation and amortization expense	3.20	6,055.56	3,625.33
Other expenses	3.21	42,713.02	25,339.93
Total expenses		1,09,951.67	66,495.72
V Profit before exceptional and extraordinary		(17,933.14)	(3,629.63)
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V -		(17,933.14)	(3,629.63)
VIII Extraordinary Items		-	-
IX Profit before tax (VII- VIII)		(17,933.14)	(3,629.63)
X Tax expense:		-	946.01
- Current tax		(3,792.01)	(1,555.96)
- Deferred tax		(3,792.01)	(609.95)
XI Profit (Loss) for the period from continuing		(14,141.13)	(3,019.68)
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations		-	-
XV Profit/ (Loss) (XI + XIV)		(14,141.13)	(3,019.68)
XVI Earnings Per Equity Share (Basic and Diluted)	3.22	(1,616.18)	(345.12)
[Nominal value of shares Rs. 10 each]		(1,616.18)	(345.12)

Summary of significant accounting policies

2

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

In terms of our report attached.

For and on behalf of the Board
Vikas Money Limited

For Balan and Co
Chartered Accountants
ICAI Firm registration number: 003405

Vishnu Prasad B Menon
Partner
Membership no: 207626
UDIN : 23207626BGUJKN9344

Place: Aluva
Date: 20.08.2023



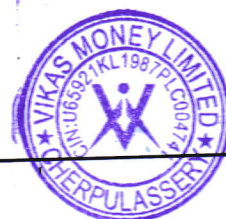
A. Pradeep Menon

A Pradeep Menon
Managing Director
[DIN: 01156451]

Place: Cherupulassery
Date: 20.08.2023

Rajitha R

Rajitha Valayangat
Whole-time Director
[DIN: 02792436]



Cash Flow Statement for the year ended March 31, 2023

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

Particulars	Year ended March 31, 2023	2022
Cash Flow From Operating Activities :		
(Loss)/ Profit before tax	(17,933.14)	(3,629.63)
Adjustments to reconcile (loss)/profit before tax to net cash flows:		
Depreciation	6,055.56	3,625.33
Interest on income tax & income tax paid	99.06	1.01
Finance Cost	30,971.65	21,224.92
(Profit) / Loss on Sale of Asset	(127.31)	(529.39)
Provision for standard assets	286.75	140.93
Provision for NPA	12,938.28	5,774.80
Operating Profit before Working Capital Changes	32,290.85	26,607.97
Adjustments for (increase)/decrease in operating assets:		
Loans & Advances - financing activity	(1,11,126.38)	(70,072.06)
Loans & Advances - others	741.04	2,112.87
Other non-current assets	(990.50)	(541.70)
Current assets	(1,403.46)	(2,709.22)
Adjustments for increase/(decrease) in operating liabilities:		
Sundry Creditors & Other liabilities	14,695.27	3,361.92
Short Term borrowings	7,948.51	2,452.57
Provisions	(57,844.67)	(38,787.65)
Cash Generated from Operations	(1,527.75)	(132.97)
Income Tax Paid	(59,372.41)	(38,920.62)
Net Cash From Operating Activities		
Cash Flow From Investing activities :		
Acquisition of Property, Plant & Equipments	(13,203.38)	(5,982.13)
Proceeds from disposal of Property, Plant & Equipments	148.31	1,000.00
Net Cash From Investing Activities	(13,055.07)	(4,982.13)
Cash Flow From Financing Activities:		
Net proceedings from Long term borrowings	1,02,385.79	61,783.69
Decrease in Other long term liabilities	(30,971.65)	(21,224.92)
Interest Paid	71,414.14	40,558.77
Net Cash From Financing Activities		
Net (decrease)/increase in cash and cash equivalents	(1,013.35)	(3,343.98)
Cash and cash equivalents at the beginning of the year	5,005.02	8,349.00
Cash and cash equivalents at year end	3,991.68	5,005.02

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

In terms of our report attached.

For and on behalf of the Board
Vikas Money Limited

For Balan and Co
Chartered Accountants
ICAI Firm registration number: 003405

Vishnu Prasad B Menon
Partner
Membership no: 207626

Place: Aluva
Date: 20.08.2023



A. Pradeep Menon of Rajitha R

A Pradeep Menon
Managing Director
[DIN: 01156451]

Rajitha Valayangat
Whole-time Director
[DIN: 02792436]

Place: Cherupulassery
Date: 20.08.2023



1. Company Overview

Vikas Money Limited ('the company') is registered as a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India Act, 1934. The Company is a Non-Systemically Important Non-Deposit accepting NBFC. The company is principally engaged in lending activity.

2. Significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles (IGAAP) under the historical cost convention as a going concern and on accrual basis and in accordance with the provisions of the Companies Act, 2013 and the Accounting Standards specified under section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended).

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of services and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

Prudential norms: The Company Complies all the material aspect, with the prudential norms relating to income recognition, asset classification and provisioning for bad and doubtful debts and other matters, specified in the direction issued by the Reserve Bank of India in terms of the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 ("RBI Directions, 2007"), as applicable to the Company.

2.2 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

2.3 Revenue recognition

Revenues are recognized and expenses are accounted on accrual basis with necessary provisions for all known liabilities and losses. Revenue is recognized to the extent it is realizable wherever there is uncertainty in the ultimate collection.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable, except that no income is recognized on non-performing assets as per the prudential norms for income recognition issued by the RBI for NBFCs. Interest income on such assets is recognized on receipt basis.

Upfront/processing fees collected from the customer for processing loans are primarily towards documentation charges. These are accounted as income when the amount becomes due provided recovery thereof is reasonably certain.

2.4 Provisioning Norms for Standard & Sub-Standard Assets

Non-performing assets are recognized and provided for, as per management estimates, subject to the minimum provision required as per Master Direction - Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide master direction No DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016 as amended from time to time

Similarly, provision on standard assets is also made as per the RBI NSI- ND Directions.

2.5 Bad Debts

As per management estimates, the loan accounts which are considered as irrecoverable on account of collection is written off in the year of determination of irrecoverability. Interest income not realized on such loans is reversed and the principal outstanding as reduced by the total receipts is written off as Bad Debts.

2.6 Property, Plant and Equipment

Property, Plant and Equipment are carried at the cost of acquisition or construction, less accumulated depreciation/accumulated impairment. The cost comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure is capitalized only if it is

probable that the future economic benefits associated with the expenditure will flow to the Company.

Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets, which are carried at cost, are recognized in the Statement of Profit and Loss.

2.7 Intangible assets

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

2.8 Depreciation and amortization

Depreciation on Property, Plant & Equipments is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. In respect of additions or extensions forming an integral part of existing assets, depreciation is provided as aforesaid over the residual life of the respective assets.

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

2.9 Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

2.10 Impairment

The management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

2.11 Employee benefits

Short Term Employee Benefits: All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense).

Defined Contribution Plan

Eligible employees of the Company receive benefits from provident fund, which is a defined contribution plan. Both the eligible employees and the Company make monthly contributions to the Government administered provident fund scheme equal to a specified percentage of the eligible employee's salary. Amounts collected under the provident fund plan are deposited with in a government administered provident fund.

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

The Company has no further obligation to the plan beyond its monthly contributions.

2.12 Foreign currency transactions

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

The Company accounts for exchange differences arising on translation/settlement of foreign currency monetary items as below:

Realized gains and losses on settlement of foreign currency transactions are recognized in the Statement of profit and loss.

Foreign currency monetary assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognized in the Statement of profit and loss.

2.13 Income taxes

Tax expense for the year comprises current tax and deferred tax.

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets in situation where unabsorbed depreciation and carry forward business loss exists, are recognized only if there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets, other than in situation of unabsorbed depreciation and carry forward business loss are recognized only if there is reasonable certainty that they will be realized. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the

Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realizability.

2.14 Segment Reporting

The Company primarily operates as a Loan company and its operations are in India. Since the Company has not operated in any other reportable segments, as per AS 17 'Segment Reporting', no segment reporting is applicable. Company operates in a single geographical segment. Hence, secondary geographical segment information disclosure is not applicable.

2.15 Lease

Where the company is lessee

All the leasing arrangements of the Company are operating lease in respect of its office premises where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset. Such operating lease rental payments are recognized as an expense on accrual basis in the Statement of Profit and Loss.

Where the company is the lessor

Assets subject to operating lease are included in the fixed assets. Lease income on operating lease is recognized in the Statement of Profit and Loss. Costs, including depreciation, are recognized as expenses in the Statement of Profit and Loss.

2.16 Earnings per share

The Company reports basic and diluted earnings per share in accordance with AS 20, Earnings per Share, as specified under Section 133 of the Companies Act, 2013. Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the year end.

2.17 Cash & equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

2.18 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information. Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into

Notes to the Financial Statements for the year ended March 31, 2023

known amounts of cash and which are subject to insignificant risk of changes in value.

2.19 Borrowing Cost

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized. All other borrowing costs are expensed in the period they occur.

2.20 Classification of Debentures

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

2.21 Provisions, Contingent liabilities and Contingent assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are neither recognized nor disclosed in the financial statement since this result in the recognition of the income that may never realize.

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.

Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

The Company follows the practice of advancing loans in the nature of vehicle loans at a Loan-To-Value Ratio (LTV) of 90%. The Company at present does not have a practice of recording the underlying value of security in respect of vehicle loans in the current software. The Company at the time of providing for non-performing vehicle loans has considered the value provided by approved valuer as the underlying value of security. Provision for standard assets is made at 0.25% as per para 14 of Master Direction -Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

Provision policy for loan portfolios: Company provides for non-performing loans and advances as specified in Para 13 of Non-

3 Notes to the financial statements for the year ended March 31, 2023

3.01 Share capital

Particulars	March 31, 2023		March 31, 2022	
	No.	Value	No.	Value
Authorized:				
Equity shares of ₹10 each	1,10,00,000	1,10,000.00	1,10,00,000	1,10,000.00
Preference Shares of ₹10 each	10,00,000	10,000.00	10,00,000	10,000.00
Total	1,20,00,000	1,20,000.00	1,20,00,000	1,20,000.00
Issued, Subscribed & Fully Paid Up:				
Equity Shares of ₹10 each fully paid	87,49,750	87,497.50	87,49,750	87,497.50
Preference Shares of ₹10 each fully paid	5,00,000	5,000.00	5,00,000	5,000.00
Total	92,49,750	92,497.50	92,49,750	92,497.50

3.01.1 Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share.

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

3.01.2 Rights, preferences and restrictions attached to Preference Shares

The Company has issued Cumulative Redeemable Non Convertible Preference Shares ("CRNCPS") of face value ₹10/- each. The CRNCPS holders have a right to receive dividend, prior to equity shareholders. The dividend proposed by the Board of Directors on the CRNCPS is subject to the approval of the shareholders at the ensuing Annual General Meeting, except in the case of interim dividend. In the event of liquidation, the preference shareholders are eligible to receive the remaining assets of the Company before distribution to the equity shareholders, in proportion to their shareholding.

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

Equity Shares	As at March 31, 2023		As at March 31, 2022	
	No	Value	No	Value
At the beginning of the year	87,49,750	87,497.50	87,49,750	87,497.50
Increase /(decrease) during the year				
Outstanding at the end of the year	87,49,750	87,497.50	87,49,750	87,497.50
10% Cumulative Redeemable Non Convertible Preference Shares	As at March 31, 2023		As at March 31, 2022	
	No	Value	No	Value
At the beginning of the year	5,00,000	5,000.00	5,00,000	5,000.00
Increase /(decrease) during the year				
Outstanding at the end of the year	5,00,000	5,000.00	5,00,000	5,000.00

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

Name of shareholders	March 31, 2023		March 31, 2022	
	No. of shares	% of shareholding	No. of shares	% of shareholding
Equity shares of ₹10 each fully paid				
A Pradeep Menon	29,61,150	33.84%	29,61,150	33.84%
Rajitha V	13,00,250	14.86%	13,00,250	14.86%
Shanthakumari	24,32,350	27.80%	24,32,350	27.80%
Preference Shares of ₹10 each fully paid				
A Pradeep Menon	1,93,000	38.60%	1,93,000	38.60%
Rajitha V	56,000	11.20%	56,000	11.20%
Shanthakumari	1,02,000	20.40%	1,02,000	20.40%
Divya Alias Raji	35,000	7.00%	35,000	7.00%
Krishnakumar	35,000	7.00%	35,000	7.00%
Sindhu	35,000	7.00%	35,000	7.00%
Saritha	35,000	7.00%	35,000	7.00%

As per records of the Company, including its register of shareholders/ members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial ownership of shares.

3 Notes to the financial statements for the year ended March 31, 2023

3.01.5 Particulars of Share held by Promoters of the Company - Nil

3.02 Reserves and surplus

Particulars	As at March 31,	
	2023	2022
Statutory Reserve		
Opening Balance	2,443.86	2,443.86
(+) Additions during the year	-	-
Closing Balance	2,443.86	2,443.86
Surplus /(Deficit) in Statement of Profit and Loss		
Opening Balance	(15,318.82)	(12,299.14)
Net Profit/(Loss) after tax as per Statement of Profit and Loss	(14,141.13)	(3,019.68)
Less: Transfer to Reserves	-	-
Closing Balance	(29,459.95)	(15,318.82)
Total	(27,016.09)	(12,874.95)

Statutory Reserve

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

Retained earnings or Surplus

This reserve represents the cumulative profits of the Company.

3.03 Long-term borrowings

Particulars	Non-Current		Current	
	31 St March 2023	31 St March 2022	31 St March 2023	31 St March 2022
Secured				
(a) Non Convertible Debentures	95,070.00	65,289.00	40,804.00	1,350.00
(b) Term Loans				
From Banks	7,325.35	7,309.24	1,718.82	1,464.14
Unsecured				
(a) Subordinated Debts	1,43,855.25	1,12,375.25	1,400.00	-
Total	2,46,250.60	1,84,973.49	43,922.82	2,814.14

3.3.1 Nature of Security

(a) Debentures

- First ranking paripassu charge with existing secured creditors on all movable assets, including book debts and receivables, cash and bank balances, loans and advances, both present and future, of the Company.

(b) Term Loans from Banks

- Term loan form South Indian Bank is secured on an equitable mortgage created against the immovable properties held in the name of the directors.

- Vehicle loans are secured by hypothecation of respective vehicles.

Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

The company has not been declared as a willful defaulter by any bank or financial institution or other lender.

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

3 Notes to the financial statements for the year ended March 31, 2023

3.3.2 Series wise classification of secured non-convertible debentures

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
VML017	4,500	4,500.00	-	-
VML016	3,150	3,150.00	-	-
VML015	5,900	5,900.00	-	-
VML014	6,745	6,745.00	-	-
VML013	6,900	6,900.00	-	-
VML012	10,050	10,050.00	-	-
VML011	18,885	18,885.00	-	-
VML010	15,475	15,475.00	-	-
VML009	-	-	15,363	15,363.00
VML008	-	-	6,960	6,960.00
VML007	-	-	12,595	12,595.00
VML006	-	-	5,850	5,850.00
VML005	6,300	6,300.00	6,820	6,820.00
VML004	8,965	8,965.00	9,165	9,165.00
VML003	4,150	4,150.00	4,150	4,150.00
VML002	3,850	3,850.00	3,850	3,850.00
VML001	200	200.00	200	200.00
Debenture Series A 1	-	-	336	336.00
Non Current	95,070	95,070.00	65,289	65,289.00
Debenture Series A 1	1,686	1,686.00	1,350	1,350.00
VML009	15,013	15,013.00	-	-
VML008	6,960	6,960.00	-	-
VML007	11,895	11,895.00	-	-
VML006	5,250	5,250.00	-	-
Current	40,804	40,804.00	1,350	1,350.00
Total	1,35,874	1,35,874.00	66,639.00	66,639.00

3.3.3 Interest rate wise classification of secured non-convertible debentures

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
Non-convertible debentures - 14%	10,640	10,640.00	11,360	11,360.00
Non-convertible debentures - 13.5%	12,625	12,625.00	12,961	12,961.00
Non-convertible debentures - 13%	-	-	17,428	17,428.00
Non-convertible debentures - 12.5%	31,840	31,840.00	23,340	23,340.00
Non-convertible debentures - 12%	39,965	39,965.00	200	200.00
Non Current	95,070	95,070.00	65,289.00	65,289.00
Non-convertible debentures - 13.5%	40,804	40,804.00	1,350	1,350.00
Current	40,804	40,804.00	1,350	1,350.00
Total	1,35,874	1,35,874.00	66,639.00	66,639.00

3.3.4 Maturity rate wise classification of secured non-convertible debentures

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
Non Convertible Debentures - 60 months maturity				
Non - current portion	95,070	95,070.00	65,289	65,289.00
Current portion	40,804	40,804.00	1,350	1,350.00
Total	1,35,874	1,35,874.00	66,639.00	66,639.00

3 Notes to the financial statements for the year ended March 31, 2023

3.3.5 Series wise classification of unsecured subordinate bonds

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
Subordinate Bond 2021-22 Series	32,880	32,880.00	-	-
Subordinate Bond 2021-22 Series	36,788	36,787.50	37,359	37,359.25
Subordinate Bond 2020-21 Series	74,038	74,037.75	73,466	73,466.00
Subordinate Bond 2019-20 Series	150	150.00	150	150.00
Subordinate Bond 2018-19 Series	-	-	1,400	1,400.00
Non Current	1,43,855	1,43,855.25	1,12,375	1,12,375.25
Subordinate Bond 2018-19 Series	1,400	1,400.00	-	-
Current	1,400	1,400.00	-	-
Total	1,45,255	1,45,255.25	1,12,375	1,12,375.25

3.3.6 Interest rate wise classification of unsecured subordinate bonds

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
Subordinate Bond - 14% and above	5,495	5,495.00	16,689	16,689.00
Subordinate Bond - 13% to <14%	46,534	46,534.00	32,280	32,280.00
Subordinate Bond - 12% to <13%	91,826	91,826.25	63,406	63,406.25
Non Current	1,43,855	1,43,855.25	1,12,375	1,12,375.25
Subordinate Bond - 12% to <13%	1,400	1,400.00	-	-
Current	1,400	1,400.00	-	-
Total	1,45,255	1,45,255.25	1,12,375	1,12,375.25

3.3.7 Maturity wise classification of unsecured subordinate bonds

Particulars	31 St March 2023		31 St March 2022	
	No. of units	Amount	No. of units	Amount
Subordinate Bond - 72 months	-	-	1,400	1,400.00
Subordinate Bond - 66 months	12,074	12,074.00	11,194	11,194.00
Subordinate Bond - 60 months	1,31,781	1,31,781.25	99,781	99,781.25
Non Current	1,43,855	1,43,855.25	1,12,375	1,12,375.25
Subordinate Bond - 72 months	1,400	1,400.00	-	-
Current	1,400	1,400.00	-	-
Total	1,45,255	1,45,255.25	1,12,375	1,12,375.25

3.04 Other Long-term liabilities

Particulars	As at March 31,	
	2023	2022
(a) Trade Payables	-	-
(b) Others	-	-
Interest accrued but not due on borrowings	7,184.03	4,674.80
Total	7,184.03	4,674.80

3.05 Long-term provisions

Particulars	As at March 31,	
	2023	2022
(a) Provision for Employee Benefits	-	-
(b) Others Provisions	-	-
(i) Contingent Provision on Standard Asset	806.04	519.29
(ii) Provision for Non Performing Assets	29,358.56	16,420.28
Total	30,164.60	16,939.57

3 Notes to the financial statements for the year ended March 31, 2023

3.06 Short-term borrowings

Particulars	As at March 31,	
	2023	2022
(a) Loans repayable on demand		
Secured		
From banks*	20,290.51	12,341.99
	43,922.82	2,814.14
(b) Current maturities of long-term Borrowings		
Total	64,213.33	15,156.13

Nature of Security

(a) Loans repayable on demand from banks

South Indian Bank OD having a limit of 99 Lakhs is secured

EM of residential property admeasuring to 73.70 cents (29.84 ares) in Re. SY. No. 325/5 door no V/230(1) of village Shornur-2, Taluk Ottapalam, District Palakkad in the name of Mr. Pradeep P. Menon and Mrs. Rajitha V.

Further, the loan has been guaranteed by the Personal guarantee of all the Directors.

***South Indian Bank Cash OD having a limit of 125 Lakhs is secured**

Pledge of 22ct gold ornaments/jewellery.

The OD facility has been obtained by pledging the gold ornaments, belonging to individual gold loan customers, originally pledged with the Company and after obtaining a NOC from each such individual customer.

Further, the loan has been guaranteed by the Personal guarantee of the Directors, Mr. Pradeep Menon, Mrs. Santhakumari and Mrs. Rajitha V.

Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date, the company shall disclose the details of where they have been used.

The quarterly returns /statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

The company has not been declared as a willful defaulter by any bank or financial institution or other lender.

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

3.07 Other current liabilities

Particulars	As at March 31,	
	2023	2022
(a) Current maturities of finance lease obligations	7,476.69	4,182.87
(b) Interest accrued but not due on borrowings	-	-
(c) Interest accrued and due on borrowings	-	-
(d) Other Payables	1,024.93	586.58
(i) Statutory remittances (Refer note(i) below)	1,873.99	435.73
(ii) Expenses Payable	1,758.44	608.82
(iii) EMI Advance Received	5,866.00	-
(iv) Other payables(Refer note(ii) below)	-	-
Total	18,000.05	5,814.00

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

Note (ii) Loans were sanctioned in the final days of the financial year; however, the same were disbursed during the first week of the subsequent financial year.

3.08 Short-term provisions

Particulars	As at March 31,	
	2023	2022
(a) Provision for Employee Benefit		
(b) Provision - Others	-	946.00
Provision for Income Tax	-	946.00
Total	-	946.00

3 Notes to the financial statements for the year ended March 31, 2023

3.10 Deferred tax assets

Particulars	As at March 31,	
	2023	2022
(a) Deferred Tax Assets		
On difference between book balance and tax balance of PPE	1,127.09	661.82
Others*	7,614.98	4,288.24
Total	8,742.07	4,950.06

* Includes deferred tax on provisions etc.

3.11 Long-term loans and advances - Financing Activities

Particulars	As at March 31,	
	2023	2022
(A)		
Loans and Advances		
Personal Loan	2,53,529.70	1,78,857.31
Gold Loan	1,02,706.93	62,214.28
Vehicle Loan	30,236.02	35,631.73
Business Loan	4,176.93	2,819.88
Total - (A) Gross Amount	3,90,649.58	2,79,523.20
(B)		
Secured by Securities and Assets	1,32,942.95	97,846.01
Covered by Bank/Government guarantees	-	-
Unsecured	2,57,706.63	1,81,677.19
Total - (B) Gross Amount	3,90,649.58	2,79,523.20
(C) Loans in India		
Public Sector	-	-
Other	3,90,649.58	2,79,523.20
Total - (C) Gross Amount	3,90,649.58	2,79,523.20
Total	3,90,649.58	2,79,523.20

3.11.2 Loans and advances - Financing Activity Maturity Wise

Particulars	Non-Current		Current	
	31 St March 2023	31 St March 2022	31 St March 2023	31 St March 2022
(A)				
Loans				
Personal Loan	96,413.55	9,841.51	1,57,116.15	1,69,015.80
Gold Loan	-	-	1,02,706.93	62,214.28
Vehicle Loan	-	-	30,236.02	35,631.73
Business Loan	-	-	4,176.93	2,819.88
Total (A) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
(B)				
Secured by Securities and Assets	-	-	1,32,942.95	97,846.01
Covered by Bank/Government guarantees	-	-	-	-
Unsecured	96,413.55	9,841.51	1,61,293.09	1,71,835.68
Total (B) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
(C)				
Loans in India				
Public Sector	-	-	-	-
Other	96,413.55	9,841.51	2,94,236.03	2,69,681.69
Total (C) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
Total	96,413.55	9,841.51	2,94,236.03	2,69,681.69

3 Notes to the financial statements for the year ended March 31, 2023

3.10 Deferred tax assets

Particulars	As at March 31,	
	2023	2022
(a) Deferred Tax Assets		
On difference between book balance and tax balance of PPE	1,127.09	661.82
Others*	7,614.98	4,288.24
Total	8,742.07	4,950.06

* Includes deferred tax on provisions etc.

3.11 Long-term loans and advances - Financing Activities

Particulars	As at March 31,	
	2023	2022
(A)		
Loans and Advances		
Personal Loan	2,53,529.70	1,78,857.31
Gold Loan	1,02,706.93	62,214.28
Vehicle Loan	30,236.02	35,631.73
Business Loan	4,176.93	2,819.88
Total - (A) Gross Amount	3,90,649.58	2,79,523.20
(B)		
Secured by Securities and Assets	1,32,942.95	97,846.01
Covered by Bank/Government guarantees	-	-
Unsecured	2,57,706.63	1,81,677.19
Total - (B) Gross Amount	3,90,649.58	2,79,523.20
(C) Loans in India		
Public Sector	-	-
Other	3,90,649.58	2,79,523.20
Total - (C) Gross Amount	3,90,649.58	2,79,523.20
Total	3,90,649.58	2,79,523.20

3.11.2 Loans and advances - Financing Activity Maturity Wise

Particulars	Non-Current		Current	
	31 St March 2023	31 St March 2022	31 St March 2023	31 St March 2022
(A)				
Loans				
Personal Loan	96,413.55	9,841.51	1,57,116.15	1,69,015.80
Gold Loan	-	-	1,02,706.93	62,214.28
Vehicle Loan	-	-	30,236.02	35,631.73
Business Loan	-	-	4,176.93	2,819.88
Total (A) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
(B)				
Secured by Securities and Assets	-	-	1,32,942.95	97,846.01
Covered by Bank/Government guarantees	-	-	-	-
Unsecured	96,413.55	9,841.51	1,61,293.09	1,71,835.68
Total (B) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
(C)				
Loans in India				
Public Sector	-	-	-	-
Other	96,413.55	9,841.51	2,94,236.03	2,69,681.69
Total (C) - Gross	96,413.55	9,841.51	2,94,236.03	2,69,681.69
Total	96,413.55	9,841.51	2,94,236.03	2,69,681.69

3 Notes to the financial statements for the year ended March 31, 2023

3.11.3 Category wise details of Financial Assets

Particulars	F.Y. 2022-23				
	Standard	Sub-Standard	Doubtful	Loss	Total
Personal Loan	2,17,772.07	25,398.27	10,338.46	20.90	2,53,529.70
Gold Loan	1,02,451.63	255.30	-	-	1,02,706.93
Vehicle Loan	-	107.03	30,097.36	31.63	30,236.02
Business Loan	2,192.05	229.80	1,619.54	135.54	4,176.93
Total	3,22,415.75	25,990.40	42,055.36	188.07	3,90,649.58

3.11.4 Category wise details of Financial Assets

Particulars	F.Y. 2021-22				
	Standard	Sub-Standard	Doubtful	Loss	Total
Personal Loan	1,44,859.79	33,914.82	82.71	-	1,78,857.31
Gold Loan	61,990.68	223.60	-	-	62,214.28
Vehicle Loan	73.13	4,566.40	30,992.21	-	35,631.73
Business Loan	791.84	290.67	1,737.36	-	2,819.88
Total	2,07,715.44	38,995.49	32,812.28	-	2,79,523.20

3.12 Other non-current assets

Particulars	As at March 31,	
	2023	2022
(a) Security Deposits Unsecured, considered good	2,505.25	1,514.75
Total	2,505.25	1,514.75

3.13 Cash and cash equivalents

Particulars	As at March 31,	
	2023	2022
(a) Balance with banks In Current Accounts	3,244.64	1,497.00
(b) Cash in Hand	747.04	3,508.03
Total	3,991.68	5,005.02

3.14 Short-term loans and advances

Particulars	As at March 31,	
	2023	2022
(a) Loans and advances to related parties Unsecured, considered good	-	-
(b) Other Loans and Advance		
(i) Balances with government authorities		
TDS, TCS and Advance Income Tax	629.86	147.18
GST Receivables	59.13	13.50
(ii) Loans and advances to employees	-	10.25
(iii) Others (Prepaid Expenses and other advances)	467.96	1,244.38
Total	1,156.95	1,415.31

3.15 Other Current assets

Particulars	As at March 31,	
	2023	2022
(a) Accruals Interest accrued on loans	4,649.01	3,244.62
(b) Others Other Receivables	870.52	871.45
Total	5,519.53	4,116.07

3 Notes to the financial statements for the year ended March 31, 2023

3.16 Revenue from operations

Particulars	Year ended March 31,	
	2023	2022
(a) Income from Financing activity		
Interest received on Personal Loans	58,905.99	47,609.07
Interest received on Gold Loans	12,254.00	5,428.77
Interest received on Vehicle Loans	1,745.65	2,974.88
Interest received on Business Loans	687.97	116.11
	10,246.23	4,832.39
(b) Documentation & processing charges		
	83,839.84	60,961.23
Total		

3.17 Other income

Particulars	Year ended March 31,	
	2023	2022
(a) Interest Income		
i. Interest on deposits	1,220.42	19.79
(b) Other non-operating income (net of expenses directly attributable to such income)		
i. Foreign Exchange income (net)	50.61	98.33
ii. Profit on sale of asset	127.31	529.39
iii. Other income	6,780.35	1,257.36
	8,178.69	1,904.86
Total		

3.18 Employee benefit expenses

Particulars	Year ended March 31,	
	2023	2022
Salaries and Wages	28,204.40	14,766.31
Contributions to provident and other funds	2,007.04	1,539.23
	30,211.44	16,305.54
Total		

3.19 Finance costs

Particulars	Year ended March 31,	
	2023	2022
(a) Interest expense on Borrowings		
	30,872.59	21,223.91
(b) Others		
Interest on delayed payment of Income Tax and TDS	99.06	1.01
	30,971.65	21,224.92
TOTAL		

3.20 Depreciation and amortization expenses

Particulars	Year ended March 31,	
	2023	2022
Depreciation	5,300.94	3,053.50
Amortization	754.62	571.80
	6,055.56	3,625.30
Total		

3 Notes to the financial statements for the year ended March 31, 2023

3.21 Other Expenses

Particulars	Year ended March 31,	
	2023	2022
Advertisement	4,367.09	1,220.28
AMC Charges	188.95	453.40
Arbitration Charges	-	20.75
ATM Charges	28.13	-
Bank Charges & Commission	297.93	139.39
Business Incentives & Commission	2,656.42	2,183.21
Court Fees	35.17	44.86
Credit bureau expenses	715.46	755.39
Directors Salary	4,680.00	3,480.00
Directors Sitting Fees	75.00	75.00
Donation	21.02	165.22
Electricity Charges	815.41	499.99
GST paid	1,024.68	824.12
Insurance	111.70	72.26
Legal & Professional Charges	987.36	389.99
Membership Fees	10.00	-
Miscellaneous Expenses	12.12	15.55
Office Expense	2,236.37	641.21
Payment to Auditors	180.00	160.00
Petrol & Diesel Charges	499.05	237.21
Postage & Telephone	1,040.78	927.89
Printing & Stationery	1,139.25	643.43
Rent	2,954.32	2,181.33
Rates and taxes	237.12	3.49
Recovery Charges	-	7.66
Repairs & Maintenance	575.31	999.97
Recovery collection shortage	164.61	-
ROC Filing Fee	-	59.20
Security charges	195.49	156.00
Software usage charges	1,055.81	17.72
Staff Meeting & Welfare Expenses	494.08	129.70
Subscription Charges	284.91	203.75
Suit Filing Charges	-	10.20
Travelling Expense	2,336.04	1,872.60
Vehicle expenses	68.40	22.55
Provisions and Written offs	13,225.04	6,726.61
Total	42,713.02	25,339.93

3.21.1 * Payment to auditors (excluding GST):

Particulars	Year ended March 31,	
	2023	2022
As auditors - statutory audit	135.00	120.00
For taxation matters	45.00	40.00
Total	180.00	160.00

3.21.2 Provisions and Written Offs

Particulars	Year ended March 31,	
	2023	2022
Provision for	286.75	140.90
Standard assets	12,938.28	5,774.80
Non performing assets	-	810.80
Bad debts written off	-	-
Total	13,225.04	6,726.61

3.21.3 Statement of profit and loss:

Particulars	Year ended March 31,	
	2023	2022
Current income tax:		
Current income tax charge	-	946.01
Adjustments in respect of current income tax of previous year	-	946.01
Total Current Tax		
Deferred tax:		
Relating to origination and reversal of temporary differences	(3,792.01)	(1,555.96)
Income Tax reported in the statement of profit and loss	(3,792.01)	(609.95)

Liabilities for Current Tax (net):

Particulars	Year ended March 31,	
	2023	2022
TDS, TCS & Advance Income Tax	629.86	147.18
Provision For Income Tax	-	(946.01)
Liabilities for Current Tax (net)	629.86	(798.83)

Other Notes

- During the year ended March 31, 2023, the Company has recognised deferred tax asset to the extent that it is probable, based on the future profitability and projections of the Company, that taxable profits will be available against which such deferred tax assets can be realised.

- The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and The deferred tax assets and deferred tax liabilities relate to income taxes levied by The same tax authority.

3.22 Earnings Per Share

The company reports basic and diluted Earnings per Share in accordance with AS 20. Basic Earnings per equity share have been

Particulars	Year ended March 31,	
	2023	2022
Net profit for the year attributable to the equity shareholders	(1,41,41,131.61)	(30,19,678.01)
Weighted average number of equity shares	87,49,750	87,49,750
Par value per share	10.00	10.00
Earnings per share - Basic and Diluted	(1,616.18)	(345.12)

3.23 Employee Benefits

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

a. Defined Contribution Plans :

During the year, the following amounts have been recognized in the Profit and Loss account on account of defined contribution plan

Particulars	Year ended March 31,	
	2023	2022
Employers Contribution to Provident Fund	1,448.55	1,263.06
Employers Contribution to Employee's State Insurance	508.43	268.87

b. Defined benefit Plans- Gratuity:

Nil

Related Party Transactions

i Names of related parties and related party relationship, irrespective of whether transactions have occurred or not is given below

Nature of relationship	Name of related party
Subsidiary Companies	NA
Entities over which KMP / Relatives of KMP can exercise significant influence	Mandhirvikas Nidhi Limited Aeppyem Chits and Kuries Pvt. Ltd. Prachodhan Retail Private Limited Vasthravikas Silks LLP (formerly known as Prachodhan Sarees LLP) Marthya Vikas Foundation
Directors and Key Management Personnel (KMP)	Ayanapara Pradeep Menor Managing Director Rajitha Valayangat Whole time Director Pilavazhi Santhakumari Whole time Director Surya Menon Whole time Director Venkita Ramanan G Company Secretary (Resigned on 30/11/2022)
Relatives of Key Management Personnel (KMP)	Nil

ii Transactions with the related parties are:

Nature of transactions	Name of the Related party	Year ended March 31, 2023	2022
Remuneration	Ayanapara Pradeep Menon Rajitha Valayangat Pilavazhi Santhakumari Surya Menon Venkita Ramanan G	1,800.00 900.00 900.00 600.00 336.89	1,681.56 600.00 600.00 600.00 504.96
Sitting Fees	Ayanapara Pradeep Menon Rajitha Valayangat Pilavazhi Santhakumari Surya Menon	15.00 15.00 15.00 15.00	15.00 15.00 15.00 15.00
Rent Paid	Pilavazhi Santhakumari	60.00	60.00
Subordinate Debt Subscribed	Vasthravikas Silks LLP	400.00	-
Expense Reimbursed	Ayanapara Pradeep Menon	242.88	-
Incentive Paid	Ayanapara Pradeep Menon	57.75	-
Interest paid on subordinate debts	Rajitha Valayangat Vasthravikas Silks LLP	3.50 18.11	3.50 -
Loans advanced	Vasthravikas Silks LLP	-	500.00
Loans repaid	Vasthravikas Silks LLP	500.00	328.44
Interest received on loans	Vasthravikas Silks LLP	62.18	40.06

iii Balances at the year end:

Nature of transactions	Name of the Related party	Year ended March 31, 2023	2022
Sub Ordinate Debts	Rajitha Valayangat	25.00	25.00
Loan and Advances		-	50.00

iv Transaction with non executive director

Nature of transactions	Name of the Related party	Year ended March 31,	
		2023	2022
Remuneration	Satheesh	480.00	480.00
Sitting fees	Satheesh	15.00	15.00

3.25 Other Payables - Trade payables

Particulars	Year ended March 31,	
	2023	2022
Trade payables, carried at amortised cost		
- Total outstanding dues of micro and small enterprises	-	-
- Total outstanding dues of creditors other than micro and small enterprises	294.14	-
Total	294.14	-

3.25.1 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

Particulars	Year ended March 31,	
	2023	2022
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
Principal amount due to micro and small enterprises	-	-
Interest due on above	-	-
Total	-	-

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

3.26 Additional Regulatory Information

Particulars	Numerator	Denominator	Current Period	Previous Period	% of variance*	Explanation
Liquidity Ratio						
Current Ratio (times)	Current assets	Current liabilities	3.71	12.79	-71.0%	Note 1
Solvency Ratio						
Debt-Equity Ratio (times)	Total debt	Shareholder's equity	4.74	2.51	88.6%	Note 2
Debt Service Coverage Ratio (times)	Earnings available for debt service	Debt service	4.86	1.16	319.4%	Note 3
Profitability ratio						
Net Profit Ratio (%)	Net profits	Revenue	-16.87%	-4.95%	240.5%	Note 4
Return on Equity Ratio (%)	Net profits after taxes	average shareholder's equity	-20.93%	-3.97%	427.8%	Note 5
Return on Capital employed (%)	Earning before interest & tax	Capital employed	3.57%	6.44%	-44.6%	Note 5
Return on Investment (%)	Income generated from investments	Time weighted average investments				

*Utilization Ratio

3 Notes to the financial statements for the year ended March 31, 2023

1. The Current ratio has decreased because the NCD and Subordinated Debts are due in the coming financial year
2. The debt equity ratio has increased because of increased borrowings undertaken as part of the expansion plans of the Company.
3. The debt service coverage ratio has improved because of increase in earnings available for debt service and principal repayments of loans during the year. (only principal repayments and interest payments of debentures and term loan have been considered for debt service)
4. Eventhough there was increase in the turnover ,there was an increase in overhead expenses mainly due to branch expansion,increase of Subordinate bond and NCD issue expenses. It leads to decrease in Net profit Ratio
5. As the loss during the current year have increased compared to the previous year which inturn resulted in the decrease of Return on Equity Ratio and Return on Capital employed Ratio

3.27 Contingent liabilities and capital commitments

Particulars	Year ended March 31,	
	2023	2022

Contingent Liabilities: -

Claim not acknowledge as debt by the company

Capital commitments :-

Future cash outflow in respect of above is determinable only on receipt of judgments /decision pending with various forums/authorities. The Company is of the opinion that the above demands are not tenable and expects to succeed in its appeals/defense. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations

3.28 Investments

Particulars	Year ended March 31,	
	2023	2022

Gross Value of Investments

(a) India In India

(b) Outside India

Provisions for Depreciation

(a) India In India

(b) Outside India

Net Value of Investments

(a) India In India

(b) Outside India

Movement of provisions held towards depreciation on investments

Opening balance

Add : Provisions made during the year

Less : Write off / write back of excess provisions during the year

Closing balance

3.29 Provisions and Contingencies

Break up of Provisions and Contingencies shown under the head Expenses in the Statement of Profit and Loss	Year ended March 31,	
	2023	2022

Provisions for depreciation on Investment

Provision towards NPA

Provision made towards Income Tax (net of Deferred Tax)

Other Provision and Contingencies (with details)

Provision for Standard Assets

12,938.28

(3,792.01)

286.75

5,774.80

(609.95)

140.93

as Money Limited

All amounts in ₹, '000, unless otherwise stated)

3 Notes to the financial statements for the year ended March 31, 2023

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

The company does not have any joint venture or subsidiary overseas during the year 2022=23 & 2021-22

3.31 Draw Down from Reserves

No reserves have been draw down during the financial year 2022=23 & 2021-22

3.32 Registration obtained from other financial sector regulators

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

3.33 Disclosure of Penalties imposed by RBI & other regulators

No penalties have been imposed by RBI and other regulators on the Company during the financial year ended

3.34 Percentage of loans granted against collateral of gold jewelry to total assets

Particulars	Year ended March 31,	
	2023	2022
Gold Loans granted against collateral of gold jewelry	1,02,706.93	62,214.28
Total assets of the Company	4,31,294.02	3,08,126.55
Percentage of Gold Loans to Total Assets	23.81%	20.19%

3.35 Movement of NPAs

Particulars	Year ended March 31,	
	2023	2022
Net NPAs* to Net Advances (%)	10.76%	21.05%
Movement of NPAs* (Gross)		
(a) Opening balance	71,807.77	58,105.91
(b) Net Changes	(3,573.94)	13,701.86
(c) Closing balance	68,233.83	71,807.77
Movement of Net NPAs*		
(a) Opening balance	55,387.49	47,460.43
(b) Net Changes	(16,512.22)	7,927.06
(c) Closing balance	38,875.26	55,387.49
Movement of provisions for NPAs* (excluding Provisions on Standard Assets)		
(a) Opening balance	16,420.28	10,645.47
(b) Provisions made during the year	12,938.28	5,774.80
(c) Closing balance	29,358.56	16,420.28

3.36 Exposures:-

The Company has no exposure to the real estate sector and capital market directly or indirectly in the current and previous year.

3.37 Customer complaints

Particulars	Year ended March 31,	
	2023	2022
No. of complaints pending as at the beginning of the year	-	-
No. of complaints received during the year	-	5
No. of complaints redressed during the year	-	5
No. of complaints pending as at the end of the year	-	-

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

The Company did not exceed the limits prescribed for single and group borrower during the current and previous year.

- 3.39 The company has not imported any goods therefore value of import on CIF basis is Nil during the year 2022-23 (2021-22 – Nil)
- 3.40 The company does not have any expenditure in Foreign Currency during the year 2022-23 (2021-22 – Nil)
- 3.41 The Company is a dealer in foreign exchange and is holding FFMC license, FFMC License No. FE.CHN.FFMC.83/2017. The profit earned by the Company upon the purchase and sale of foreign currency transaction during the year amounting to ₹ 50,608.68/- (2021-22 - ₹ 98,329/-) is recognized in the profit and loss.
- 3.42 In the opinion of the management , the current assets, loans and advances shall realise the value as shown in the balance sheet, if realised in the normal course of business.
- 3.43 Balance of some of the debtors, creditors & loans and advances are subject to confirmation/reconciliation.
- 3.44 Other notes as required by Schedule III of the Act are either nil or not applicable hence not disclosed.
- 3.45 The company has a single reportable segment i.e. financing which has similar risk & return for the purpose of AS-17 on 'Segment Reporting' notified under the Companies (Accounting Standard) Rules, 2006 as amended. The company operates in a single geographical segment i.e. domestic.

Additional Regulatory information as per MCA notification

- 3.46 The Company doesn't have any Immovable Property whose title deeds are not held in the name of the Company.
- 3.47 The company doesn't hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder and no proceedings have been initiated or pending against the company for the same
- 3.48 The Company has not revalued its Property, Plant and Equipment during the financial year 22-23
- 3.49 The Company has not revalued its intangible assets during the financial year 22-23
- 3.50 The Company has not been declared as a wilful defaulter by any lender who has powers to declare a company as a wilful defaulter at any time during the financial year or after the end of reporting period but before the date when financial statements are approved
- 3.51 The company doesn't have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
- 3.52 The Company does not have any transaction which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- 3.53 The Company has not given any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are a) repayable on demand; or b) without specifying any terms or period of repayment.
- 3.54 The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.
- 3.55 Company has not traded/invested in crypto currency or virtual currency for the current financial year and previous year
- 3.56 The Company hasn't advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever, by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

as Money Limited

All amounts in ₹, '000, unless otherwise stated)

3 Notes to the financial statements for the year ended March 31, 2023

3.57 The Company hasn't received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall

Directly or indirectly lend or invest in other persons or entities identified in any manner what so ever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Other Notes

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

In terms of our report attached.

For Balan and Co

Chartered Accountants

ICAI Firm registration number: 003405

Vishnu Prasad B Menon

Partner

Membership no: 207626

Place: Aluva

Date: 20.08.2023



A. Pradeep Menon

For and on behalf of the Board
Vikas Money Limited

A Pradeep Menon

Managing Director

[DIN: 01156451]

Place: Cherupulassery

Date: 20.08.2023

Rajitha B

Rajitha Valayangat

Whole-time Director

[DIN: 02792436]



Notes to the financial statements for the year ended March 31, 2023

3.09 Property Plant and Equipments

Particulars	Land	Building	Computer	Electrical Fittings	Furniture & Fittings	Motor Vehicle	Office Equipment	Total
Cost:								
As at April 1, 2021	304.93	1,731.30	1,236.65	1,088.01	4,506.81	3,242.11	2,846.45	14,956.27
Additions	-	-	657.74	172.35	2,908.58	-	1,388.71	5,127.38
Disposals	-	-	-	-	-	1,953.02	-	1,953.02
As at March 31, 2022	304.93	1,731.30	1,894.39	1,260.36	7,415.40	1,289.09	4,235.16	18,130.64
Additions	-	-	1,423.24	1,036.94	3,295.77	4,248.85	2,281.22	12,286.01
Disposals	-	-	-	-	-	395.07	-	395.07
As at March 31, 2023	304.93	1,731.30	3,317.62	2,297.30	10,711.17	5,142.88	6,516.38	30,021.58
Depreciation and impairment:								
As at April 1, 2021	-	239.93	784.94	444.84	1,544.67	2,260.33	1,269.05	6,543.77
Additions	-	126.34	371.73	173.02	1,132.35	235.98	1,014.07	3,053.50
Disposals	-	-	-	-	-	1,482.41	-	1,482.41
As at March 31, 2022	-	366.27	1,156.67	617.86	2,677.02	1,013.90	2,283.13	8,114.86
Additions	-	115.08	803.00	275.19	1,630.64	1,148.79	1,328.24	5,300.94
Disposals	-	-	-	-	-	374.07	-	374.07
As at March 31, 2023	-	481.36	1,959.67	893.04	4,307.66	1,788.62	3,611.37	13,041.72
Net book value:								
At April 1, 2021	304.93	1,491.37	451.71	643.17	2,962.15	981.78	1,577.40	8,412.50
At March 31, 2022	304.93	1,365.03	737.71	642.50	4,738.38	275.19	1,952.04	10,015.78
At March 31, 2023	304.93	1,249.95	1,357.95	1,404.25	6,403.50	3,354.26	2,905.01	16,979.86

3.09 Intangible Assets

Particulars	Website	Software	Total
Cost:			
As at April 1, 2021	262.46	2,004.77	2,267.22
Additions	12.00	842.75	854.75
Disposals	-	-	-
As at March 31, 2022	274.46	2,847.52	3,121.97
Additions	76.37	841.00	917.37
Disposals	-	-	-
As at March 31, 2023	350.83	3,688.52	4,039.34
Depreciation and impairment:			
As at April 1, 2021	103.25	860.54	963.79
Additions	50.99	520.85	571.84
Disposals	-	-	-
As at March 31, 2022	154.24	1,381.39	1,535.63
Additions	66.27	688.35	754.62
Disposals	-	-	-
As at March 31, 2023	220.50	2,069.74	2,290.24
Net book value:			
At April 1, 2021	159.21	1,144.23	1,303.43
As at March 31, 2022	120.22	1,466.13	1,586.35
As at March 31, 2023	130.32	1,618.78	1,749.10

Notes to the financial statements for the year ended March 31, 2023

3.59 Disclosures required as per Reserve Bank of India Master Direction – Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016

(₹ in Lakhs)

Particulars			
Liabilities side :		Amount out-standing	Amount overdue
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:		
	(a) Debentures : Secured	47,495.82	-
	: Unsecured (other than falling within the meaning of public deposits)		-
	(b) Deferred Credits		-
	(c) Term Loans	90.44	-
	(d) Inter-corporate loans and borrowing		-
	(e) Commercial Paper		-
	(f) Public Deposits		-
	(g) Other Loans –		-
	Subordinate Bonds	1,01,922.60	-
	Loans repayable on demand	202.91	-
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
	(c) Other public deposits	-	-
Assets side :		Amount outstanding	
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
	(a) Secured	1,66,206.58	
	(b) Unsecured	2,70,933.15	
4	Break up of Leased Assets and stock on hire and hypothecation loans counting towards asset financing activities		
	(i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial lease		-
	(b) Operating lease		-
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire		-
	(b) Repossessed Assets		-
	(iii) 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		
	<u>Current Investments</u>		
	1 <u>Quoted</u>		
	(i) Shares		
	(a) Equity		-
	(b) Preference		-
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others (please specify)		-
	2 <u>Unquoted</u>		
	(i) Shares		
	(a) Equity		-
	(b) Preference		-
	(ii) Debentures and Bonds		-
	(iii) Units of mutual funds		-
	(iv) Government Securities		-
	(v) Others (please specify)		-

Long Term investments			
1 <u>Quoted</u>			
(i) Shares			
(a) Equity			
(b) Preference			
(ii) Debentures and Bonds			
(iii) Units of mutual funds			
(iv) Government Securities			
(v) Others (please specify)			
2 <u>Unquoted</u>			
(i) Shares			
(a) Equity			
(b) Preference			
(ii) Debentures and Bonds			
(iii) Units of mutual funds			
(iv) Government Securities			
(v) Others (please specify)			
6	Borrower group-wise classification of assets financed as in (3) and (4) above		
Category		Amount net of provisions	
		Secured	Unsecured
1 Related Parties			
(a) Subsidiaries		-	-
(b) Companies in the same group		-	-
(c) Other related parties		-	-
2 Other than related parties		1,66,059.76	2,70,786.38
Total			4,36,846.15
7	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)		
Category		Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1 Related Parties			
(a) Subsidiaries		-	-
(b) Companies in the same group		-	-
(c) Other related parties		-	-
2 Other than related parties		-	-
Total			
8	Other information		
Particulars			Amount
(i) Gross Non-Performing Assets			
(a) Related parties			-
(b) Other than related parties			682.34
(ii) Net Non-Performing Assets			
(a) Related parties			-
(b) Other than related parties			388.75
(iii) Assets acquired in satisfaction of debt			-

In terms of our report attached.

For Balan and Co

Chartered Accountants

ICAI Firm registration number: 003405

Vishnu Prasad B Menon

Partner

Membership no: 207626

Place: Aluva

Date: 20.08.2023



For and on behalf of the Board

Vikas Money Limited

A. Pradeep Menon

A Pradeep Menon

Managing Director

[DIN: 01156451]

Place: Cherupulassery

Date: 20.08.2023

Rajitha B

Rajitha Valayangat

Whole-time Director

[DIN: 02792436]

