

## Independent Auditor's Report

A K Chordia & co  
Chartered Accountants  
2ND Floor, Shop No 335,  
Johari Bajar, Jaipur-302003

To,  
The Members of  
DIGAMBER CAPFIN LIMITED

### Opinion

We have audited the accompanying financial statements of Digamber Capfin Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, and its Profit and its cash flows for the year ended on that date

### Basis for Opinion

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

### Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### Auditor's Responsibility for the Audit of the Financial Statements

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



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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("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 the Non-Banking Finance Companies Auditors Report (Reserve Bank) Directions, 2016, we give in the Annexure B, statement on the matters specified in the order, to the extent applicable.

With respect to the adequacy of the Internal Control over financial reporting of the company and the operating effectiveness of such control, refer to our separate report in Annexure C, and,

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



- c. The Balance Sheet, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure C". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position;
- b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Jaipur  
Tuesday, 29<sup>th</sup> June, 2021  
UDIN : 20071987AAAAFI4105



For AK Chordia & Co  
Chartered Accountant  
FRN: 002606C

  
Ashok Kumar Chordia  
Partner  
M. No.: 071737

## ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

For the Year Ended on 31st March 2021

(Referred to in Para 'Report on other Legal and Regulatory Requirements' in our report of even date)

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) The Company has a regular program of physical verification of the fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed Assets were physically verified during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the company.
  - c) According to the information and explanations are given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the company.
- ii. The Company is a Micro Financing Non-Banking Finance Company. Accordingly, it does not hold any physical inventories. Thus Paragraph 3(ii) is not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured to Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence requirements of clause 3(a), 3 (b) & 3(c) are not applicable.
- iv. The Company has not made loans, investments, guarantees and securities to directors etc.
- v. The company has not accepted deposits from the public.
- vi. The Central Govt. has not prescribed the maintenance of Cost records under section 148(1) of the Companies Act 2013 ('the Act')
- vii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues, including provident fund, Employee State Insurance, Income Tax, Goods and Service Tax, and other material statutory dues with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, Income Tax, Goods and Service Tax, and other material statutory dues were in arrears as at 31st March, 2021 for a period of more than six months from the date they became payable.
- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not defaulted in repayments of the Loans or borrowings to financial institutions, Bank, Govt. or otherwise.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments). However, Term loans were taken from the Banks and Financial Institutions was applied for the purpose for which the same were raised.
- x. According to the information and explanations given to us, during the year, no case of embezzlement by employees of the company is reported. (previous year No case of embezzlement by employees of the company). In current year Rs 1,24,880 was recovered which pertains to earlier years. Recovery Proceedings for the unrecovered portion of embezzlement is pending.

During the year 3 cases of Robbery (previous year 4 cases) of Money from the staff of the company are reported for which FIR was filed. The aggregated amount of robbery of Rs 1,41,530/- (previous Year Rs 5,70,121/-) has been charged to profit & loss account of the company.

According to the information and explanations given to us, no fraud has been committed by the company, which has been noticed or reported during the course of the audit.



- xi. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the order is not applicable.
- xiii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required in the accounting standards.
- xiv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has neither issued shares nor fully or partly convertible debentures. The Company has, however issued Non-Convertible debentures of Rs, 50 Crores to four Public Sector Banks and necessary compliance of Section 42 and other Rules & Regulations as provided for this purpose under companies Act 2013 for issue of these debentures, have been complied with. The amount so raised has been used for the purpose it has been raised.
- xv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not entered into non cash transactions with Directors or persons connected with them. Accordingly, the paragraph 3(xv) of the order is not applicable.
- xvi. The company is Registered under section 45-IA of the Reserve Bank of India Act' 1934.

Place: Jaipur  
Tuesday, 29<sup>th</sup> June, 2021  
UDIN : 20071987AAAAFI4105



For AK Chordia & Co  
Chartered Accountant  
FRN: 002606C

  
Ashok Kumar Chordia  
Partner  
M. No.: 071737

**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT**

**For the Year Ended on 31<sup>st</sup> March 2021**

**(Referred to in Para 'Report on other Legal and Regulatory Requirements' in our report of even date)**

- a) That the Company is engaged in the business of non-banking financial institution as defined in section 45-I (a) of the RBI Act and meeting the principle business criteria (Financial asset/ income pattern) as laid down by RBI directions and it has obtained a Certificate of Registration (COR) from the Reserve Bank of India.
- b) That the company is entitled to continue to hold such COR in terms of its assets/income pattern as on March 31, 2021.
- c) That Company meets the requirement of a net owned fund as laid down in Master Direction - Non- Banking Financial Company, Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and amendments thereafter, where applicable.
- d) The Board of Directors of the Company has passed a resolution for non -acceptance of any public deposits.
- e) The company has not accepted any deposits from public during the financial year 2020-21.
- f) The Company has complied with the prudential norms relating to the income recognition, accounting standards, assets classifications and provision for bad and doubtful debts as applicable to it in terms of Non-Banking Financial Company -Systemically Important Non -Deposit taking Company (Reserve Bank) Directions, 2016 subject to applicable and amendments thereafter.
- g) The capital adequacy ratio as disclosed in the return submitted to the Bank (form DNBS03) in terms of the Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 has been correctly determined and such ratio is in compliance with the minimum CRAR prescribed therein
- h) The company has furnished to the bank the annual/quarterly statement of capital funds, risk assets/exposure and risk asset ratio (Form DNBS03) within the stipulated period.
- i) The Company is correctly classified under Non-Banking Financial Company as NBFC-Micro Finance Institutions (MFIs) as defined in the Non-Banking Financial Company -Systemically Important Non -Deposit taking Company (Reserve Bank) Directions, 2016 with reference to the business carried on by it during the financial year i.e. 2020-21.

Place: Jaipur  
Tuesday, 29<sup>th</sup> June, 2021  
UDIN : 20071987AAAAFI4105



For AKChordia & Co  
Chartered Accountant  
FRN: 002606C

Ashok Kumar Chordia  
Partner  
M. No.: 071737

## **ANNEXURE 'C' TO THE INDEPENDENT AUDITOR'S REPORT**

**For the Year Ended on 31<sup>st</sup> March 2021**

(Report on the Internal Financial Controls under clause (i) of sub section 3 of section 143 of the Companies Act' 2013)

We have audited the Internal Financial Controls Over Financial Reporting of Digamber Capfin Ltd. ('the Company') as of 31<sup>st</sup> March 2021 with our audit of Standalone Financial Statements of the Company for the year ended on that date.

### **MANAGEMENT 'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The Company's management is responsible for establishing and maintaining Internal Financial Controls based on the Internal Control over Financial Reporting criteria established by the company, considering the essential components of Internal control stated in the Guidance Note on Audit of internal Financial Control 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 business, including adherence to the company's policies, the safeguard of assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and timely preparation of reliable financial information, as required under the Companies Act' 2013.

### **AUDITOR'S RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's Internal Financial Controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act' 2013, to the extent applicable to an audit of internal financial controls, both applicable to a n audit of Financial Controls and, both issued by ICAI. Those standards and 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 were established and maintained and if such controls operated effectively in all material aspects.

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 the internal financial controls system over financial reporting included obtaining an understanding of Internal Financial Controls over Financial Reporting, assessing the risk that a material weakness exists along with testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risk material and 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 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 purpose in accordance with generally accepted accounting principles. A company's internal financial controls 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 authorization of the 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 LIMITATION OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

Because of the inherent limitations of internal financial controls over financial reporting, includes the possibility of collusion or improper management leads to overriding of controls, material misstatements due to error or fraud may occur and not be detected. Also, Projections of any evaluation of the internal financial control 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 controls, or that the degree of compliance with the policies or procedures may deteriorate.

### **OPINION**

In our opinion, the company has, in all material aspects an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively from 31<sup>st</sup> March 2021, based on the internal control over financial reporting criteria established by the company considering the essential components of internal controls stated in the guidance Note on Audit of Internal Financial Controls Over Financial reporting issued by the ICAI.



**Other Matter**

Broadly, the Company is having most of the system in place as required for the compliance of Internal Financial Control on Financial Reporting. However, those systems or controls are having scope of further improvement. Also, Company has documented adequately the internal financial controls based on Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. Based on our audit procedures, we are of the opinion that Company has rectified all material observations of our audit on internal financial controls over financial reporting to ensure that they do not significantly affect financial reporting on Internal Financial Control as on Balance Sheet date.

Place: Jaipur  
Tuesday, 29<sup>th</sup> June, 2021

UDIN : 20071987AAAAFI4105



For AK Chordia & Co  
Chartered Accountant  
FRN: 002606C

A handwritten signature in blue ink, appearing to read "Ashok Kumar Chordia".

Ashok Kumar Chordia  
Partner  
M. No.: 071737

**DIGAMBER CAPFIN LIMITED**
**BALANCE SHEET AS AT 31st March 2021**

(All amounts in lakh, except per share data and as stated otherwise)

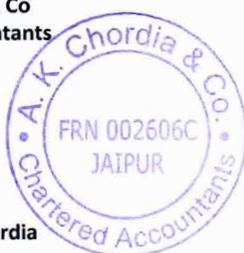
| Particulars                                     | Note | 31.03.2021       | 31.03.2020       |
|-------------------------------------------------|------|------------------|------------------|
| <b>EQUITY AND LIABILITIES</b>                   |      | (Rs in Lakh)     | (Rs in Lakh)     |
| Share Capital                                   | 3.1  | 1,137.69         | 1,287.69         |
| Reserves and Surplus                            | 3.2  | 10,148.44        | 7,234.85         |
|                                                 |      | <b>11,286.13</b> | <b>8,522.54</b>  |
| <b>Non-Current Liabilities</b>                  |      |                  |                  |
| Long Term Borrowings                            | 3.3  | 26,835.98        | 28,407.27        |
| Long Term Provisions                            | 3.4  | 983.00           | 702.32           |
| Other Non Current Liabilities                   | 3.5  | 264.30           |                  |
|                                                 |      | <b>28,083.28</b> | <b>29,109.59</b> |
| <b>Current Liabilities</b>                      |      |                  |                  |
| Short-Term Borrowings                           | 3.3  | 5,923.23         | 3,321.25         |
| Other Current Liabilities                       | 3.6  | 28,254.92        | 19,690.61        |
| Short-Term Provisions                           | 3.7  | 382.05           | -                |
|                                                 |      | <b>34,560.20</b> | <b>23,011.87</b> |
| <b>TOTAL :</b>                                  |      | <b>73,929.61</b> | <b>60,644.00</b> |
| <b>ASSETS</b>                                   |      |                  |                  |
| <b>Non-Current Assets</b>                       |      |                  |                  |
| Property, Plant & Equipment                     | 4.0  | 3,343.27         | 968.01           |
| Deferred Tax Assets                             | 4.1  | 46.47            | 30.78            |
| Long Term Loans & Advances                      | 4.2  | 24,047.38        | 15,675.85        |
| <b>Total Non Current Assets</b>                 |      | <b>27,437.11</b> | <b>16,674.64</b> |
| <b>Current Assets</b>                           |      |                  |                  |
| Cash and Cash Equivalents                       | 4.3  | 9,798.74         | 2,329.91         |
| Bank Balance other than Cash & Cash Equivalents | 4.4  | 5,378.94         | 6,289.92         |
| Short-term Loans and Advances                   | 4.5  | 30,393.23        | 33,062.89        |
| Other Current Assets                            | 4.6  | 921.58           | 2,286.64         |
|                                                 |      | <b>46,492.49</b> | <b>43,969.36</b> |
| <b>TOTAL :</b>                                  |      | <b>73,929.61</b> | <b>60,644.00</b> |

**Significant Accounting Policies and Notes to Financial Statements**

In terms of our attached report of even date

 For A K Chordia & Co  
 Chartered Accountants  
 FRN: 002606C



 Ashok Kumar Chordia  
 Partner  
 M. No. 071737  
 UDIN:- 21071737AAAAAU3128  
 PLACE : JAIPUR  
 DATE : 29th June, 2021

 For and on behalf of the Board of Directors of  
 Digamber Capfin Limited

  
 ( Rajiv Jain )  
 Managing Director  
 DIN: 00416121

  
 (Lalit Kumar Jain)  
 Independent Director  
 DIN : 07517615

  
 (Amit Jain)  
 Whole Time Director cum CFO  
 DIN: 00416133

  
 (Neha Agarwal)  
 Company Secretary  
 (M. No. A35576)

**DIGAMBER CAPFIN LIMITED****STATEMENT OF PROFIT & LOSS ACCOUNT AS AT MARCH 31, 2021**

(All amounts in lakh, except per share data and as stated otherwise)

| S.No | PARTICULARS                                                  | NOTES | 31.03.2021<br>(Rs in Lakh) | 31.03.2020<br>(Rs in Lakh) |
|------|--------------------------------------------------------------|-------|----------------------------|----------------------------|
| I    | <b>INCOME</b>                                                |       |                            |                            |
|      | Revenue from Operation                                       | 5.0   | 15,930.37                  | 14,060.25                  |
|      | Other Income                                                 | 5.1   | 402.02                     | 338.64                     |
|      | <b>TOTAL INCOME :</b>                                        |       | <b>16,332.39</b>           | <b>14,398.89</b>           |
| II   | <b>EXPENDITURES</b>                                          |       |                            |                            |
|      | Employee Benefit Expenses                                    | 5.2   | 3,492.33                   | 3,423.96                   |
|      | Finance Cost                                                 | 5.3   | 6,312.05                   | 5,637.39                   |
|      | Depreciation and Amortization Expenses                       | 5.4   | 79.54                      | 92.11                      |
|      | Administrative Expenses                                      | 5.5   | 942.71                     | 1,092.99                   |
|      | Provision & Write Off                                        | 5.6   | 1,560.43                   | 533.30                     |
|      | <b>TOTAL EXPENDITURE:</b>                                    |       | <b>12,387.06</b>           | <b>10,779.75</b>           |
| III  | <b>Profit Before Tax</b>                                     |       | <b>3,945.33</b>            | <b>3,619.14</b>            |
|      | <b>Less : Tax Expenses</b>                                   | 5.7   | <b>1,006.77</b>            | <b>933.63</b>              |
|      | Current Year Tax                                             |       | 1,022.46                   | 912.48                     |
|      | Deferred Tax                                                 |       | -15.69                     | 21.15                      |
|      | <b>Profit (Loss) for the Year from continuing operations</b> |       | <b>2,938.56</b>            | <b>2,685.51</b>            |
|      | <b>Earning Per Equity Share</b>                              | 5.10  |                            |                            |
|      | Basic                                                        |       | 29.50                      | 29.87                      |
|      | Diluted                                                      |       | 29.36                      | 28.99                      |

**Significant Accounting Policies and Notes to Financial Statements**  
In terms of our attached report of even date

For A K Chordia & Co  
Chartered Accountants  
FRN: 002606C



**Ashok Kumar Chordia**  
Partner

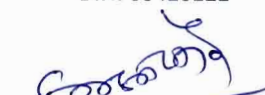
M. No. 071737  
UDIN:- 21071737AAAAAU3128  
PLACE : JAIPUR  
DATE : 29th June, 2021



For and on behalf of the Board of Directors of  
Digamber Capfin Limited



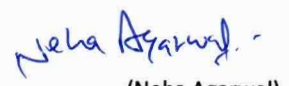
( Rajiv Jain )  
Managing Director  
DIN: 00416121



(Lalit Kumar Jain)  
Independent Director  
DIN : 07517615



(Amit Jain)  
Whole Time Director cum CFO  
DIN: 00416133



(Neha Agarwal)  
Company Secretary  
(M. No. A35576)

| DIGAMBER CAPFIN LIMITED                                     |                                                          |                           |                           |
|-------------------------------------------------------------|----------------------------------------------------------|---------------------------|---------------------------|
| CASH FLOW STATEMENT FOR THE YEAR ENDED AS AT MARCH 31, 2021 |                                                          |                           |                           |
| (All amounts in lakh, except as stated otherwise)           |                                                          |                           |                           |
| S.No.                                                       | Particulars                                              | 31.3.2021<br>(Rs in Lakh) | 31.3.2020<br>(Rs in Lakh) |
| A                                                           | <b>CASH FLOW FROM OPERATING ACTIVITY</b>                 |                           |                           |
|                                                             | Net Profit Before Tax                                    | 3,945.33                  | 3,619.14                  |
|                                                             | Adjustments for:-                                        |                           |                           |
|                                                             | Depreciation and Amortization                            | 79.54                     | 92.11                     |
|                                                             | Provision                                                | 280.68                    | 202.32                    |
|                                                             | <b>Operating Profit Before working Capital Changes</b>   | <b>4,305.55</b>           | <b>3,913.57</b>           |
|                                                             | <b>Changes In Working Capital:-</b>                      |                           |                           |
|                                                             | Increases/Decreases in Loans & Advances                  | -5,710.44                 | -14,858.28                |
|                                                             | Increases/Decreases in Current Liabilities               | -                         | -                         |
|                                                             | Increase/Decrease in other Current Liabilities           | 4,559.81                  | 297.93                    |
|                                                             | Increases/Decreases in other current assets              | 1,404.89                  | -82.45                    |
|                                                             | <b>Cash used in operations</b>                           | <b>4,559.81</b>           | <b>-10,729.23</b>         |
|                                                             | Direct Taxes Paid                                        | -1,006.77                 | -933.63                   |
|                                                             | <b>Net Cash used in Operating Activities</b>             | <b>3,553.04</b>           | <b>-11,662.86</b>         |
| B                                                           | <b>CASH FLOW FROM INVESTING ACTIVITIES</b>               |                           |                           |
|                                                             | Purchases of Fixed Assets including Capital Advances     | -2,454.81                 | -1,650.25                 |
|                                                             | Increase/Decrease in Investments                         | -                         | -                         |
|                                                             | <b>Net cash used in Investing Activities</b>             | <b>-2,454.81</b>          | <b>-1,650.25</b>          |
| C                                                           | <b>CASH FLOW FROM FINANCING ACTIVITIES</b>               |                           |                           |
|                                                             | Increase in Equity Share Capital                         | -                         | 119.20                    |
|                                                             | Increase in Share Premium                                | -                         | 596.00                    |
|                                                             | Increase in Share Application Money                      | -                         | -                         |
|                                                             | Increase in Long Term Borrowings                         | 5,484.59                  | 9,297.31                  |
|                                                             | Increase in Short Term Borrowings                        | -                         | 8,431.37                  |
|                                                             | Dividend Paid (including Tax on Dividend)                | -24.97                    | -27.00                    |
|                                                             | <b>Net cash from Financing Activities</b>                | <b>5,459.62</b>           | <b>18,416.87</b>          |
|                                                             | <b>NET INCREASE IN CASH &amp; CASH EQUILENTS (A+B+C)</b> | <b>6,557.85</b>           | <b>5,103.77</b>           |
|                                                             | CASH & CASH EQUIVALENTS : OPENING BALANCE                | 8,619.83                  | 3,516.06                  |
|                                                             | CASH & CASH EQUIVALENTS : CLOSING BALANCE                | 15,177.68                 | 8,619.83                  |

In terms of our attached report of even date

For A K Chordia & Co  
Chartered Accountants  
FRN: 002606C

Ashok Kumar Chordia  
Partner  
M. No. 071737  
UDIN:- 21071737AAAAAU3128  
PLACE : JAIPUR  
DATE : 29th June, 2021

For and on behalf of the Board of Directors of  
Digamber Capfin Limited

(Rajiv Jain)  
Managing Director  
DIN: 00416121

(Lalit Kumar Jain)  
Independent Director  
DIN : 07517615

(Amit Jain)  
Whole Time Director cum CFO  
DIN: 00416133

(Neha Agarwal)  
Company Secretary  
(M. No. A35576)



## DIGAMBER CAPFIN LIMITED

## NOTES ON ACCOUNTS FOR THE YEAR ENDING ON 31ST MARCH, 2021

(All amounts in lakh, except per share data and as stated otherwise)

| 3.1 Share capital                                                                                                                                             | 31.03.2021   | 31.03.2020   |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
|                                                                                                                                                               | (Rs in Lakh) | (Rs in Lakh) |
| <b>Authorised Equity Share Capital</b>                                                                                                                        |              |              |
| 15000000 Equity Shares of Rs.10/- each                                                                                                                        | 1,500.00     | 1,500.00     |
| 30000000 Optionally Convertible Preference Share of Rs. 10/-each                                                                                              | 300.00       | 300.00       |
|                                                                                                                                                               | 1,800.00     | 1,800.00     |
| <b>Issued, Subscribed and Paid up Capital</b>                                                                                                                 |              |              |
| <b>Equity Share Capital</b>                                                                                                                                   |              |              |
| 9876930 (9876930 in previous year) Equity Shares of Rs.10/- par value                                                                                         | 987.69       | 987.69       |
| 1500000 (PY 3000000) Optionally Convertible Preference Share of Rs. 10/- each<br>(1500000 shares have been redeemed at the instance of holder of the shares ) | 150.00       | 300.00       |
|                                                                                                                                                               | 1,137.69     | 1,287.69     |
| <b>PAID UP SHARE CAPITAL</b>                                                                                                                                  |              |              |
| 9876930 (9876930 in previous year) Equity Shares of Rs.10/- par value                                                                                         | 987.69       | 987.69       |
| 1500000 (PY 3000000) Optionally Convertible Preference Share of Rs. 10/- each<br>(1500000 shares have been redeemed at the instance of holder of the shares ) | 150.00       | 300.00       |
|                                                                                                                                                               | 1,137.69     | 1,287.69     |

## a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

| Equity Shares                                      | 31.03.2021   |               | 31.03.2020   |               |
|----------------------------------------------------|--------------|---------------|--------------|---------------|
|                                                    | Number       | (Rs in Lakh)  | Number       | (Rs in Lakh)  |
| Outstanding at the beginning of the year           | 98.77        | 987.69        | 86.85        | 868.49        |
| Add : Issued during the year                       | -            | -             | 11.92        | 119.20        |
| <b>Shares Outstanding at the end of year</b>       | <b>98.77</b> | <b>987.69</b> | <b>98.77</b> | <b>987.69</b> |
| <b>9% Optionally Convertible Preference Shares</b> |              |               |              |               |
| Outstanding at the beginning of the year           | 30.00        | 300.00        | 30.00        | 300.00        |
| Add : Issued during the year                       | -            | -             | -            | -             |
| Less : Redeemed during the year                    | -15.00       | -150.00       | -            | -             |
| <b>Shares Outstanding at the end of year</b>       | <b>15.00</b> | <b>150.00</b> | <b>30.00</b> | <b>300.00</b> |

## b) Terms/rights attached to equity shares

The Company has one class of equity shares having a par value of Rs 10/- per share. Each shareholders eligible for one vote per share held.

## c) Terms of conversion/redemption of preference shares

The company has one class of preference shares i.e. 9% Optionally Convertible Cumulative Preference shares having face value of Rs 10/- each which is optionally convertible into equity shares. During the year SIDBI has decided to redeem 50% of its holding in tune of mutual agreement between SIDBI & the company at the time of issue of shares.

In case SIDBI decides not to convert remaining OCPS into Equity Shares then remaining OCPS shall be redeemed at the end of 7th year from the date of first disbursement

The OCPS share holder is entitled to receive dividend @ 9% per anum on preferential basis Dividend if not paid will be cumulative in nature.

## d) No. of shares held by each shareholder holding more than 5% shares in the company are as follows:-

| Name of Share holders                                                    | 31.03.2021     |                | 31.03.2020     |                |
|--------------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|                                                                          | Numbers        | % of Holding   | Numbers        | % of Holding   |
| <b>Equity Shares of Rs. 10 each fully paid-up</b>                        |                |                |                |                |
| - Mr. Rajiv Jain                                                         | 1922263        | 19.46          | 1705901        | 17.27          |
| - Mr. Amit Jain                                                          | 1610320        | 16.30          | 1496955        | 15.16          |
| - Mrs. Shweta Jain                                                       | 920139         | 9.32           | 920139         | 9.32           |
| - Mrs Shilpa Ajmera                                                      | 754384         | 7.64           | 754384         | 7.64           |
| - M/s Unibloom Mancon Pvt. Ltd                                           | 1167000        | 11.82          | 1167000        | 11.82          |
| <b>Total</b>                                                             | <b>6374106</b> | <b>64.54</b>   | <b>6044379</b> | <b>61.21</b>   |
| <b>Optionally Convertible Preference Shares of Rs.10 each fully paid</b> |                |                |                |                |
| SIDBI                                                                    | 1500000        | 100.00%        | 3000000        | 100.00%        |
| <b>Total</b>                                                             | <b>1500000</b> | <b>100.00%</b> | <b>3000000</b> | <b>100.00%</b> |

## 3.2 Reserve and Surplus

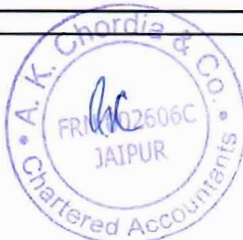
|                                                                                             | 31.03.2021   | 31.03.2020   |
|---------------------------------------------------------------------------------------------|--------------|--------------|
|                                                                                             | (Rs in Lakh) | (Rs in Lakh) |
| <b>Special Reserve Fund as required by section 45-IC of Reserve Bank of India Act, 1934</b> |              |              |
| Balance b/f                                                                                 | 1,074.93     | 536.93       |
| Additions: amount transferred from statement of profit and loss                             | 588.00       | 538.00       |
| Les:Deduction                                                                               | -            | -            |
|                                                                                             | 1,662.93     | 1,074.93     |
| <b>Capital Redemption Reserve</b>                                                           |              |              |
| Balance b/f                                                                                 | -            | -            |
| Additions: On account of redemption of 1500000 OPS                                          | 150.00       | -            |
| Les:Deduction                                                                               | -            | -            |
|                                                                                             | 150.00       | -            |
| <b>Securities premium account</b>                                                           |              |              |
| Balance b/f                                                                                 | 2,029.73     | 1,433.73     |
| Additions: On issue of shares during the year                                               | -            | 596.00       |



|                                                 |                  |                 |
|-------------------------------------------------|------------------|-----------------|
| Less: Deduction                                 | -                | -               |
|                                                 | <b>2,029.73</b>  | <b>2,029.73</b> |
| <b>Surplus</b>                                  |                  |                 |
| <b>Balance b/f</b>                              | 4,130.19         | 2,009.68        |
| Amount Transferred from Statement of P&L        | 2,938.56         | 2,685.51        |
| Less: Transferred to Special Reserve Fund       | 588.00           | 538.00          |
| Less: Transferred to Capital Redemption Reserve | 150.00           | -               |
| Proposed Dividend on Preference Shares          | 24.97            | 27.00           |
| Dividend Distribution Tax                       | -                | -               |
|                                                 | <b>6,305.78</b>  | <b>4,130.19</b> |
| <b>TOTAL</b>                                    | <b>10,148.44</b> | <b>7,234.85</b> |

| 3.3 LONG TERM / SHORT TERM BORROWINGS                                                                                                                                                               | NON CURRENT PORTIONS |                  | CURRENT PORTION  |                  |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|------------------|------------------|------------------|
|                                                                                                                                                                                                     | 31.03.2021           | 31.03.2020       | 31.03.2021       | 31.03.2020       |
|                                                                                                                                                                                                     | (Rs in Lakh)         | (Rs in Lakh)     | (Rs in Lakh)     | (Rs in Lakh)     |
| <b>A Unsecured</b>                                                                                                                                                                                  |                      |                  |                  |                  |
| (a) Sub debt loan                                                                                                                                                                                   |                      |                  |                  |                  |
| -Loan From Other Banks*                                                                                                                                                                             | 500.00               | 500.00           | 7.64             | -                |
| -Loan From FIs/ NBFCs                                                                                                                                                                               | 1,000.00             | 1,000.00         | 12.57            | -                |
| *Subordinated debt from IDFC First Bank (erstwhile Capital first Limited) and MAS Financial shall be discounted appropriately for calculation of CRAR in terms of RBI guidelines                    |                      |                  |                  |                  |
| <b>TOTAL (A)</b>                                                                                                                                                                                    | <b>1,500.00</b>      | <b>1,500.00</b>  | <b>20.21</b>     | <b>-</b>         |
| <b>B Secured</b>                                                                                                                                                                                    |                      |                  |                  |                  |
| (a) Cash Credit Limit                                                                                                                                                                               |                      |                  |                  |                  |
| Secured by way of equitable mortgage of immovable assets of the Company and hypothecation of finance receivables and personally guaranteed by the directors of the Company and repayable on demand. |                      |                  |                  |                  |
| From PSU Banks                                                                                                                                                                                      | 0.00                 | 0.00             | 3,401.05         | 3,321.25         |
| From Other Banks                                                                                                                                                                                    | 0.00                 | 0.00             | 1.97             | -                |
| <b>TOTAL (B) (a)</b>                                                                                                                                                                                | <b>-</b>             | <b>-</b>         | <b>3,403.02</b>  | <b>3,321.25</b>  |
| (b) Non Convertible Debentures                                                                                                                                                                      |                      |                  |                  |                  |
| 500 debentures of Rs 10 lakhs each, Secured against hypothecation of book debts, receivables, created out of respective assistance and personal guarantee of Directors (To PSU Banks)               | 2,500.00             | -                | 2,500.00         | -                |
| 250 Debentures of Rs. 10 lakh each @ 11.50%                                                                                                                                                         |                      |                  |                  |                  |
| 100 Debentures of Rs. 10 lakh each @ 10.90%                                                                                                                                                         |                      |                  |                  |                  |
| 150 Debentures of Rs. 10 lakh each @ 10.60%                                                                                                                                                         |                      |                  |                  |                  |
| <b>TOTAL (B) (b)</b>                                                                                                                                                                                | <b>2,500.00</b>      | <b>-</b>         | <b>2,500.00</b>  | <b>-</b>         |
| (c) Term Loan Limit                                                                                                                                                                                 |                      |                  |                  |                  |
| Secured against Hypothecation of Book Debts, receivables created out of respective assistance and personal Guarantee of Directors and margin in terms of deposits                                   |                      |                  |                  |                  |
| -Loan From PSU                                                                                                                                                                                      | 10,612.32            | 9,324.56         | 6,701.30         | 4,780.34         |
| -Loan From Other Banks                                                                                                                                                                              | 6,254.38             | 4,425.18         | 6,640.52         | 3,599.69         |
| -Loan From FIs/ NBFCs                                                                                                                                                                               | 5,936.26             | 13,116.15        | 10,386.14        | 9,074.98         |
| -Vehicle Loan                                                                                                                                                                                       | 33.02                | 41.38            | 8.17             | 7.48             |
| <b>TOTAL (B) (c)</b>                                                                                                                                                                                | <b>22,835.98</b>     | <b>26,907.27</b> | <b>23,736.13</b> | <b>17,462.49</b> |
| <b>TOTAL (A+B)</b>                                                                                                                                                                                  | <b>26,835.98</b>     | <b>28,407.27</b> | <b>29,659.36</b> | <b>20,783.74</b> |
| Less-Current Maturity of Long term borrowings                                                                                                                                                       | -                    | -                | 23,736.13        | 17,462.49        |
| <b>TOTAL</b>                                                                                                                                                                                        | <b>26,835.98</b>     | <b>28,407.27</b> | <b>5,923.23</b>  | <b>3,321.25</b>  |

| 3.4 Long Term Provisions                                          | 31.03.2021    | 31.03.2020    |
|-------------------------------------------------------------------|---------------|---------------|
|                                                                   | (Rs in Lakh)  | (Rs in Lakh)  |
| Provision for Standard Assets                                     | -             | 622.27        |
| Provision for Non Performing Assets                               | 705.00        | 77.73         |
| Provisions on restructured Micro Loans as per RBI Resolution Plan | 278.00        | -             |
| Provision for default accounts treated standard in terms of RBI   | -             | 2.32          |
| <b>TOTAL</b>                                                      | <b>983.00</b> | <b>702.32</b> |



| 3.5 Other Non Current Liabilities | 31.03.2021    | 31.03.2020   |
|-----------------------------------|---------------|--------------|
|                                   | (Rs in Lakh)  | (Rs in Lakh) |
| Unrealised Income From DA/PTC     | 264.30        | -            |
| <b>TOTAL</b>                      | <b>264.30</b> | <b>-</b>     |

| 3.6 Other Current Liabilities                           | 31.03.2021       | 31.03.2020       |
|---------------------------------------------------------|------------------|------------------|
|                                                         | (Rs in Lakh)     | (Rs in Lakh)     |
| <b>Statutory Dues</b>                                   |                  |                  |
| TDS Payable                                             | 1.32             | 50.31            |
| Good & Service Tax Payable                              | -                | 2.90             |
| ESI Payable                                             | 7.41             | 7.37             |
| PF Payable                                              | 22.50            | 25.81            |
| <b>Other Current Liabilities</b>                        |                  |                  |
| Current Maturity of Long term borrowings refer Note 3.3 | 23,736.13        | 17,462.49        |
| Payable towards securitisation/assignment transactions  | 4,139.21         | 1,962.91         |
| Proposed Dividend on 9% OCPs from SIDBI                 | 24.97            | 27.00            |
| Interest Payable on Non Convertible Debentures          | 196.50           | -                |
| Outstanding Dues to MSME enterprises                    | -                | -                |
| Other Sundry Creditors                                  | 126.88           | 151.83           |
| <b>TOTAL</b>                                            | <b>28,254.92</b> | <b>19,690.61</b> |

| 3.7 Short Term Provisions | 31.03.2021    | 31.03.2020   |
|---------------------------|---------------|--------------|
|                           | (Rs in Lakh)  | (Rs in Lakh) |
| <b>Tax Provision</b>      |               |              |
| - Current Tax             | 382.05        | -            |
| <b>TOTAL</b>              | <b>382.05</b> | <b>-</b>     |

| 4.0 Property, Plant & Equipments and Intangible Assets | 31.03.2021   | 31.03.2020   |
|--------------------------------------------------------|--------------|--------------|
|                                                        | (Rs in Lakh) | (Rs in Lakh) |
| See Below                                              |              |              |

| 4.1 Deferred Tax Asset                                                                                                                           | 31.03.2021   | 31.03.2020   |
|--------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
|                                                                                                                                                  | (Rs in Lakh) | (Rs in Lakh) |
| As per AS22, issued by the Institute of Chartered Accountants of India, the provision for Deferred tax Assets as on 31st March, 2019 as under :- |              |              |
| (a) Asset - due to provisions for bad & doubtful debts                                                                                           | 98.65        | 81.35        |
| (b) Liability -Tax effect of Difference in WDV<br>(As Per Income Tax Act & Companies Act.)                                                       | -52.18       | -50.57       |
| <b>Net Deferred tax asset (a-b)</b>                                                                                                              | <b>46.47</b> | <b>30.78</b> |
| Deferred tax Asset on previous year                                                                                                              | 30.78        | 51.93        |
| <b>Net amount charged from P&amp;L A/c</b>                                                                                                       | <b>15.69</b> | <b>21.15</b> |

| 4.2 Long Term loans and advances* | 31.03.2021       | 31.03.2020       |
|-----------------------------------|------------------|------------------|
|                                   | (Rs in Lakh)     | (Rs in Lakh)     |
| <b>Micro Finance Loan</b>         |                  |                  |
| - Unsecured considered good       | 24,047.38        | 15,675.85        |
| <b>TOTAL</b>                      | <b>24,047.38</b> | <b>15,675.85</b> |

\*The above include Micro Finance Loans subordinated as credit enhancement on assets derecognized amounting to Rs. 12,62,64,054 (P. Y. - ' 14,63,15,820.00) placed as credit enhancement (Cash collateral) towards assets derecognized.

| 4.3 Cash and Cash Equivalents                                    | 31.03.2021      | 31.03.2020      |
|------------------------------------------------------------------|-----------------|-----------------|
|                                                                  | (Rs in Lakh)    | (Rs in Lakh)    |
| Cash in Hand                                                     | 10.61           | 4.94            |
| Balances With Banks in Current Account                           | 3,378.89        | 2,224.97        |
| Investments in Mutual Fund                                       | 5,515.50        | 100.00          |
| Fixed Deposit with Banks (Remaining maturity less than 3 months) | 893.74          | -               |
| <b>TOTAL</b>                                                     | <b>9,798.74</b> | <b>2,329.91</b> |

The above include deposit amounting to ' 8,88,62,366.00 (P. Y. - ' Nil) placed as credit enhancement (Cash collateral) towards assets derecognized.

| 4.4 Bank balance other than Cash & Cash Equivalents              | 31.03.2021      | 31.03.2020      |
|------------------------------------------------------------------|-----------------|-----------------|
|                                                                  | (Rs in Lakh)    | (Rs in Lakh)    |
| Fixed Deposit with Banks (Remaining maturity more than 3 months) | 5,378.94        | 6,289.92        |
| <b>TOTAL</b>                                                     | <b>5,378.94</b> | <b>6,289.92</b> |

The above include deposit amounting to ' 4,24,99,471.00 (P. Y. - ' 14,63,15,820.00) placed as credit enhancement (Cash collateral) towards assets derecognized.



|                                          |                   |                   |
|------------------------------------------|-------------------|-------------------|
| <b>4.5 Short Term loans and Advances</b> | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                          | (Rs in Lakh)      | (Rs in Lakh)      |
| <b>Micro Finance Loan</b>                |                   |                   |
| -Unsecured considered good               | 29,698.79         | 32,976.25         |
| -Unsecured Substandard Loans             | 411.42            | 10.38             |
| -Unsecured Doubtful Loans                | 282.67            | 67.32             |
| <b>Security Deposits</b>                 |                   |                   |
| -Unsecured considered good               | 0.36              | 0.36              |
| <b>Sundry Advances</b>                   |                   |                   |
| -To others                               | -                 | 8.57              |
| <b>TOTAL</b>                             | <b>30,393.23</b>  | <b>33,062.89</b>  |

|                                                           |                   |                   |
|-----------------------------------------------------------|-------------------|-------------------|
| <b>4.6 Other Current Assets</b>                           | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                                           | (Rs in Lakh)      | (Rs in Lakh)      |
| Prepaid Expenses                                          | 17.78             | 12.85             |
| Interest accrued on DA/PTC transactions                   | 387.27            | 96.44             |
| GST Receivable                                            | 15.52             | -                 |
| Sundry advances and receivables                           | 14.28             | 10.61             |
| Advance for purchase of property                          | -                 | 1,421.74          |
| Income tax refund receivable                              | 82.59             | 82.59             |
| Commission Receivable                                     | 0.07              | -                 |
| Receivable towards securitisation/assignment transactions | 39.06             | -                 |
| Accrued Interest                                          | 365.01            | 662.41            |
| <b>TOTAL</b>                                              | <b>921.58</b>     | <b>2,286.64</b>   |

|                                                                 |                   |                   |
|-----------------------------------------------------------------|-------------------|-------------------|
| <b>5.0 Revenue from operations</b>                              | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                                                 | (Rs in Lakh)      | (Rs in Lakh)      |
| Interest Earned on JLG Loans                                    | 13,138.57         | 10,712.64         |
| Interest Earned on Others                                       | 99.67             | 37.46             |
| Excess interest spread on securitization/income from assignment | 2,206.82          | 2,571.25          |
| Processing Fee                                                  | 485.31            | 738.90            |
| <b>TOTAL</b>                                                    | <b>15,930.37</b>  | <b>14,060.25</b>  |

|                                    |                   |                   |
|------------------------------------|-------------------|-------------------|
| <b>5.1 Other Income</b>            | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                    | (Rs in Lakh)      | (Rs in Lakh)      |
| Misc. Receipts                     | 8.60              | 19.87             |
| Interest on Fixed Deposit          | 388.98            | 298.01            |
| Income From Product Supply         | 0.00              | 0.86              |
| Recovery from Written off Accounts | 4.43              | 19.90             |
| <b>TOTAL</b>                       | <b>402.02</b>     | <b>338.64</b>     |

|                                       |                   |                   |
|---------------------------------------|-------------------|-------------------|
| <b>5.2 Employee Benefits Expenses</b> | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                       | (Rs in Lakh)      | (Rs in Lakh)      |
| Salary to Staff                       | 2,543.98          | 2,547.13          |
| Bonus to Staff                        | 104.66            | 105.51            |
| ESI Contribution                      | 69.35             | 75.78             |
| PF Contribution                       | 130.85            | 133.78            |
| Gratuity                              | 49.22             | 63.33             |
| Conveyance Allowance                  | 221.52            | 187.90            |
| Incentives to Staff                   | 12.74             | 46.66             |
| Director Remuneration                 | 360.00            | 260.00            |
| Staff Recognition Awards              | -                 | 3.87              |
| <b>TOTAL</b>                          | <b>3,492.33</b>   | <b>3,423.96</b>   |

|                              |                   |                   |
|------------------------------|-------------------|-------------------|
| <b>5.3 Finance Costs</b>     | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                              | (Rs in Lakh)      | (Rs in Lakh)      |
| Interest on Loans            | 5,644.54          | 5,119.74          |
| Bank Charges                 | 36.96             | 15.23             |
| Other Finance Cost           | 176.47            | 400.18            |
| Interest on NCDs             | 341.44            | -                 |
| Interest Accrued but not due | 112.64            | 102.24            |
| <b>TOTAL</b>                 | <b>6,312.05</b>   | <b>5,637.39</b>   |

|                                                   |                   |                   |
|---------------------------------------------------|-------------------|-------------------|
| <b>5.4 Depreciation and amortisation expenses</b> | <b>31.03.2021</b> | <b>31.03.2020</b> |
|                                                   | (Rs in Lakh)      | (Rs in Lakh)      |
| Depreciation on Tangible Assets                   | 79.54             | 92.11             |
| <b>TOTAL</b>                                      | <b>79.54</b>      | <b>92.11</b>      |



| 5.5 Administrative Expenses                        | 31.03.2021    | 31.03.2020      |
|----------------------------------------------------|---------------|-----------------|
|                                                    | (Rs in Lakh)  | (Rs in Lakh)    |
| <b>Administrative and General Expenses</b>         |               |                 |
| Electricity & Water Expenses                       | 29.03         | 28.89           |
| Insurance Expenses                                 | 24.69         | 32.00           |
| Legal & Professional Charges                       | 364.73        | 471.67          |
| Postage Expenses                                   | 2.09          | 5.13            |
| Printing & Stationery                              | 28.19         | 55.07           |
| Periodicals & Newspapers Exp.                      | 0.01          | 0.05            |
| Rent ,Rates & Taxes                                | 220.71        | 161.01          |
| Repairs and Maintenance Expenses                   | 10.40         | 24.05           |
| Fixed Assets Written Off                           | 2.68          | -               |
| Telephone Expenses                                 | 12.54         | 10.77           |
| Travelling & Conveyance                            | 74.83         | 100.14          |
| Carriage and freight charges                       | 0.82          | 2.08            |
| Loss by Robbery                                    | 1.42          | 5.70            |
| Payment to Auditors                                | 8.07          | 7.72            |
| Staff welfare expenses                             | 5.24          | 9.86            |
| CSR Expenses                                       | 45.99         | 33.50           |
| Director sitting Fees                              | 4.36          | 1.56            |
| <b>Other Administrative &amp; General Expenses</b> | -             | -               |
| Sundry Expenses                                    | 18.29         | 46.30           |
| <b>Selling and Distribution Expenses</b>           | -             | -               |
| Advertisement                                      | 9.34          | 22.51           |
| Web Site & Software Expenses                       | 79.30         | 74.99           |
| <b>TOTAL</b>                                       | <b>942.71</b> | <b>1,092.99</b> |

| Payment to Auditors | 31.03.2021   | 31.03.2020   |
|---------------------|--------------|--------------|
|                     | (Rs in Lakh) | (Rs in Lakh) |
| Audit Fees          | 3.27         | 2.73         |
| Tax Audit           | 1.09         | 0.38         |
| Tax Matters         | -            | 0.65         |
| Certification Fees  | 3.71         | 3.96         |
| <b>TOTAL</b>        | <b>8.07</b>  | <b>7.72</b>  |

| 5.6 Provisions & Write Off                                        | 31.03.2021      | 31.03.2020    |
|-------------------------------------------------------------------|-----------------|---------------|
|                                                                   | (Rs in Lakh)    | (Rs in Lakh)  |
| Bad Debts written off                                             | 1,279.75        | 330.98        |
| Provision for Non Performing Assets                               | 0.36            | -             |
| Provision for Standard Assets                                     | 2.32            | 200.00        |
| Provisions on restructured Micro Loans as per RBI Resolution Plan | 278.00          | -             |
| Provision for default accounts treated standard in terms of RBI   | -               | 2.32          |
| <b>TOTAL</b>                                                      | <b>1,560.43</b> | <b>533.30</b> |

| 5.7 Tax Expenses & Provision | 31.03.2021   | 31.03.2020   |
|------------------------------|--------------|--------------|
|                              | (Rs in Lakh) | (Rs in Lakh) |
| Current Tax                  | 1,022.46     | 912.48       |
| Deferred Tax                 | -15.69       | 21.15        |

| 5.8 Disclosures relating to Securitisation:                                                                                                                                           |              |              |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|--------------|
| During the year the company sold its portfolio loans through securitisation arrangements. The information regarding the securitisation activity as an originator are shown as under : |              |              |
| Particulars                                                                                                                                                                           | 31.03.2021   | 31.03.2020   |
|                                                                                                                                                                                       | (Rs in Lakh) | (Rs in Lakh) |
| Total number of loans securitised                                                                                                                                                     | 6,998.00     | 50,101.00    |
| Book value of loans securitised during the year                                                                                                                                       | 2,759.02     | 15,727.99    |
| Sale consideration received for loans securitised                                                                                                                                     | 2,414.14     | 14,030.81    |
| MFI Loans Subordinated as Credit Enhancement on Assets Derecognised                                                                                                                   | 344.88       | 1,697.18     |
| Gain / (loss) on the securitization transaction recognised in P&L                                                                                                                     | -            | -            |
| Gain / (loss) on the securitization transactions deferred                                                                                                                             | -            | -            |
| Quantum of Credit Enhancement provided on the transactions in the form of deposits                                                                                                    | 165.54       | 1,148.08     |
| Quantum of Credit Enhancement as at year end                                                                                                                                          | 165.54       | 1,148.08     |
| Interest spread Recognised in the Statement of Profit and Loss during the Year (including amortization of Unamortised Income)                                                         | 552.01       | 1,734.76     |

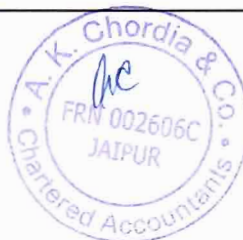


| Particulars                                                                                                     | 31.03.2021 | 31.03.2020 |
|-----------------------------------------------------------------------------------------------------------------|------------|------------|
| 1 No of SPVs sponsored by the NBFC MFI for securitisation transactions                                          | 4          | 4          |
| 2 Total amount of securitised assets as per book of the SPVs sponsored by the NBFC as on the balance sheet date | 5,537.61   | 11,280.19  |
| 3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of Balance sheet             | -          | -          |
| a) Off -balance sheet exposures                                                                                 | -          | -          |
| • First Loss                                                                                                    | -          | -          |
| • Over Collateralization                                                                                        | 1,313.62   | 1,463.16   |
| b) On-balance sheet exposures                                                                                   | 2,042.06   | 2,327.35   |
| • First Loss                                                                                                    | -          | -          |
| • Others                                                                                                        | -          | -          |
| 4 Amount of exposures to securitisation transactions other than MRR                                             | -          | -          |
| a) Off -balance sheet exposures                                                                                 | -          | -          |
| i) Exposure to own securitisations                                                                              | -          | -          |
| • First Loss                                                                                                    | -          | -          |
| • Others                                                                                                        | -          | -          |
| ii) Exposure to third party securitisations                                                                     | -          | -          |
| • First Loss                                                                                                    | -          | -          |
| • Others                                                                                                        | -          | -          |
| b) On -balance sheet exposures                                                                                  | -          | -          |
| i) Exposure to own securitisations                                                                              | -          | -          |
| • First Loss                                                                                                    | -          | -          |
| • Others                                                                                                        | -          | -          |
| ii) Exposure to third party securitisations                                                                     | -          | -          |
| • First Loss                                                                                                    | -          | -          |
| • Others                                                                                                        | -          | -          |

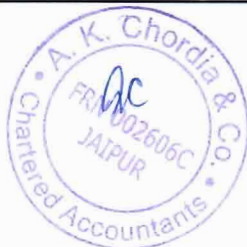
**5.9 Details of assignment transactions undertaken during the year:**

| Particulars                                                                           | 31.03.2021 | 31.03.2020 |
|---------------------------------------------------------------------------------------|------------|------------|
| Number of Accounts                                                                    | 37,470     | 63,569     |
| Aggregate value (net of provision) of accounts sold                                   | 12,405.15  | 17,651.91  |
| Aggregate consideration                                                               | 12,405.15  | 17,651.91  |
| Additional consideration realized in respect of accounts transferred in earlier years | -          | -          |
| Aggregate gain or loss over net book value                                            | -          | -          |
| Income recognised in the Statement of Profit and Loss during the Year                 | 1,654.82   | 836.49     |

| Particulars                                                                                                                         | 31.03.2021 | 31.03.2020 |
|-------------------------------------------------------------------------------------------------------------------------------------|------------|------------|
| 1 No of SPVs sponsored by the NBFC MFI for securitization transactions                                                              | 5          | 4          |
| 2 Total amount of securitised assets as per book of the SPVs sponsored by the NBFC (Direct Assignment) as on the balance sheet date | 19,537.75  | 17,016.85  |
| 3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of Balance sheet                                 | -          | -          |
| a) Off -balance sheet exposures                                                                                                     | -          | -          |
| • First Loss                                                                                                                        | -          | -          |
| • Others                                                                                                                            | -          | -          |
| b) On-balance sheet exposures                                                                                                       | -          | -          |
| • First Loss (In the form of Fixed Deposit)                                                                                         | -          | -          |
| • Originator's Exposure                                                                                                             | 2,214.63   | 2,110.04   |
| 4 Amount of exposures to securitization transactions other than MRR                                                                 | -          | -          |
| a) Off -balance sheet exposures                                                                                                     | -          | -          |
| i) Exposure to own securitization                                                                                                   | -          | -          |
| • First Loss                                                                                                                        | -          | -          |
| • Others                                                                                                                            | -          | -          |
| ii) Exposure to third party securitization                                                                                          | -          | -          |
| • First Loss                                                                                                                        | -          | -          |
| • Others                                                                                                                            | -          | -          |
| b) On -balance sheet exposures                                                                                                      | -          | -          |
| i) Exposure to own securitization                                                                                                   | -          | -          |
| • First Loss                                                                                                                        | -          | -          |
| • Others                                                                                                                            | -          | -          |
| ii) Exposure to third party securitization                                                                                          | -          | -          |
| • First Loss                                                                                                                        | -          | -          |
| • Others                                                                                                                            | -          | -          |



| 5.10 Earnings per equity shares      | 31.03.2021 | 31.03.2020 |
|--------------------------------------|------------|------------|
| Profit after Tax                     | 2,938.56   | 2,685.51   |
| Dividend                             | 24.97      | 27.00      |
| Dividend Distribution Tax            | -          | -          |
| Weighted average no of equity shares | 98.77      | 89.00      |
| Basic earning per share              | 29.50      | 29.87      |
| Diluted earning per Share            | 29.36      | 28.99      |



**Note 6:** 360.00 Lakhs (Previous year – 260.00 Lakhs) were paid in the form of remuneration to directors of the company.

**Note 7:** Expenditure in foreign Currency is Nil (previous year was NIL)

**Note 8:** Disclosures under accounting standards and Regulation 53 (f) of SEBI (LODR) Regulations, 2015 (as company is debt listed)

| A.   | Related Party Disclosure |                                      |
|------|--------------------------|--------------------------------------|
| S.no | Name of party            | Relation                             |
| 1    | Rajiv Jain               | Key Managerial Personnel             |
| 2    | Amit Jain                | Key Managerial Personnel             |
| 3    | Shilpa Ajmera            | Relative of Key Managerial Personnel |
| 4    | Shweta Jain              | Relative of Key Managerial Personnel |

| Transactions incurred between Related Parties |                       |                          |                                      | (Amount in lakhs)        |                                      |
|-----------------------------------------------|-----------------------|--------------------------|--------------------------------------|--------------------------|--------------------------------------|
| Particulars                                   |                       | As on 31.03.2021         |                                      | As on 31.03.2020         |                                      |
|                                               |                       | Key Management Personnel | Relative of Key Management Personnel | Key Management Personnel | Relative of Key Management Personnel |
| 1                                             | Director Remuneration | 360.00                   | -                                    | 260.00                   | -                                    |
|                                               | i) Mr. Rajiv Jain     | 0.00                     | 0.00                                 | 0.00                     | 0.00                                 |
|                                               | Salary                | 120.00                   | -                                    | 60.00                    | -                                    |
|                                               | Commission            | 60.00                    | -                                    | 70.00                    | -                                    |
|                                               |                       | 0.00                     | 0.00                                 | 0.00                     | 0.00                                 |
|                                               | ii) Mr. Amit Jain     | 0.00                     | 0.00                                 | 0.00                     | 0.00                                 |
|                                               | Salary                | 120.00                   | -                                    | 60.00                    | -                                    |
|                                               | Commission            | 60.00                    | -                                    | 70.00                    | -                                    |
|                                               |                       | 0.00                     | 0.00                                 | 0.00                     | 0.00                                 |
|                                               | Salary to Staff       | -                        | 48.00                                | -                        | 48.00                                |
| 2                                             | i) Mrs. Shilpa Ajmera | -                        | 24.00                                | -                        | 24.00                                |
|                                               | ii) Mrs. Shweta Jain  | -                        | 24.00                                | -                        | 24.00                                |

Further in respect of Rule 16A of the Companies (Acceptance of Deposits) Rules 2014 with reference to the notification dated 29.06.2016, Company does not accept any amount as an unsecured loan from directors of the Company.

**Note 9: Special Reserves U/S 45-IC of Reserve Bank of India Act, 1934.**

During the year Company has transferred to special reserves Rs. 588.00 Lakhs (Previous Year Rs. 538.00 Lakhs) from the statement of profit and loss. The balance as on March 31, 2021 of special reserves is Rs. 1,662.93 Lakhs (Previous Year Rs. 1,074.93.00 Lakhs). The reserve is created in accordance with the requirement of section 45-IC of Reserves Bank of India Act 1934.



**Note 10: Assets Classification and Movement of Provision for Standard & Non-Performing Assets**

|    | Classification of Assets             | March 31, 2021   | March 31, 2020   |
|----|--------------------------------------|------------------|------------------|
|    |                                      | (Rs in lakhs)    | (Rs in lakhs)    |
| A. | Standard Assets (up to 90 days)      | 53,746.16        | 48,652.09        |
| B. | Sub Standard Assets (91 to 180 Days) | 411.42           | 10.40            |
| C. | Doubtful Assets (>180 Days)          | 282.67           | 67.32            |
|    | <b>TOTAL</b>                         | <b>54,440.25</b> | <b>48,729.81</b> |

As per Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007, Company has created provisions for standard Assets as well as Non-Performing Assets as per table below:

|            | Particulars                                                                                                                          | March 31, 2021 | March 31, 2020 |
|------------|--------------------------------------------------------------------------------------------------------------------------------------|----------------|----------------|
|            |                                                                                                                                      | (Rs in lakhs)  | (Rs in lakhs)  |
| <b>1.0</b> | <b>PROVISION FOR STANDARD ASSETS</b>                                                                                                 |                |                |
| 1.1        | Standard Assets                                                                                                                      | 53,746.16      | 48,652.09      |
|            | Provisions at the beginning of the year                                                                                              | 622.27         | 145.00         |
|            | Additional Provisions made during the year                                                                                           | -              | 200.00         |
|            | Standard asset provision transferred to NPA provision (Previous year Excess NPA provision transferred into standard asset Provision) | -622.27        | 277.27         |
|            | Provision at close of the year (A)                                                                                                   | -0.00          | 622.27         |
| <b>2.0</b> | <b>PROVISION FOR NON-PERFORMING ASSETS</b>                                                                                           |                |                |
| 2.1        | Sub Standard Assets                                                                                                                  | 411.42         | 10.40          |
| 2.2        | Doubtful Assets                                                                                                                      | 282.67         | 67.32          |
|            | <b>Total Non-Performing Assets</b>                                                                                                   | <b>694.09</b>  | <b>77.73</b>   |
|            | Provisions at beginning of the year                                                                                                  | 77.73          | 355.00         |
|            | Additional Provisions made during the year                                                                                           | 0.36           | -              |
|            | Provision transferred from standard assets (Previous year excess NPA provision transferred to standard asset provision)              | 626.91         | -277.27        |
|            | Provision at close of the year (B)                                                                                                   | 705.00         | 77.73          |
| <b>3.0</b> | <b>Provision for Default accounts treated Standard in terms of RBI Circular dated 17.4.2020</b>                                      |                |                |
|            | Provisions at the beginning of the year                                                                                              | 2.32           | -              |
|            | Additional Provision made during the year                                                                                            | 2.32           | 2.32           |
|            | Excess standard asset provision transferred to NPA provision                                                                         | -4.64          |                |
|            | Provision at close of the year (C)                                                                                                   | -              | 2.32           |
| <b>4.0</b> | <b>Provision for RBI's Resolution Plan in terms of RBI notification dated 06.08.2020</b>                                             |                |                |
|            | Provisions at the beginning of the year                                                                                              | -              | -              |
|            | Additional Provision made during the year                                                                                            | 278.00         | -              |
|            | Provision at close of the year (D)                                                                                                   | 278.00         | -              |
|            | <b>Gross Provisions (A+B+C+D)</b>                                                                                                    | <b>983.00</b>  | <b>702</b>     |

**Note 11: Additional Disclosures required by RBI:**

**Capital Risk Adequacy Ratio (CRAR)**

| Particulars                                                       | March 31, 2021  | March 31, 2020  |
|-------------------------------------------------------------------|-----------------|-----------------|
|                                                                   | (Rs in lakhs)   | (Rs in lakhs)   |
| Tier I Capital                                                    | 11077.52        | 8222.54         |
| Tier II Capital                                                   | 1933.00         | 2102.32         |
| <b>TOTAL</b>                                                      | <b>13010.52</b> | <b>10324.86</b> |
| <b>Total Risk Weighted Assets</b>                                 | <b>59857.53</b> | <b>52039.96</b> |
| <b>Capital Ratios</b>                                             |                 |                 |
| Tier I Capital as a percentage of Total Risk Weighted Assets (%)  | 18.51%          | 15.80%          |
| Tier II Capital as a percentage of Total Risk Weighted Assets (%) | 3.23%           | 4.04%           |
| <b>Total Capital (%)</b>                                          | <b>21.74%</b>   | <b>19.84%</b>   |
| Amount of subordinated debt raised as Tier-II capital             | 800.00          | 1100.00         |
| Amount raised by issue of Perpetual Debt Instruments              | 0.00            | 0.00            |



**Note 12: Derivatives****Forward Rate Agreement / Interest Rate Swap:**

The company has no transactions/exposure in forward rate agreement/interest rate swap during the year 2020-21 and 2019-20.

**Exchange Traded Interest Rate (IR) Derivatives:**

The company has no transactions/exposure in exchange traded interest rate (IR) derivatives during the year 2020-21 and 2019-20.

**Currency derivatives and interest rate derivatives:**

The Company has no transactions/exposure in currency or interest rate derivatives during the year 2020-21 and 2019-20.

**Note 13: Details of non-performing financial assets purchased / sold**

The company has neither purchased nor sold any non-performing financial asset during 2020-21 and 2019-20.

**Note 14: Asset Liability Management Maturity pattern of certain items of Assets and Liabilities (' in Crore)**

| For the year 2020-21         | Upto 30 /31 days | Over 1 month upto 2 Month | Over 2 months upto 3 months | Over 3 month & up to 6 months | Over 6 Month & upto 1 year | Over 1 year & up to 3 years | Over 3 years & up to 5 years | Over 5 years | Total  |
|------------------------------|------------------|---------------------------|-----------------------------|-------------------------------|----------------------------|-----------------------------|------------------------------|--------------|--------|
| Deposits                     | -                | -                         | -                           | -                             | -                          | -                           | -                            | -            | -      |
| Advances                     | 29.24            | 24.68                     | 24.47                       | 67.68                         | 157.86                     | 212.61                      | -                            | 17.25        | 533.79 |
| Cash & cash Equivalents      | 33.90            | 50.19                     | 1.93                        | 8.37                          | 14.97                      | 31.54                       | 10.68                        | 0.20         | 151.78 |
| Borrowings                   | 27.18            | 19.67                     | 21.91                       | 59.57                         | 106.95                     | 206.70                      | 23.68                        | 0.06         | 465.72 |
| Foreign Currency assets      |                  |                           |                             |                               |                            |                             |                              |              |        |
| Foreign Currency liabilities |                  |                           |                             |                               |                            |                             |                              |              |        |

| For the year 2019-20         | Upto 30 /31 days | Over 1 month upto 2 Month | Over 2 months upto 3 months | Over 3 month & up to 6 months | Over 6 Month & upto 1 year | Over 1 year & up to 3 years | Over 3 years & up to 5 years | Over 5 years | Total  |
|------------------------------|------------------|---------------------------|-----------------------------|-------------------------------|----------------------------|-----------------------------|------------------------------|--------------|--------|
| Deposits                     | -                | -                         | -                           | -                             | -                          | -                           | -                            | -            | -      |
| Advances                     | 1.01             | 4.83                      | 24.48                       | 113.28                        | 186.94                     | 155.46                      | 0.27                         | 0.14         | 486.41 |
| Cash & cash Equivalents      | 22.30            | 0.18                      | 0.35                        | 3.21                          | 13.23                      | 41.31                       | 5.62                         | 0.00         | 63.90  |
| Borrowings                   | 2.03             | 2.03                      | 18.89                       | 52.60                         | 99.08                      | 243.41                      | 25.55                        | 0.12         | 443.70 |
| Foreign Currency assets      | -                | -                         | -                           | -                             | -                          | -                           | -                            | -            | -      |
| Foreign Currency liabilities | -                | -                         | -                           | -                             | -                          | -                           | -                            | -            | -      |

**Note 15: Exposures****Exposure to Real Estate Sector:**

The Company has no exposure to real estate sector as on March 31, 2021 and March 31, 2020.

**Exposure to Capital Market:**

The Company has no exposure to capital market as on March 31, 2021 and March 31, 2020.

**Advances against intangible security:**

No finance has been made against the collateral of intangible security such as rights, licenses, authorizations, etc. in respect of projects (including infrastructure projects) during the year 2020-21 and 2019-20.

**Note 16: Miscellaneous**

The Company has not obtained registration from other financial sector regulators except Reserve Bank of India (RBI Registration No B-10.00099).

No penalties were imposed by the regulator during the year during the financial year ended March 31, 2021. (March 31, 2020: Nil)



**Note 17: Ratings assigned by credit rating agencies and migration of ratings during the year**

The Company has been assigned following credit rating from all rating agencies during the financial year ended March 31, 2020: -

| Particulars     | Rating Assigned      | Rating Agency                     | Date of Rating    | Validity upto     |
|-----------------|----------------------|-----------------------------------|-------------------|-------------------|
| Current Rating  | BBB+ Outlook: Stable | Brickwork Ratings India Pvt. Ltd. | November 06, 2020 | November 05, 2021 |
| Previous Rating | BBB+ Outlook: Stable | Brickwork Ratings India Pvt. Ltd. | February 04, 2020 | February 03, 2021 |

| Particulars               | Grading Assigned | Rating Agency      | Date of Rating   | Validity upto    |
|---------------------------|------------------|--------------------|------------------|------------------|
| Current Grading Cum COCA  | M2C1             | CARE Rating Agency | May 05, 2021     | May 04, 2022     |
| Previous Grading Cum COCA | M2C1             | CARE Rating Agency | January 21, 2020 | January 20, 2021 |

**Note 18: Transaction with non-executive director**

| Name of Non-Executive Director | Designation                     | Particulars  | 2020-21 | 2019-20 |
|--------------------------------|---------------------------------|--------------|---------|---------|
| Jatin Chhabra                  | Non-Executive Director          | Sitting Fees | 1.28    | 0.89    |
| Dharmendra Saxena              | Non-Executive Director          | Sitting Fees | 0.44    | 0.06    |
| Lalit Kumar Jain               | Independent Director            | Sitting Fees | 1.33    | 0.22    |
| Nayan Ambali                   | Independent Director            | Sitting Fees | 0.89    | 0.33    |
| Amita Gill                     | Additional Independent Director | Sitting Fees | 0.06    | -       |

**Note 19: Provisions and contingencies**

| Particulars                                                                                                | 2020-21  | 2019-20 |
|------------------------------------------------------------------------------------------------------------|----------|---------|
| Break up of Provisions and Contingencies' shown under the head Expenditure in Statement of Profit and Loss | 1,560.43 | 533.30  |
| Provisions for depreciation on Investment                                                                  | -        | -       |
| Provision towards NPA                                                                                      | -        | -       |
| Provision made towards Income tax                                                                          | -        | -       |
| Other Provision and Contingencies (with details)                                                           | -        | -       |
| Bad debts written off                                                                                      | 1,279.75 | 330.98  |
| Provision for Default Accounts treated Standard in Terms of RBI Circular dated 17.04.2020                  | 2.32     | 2.32    |
| Provision for Non-performing assets (PY Standard assets)                                                   | 0.36     | 200.00  |
| Provision for RBI Resolution Plan in terms of RBI notification dated 6.08.2021                             | 278.00   | -       |

**Note 20: Draw Down from Reserves:**

No reserves have been draw down during the financial year 2020-21 and 2019-20.

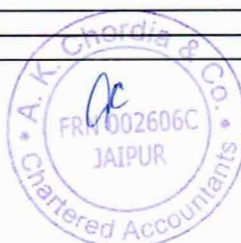
**Note 21: Concentration of Deposits, Advances, Exposures and NPAs**

| Particulars                   | 2020-21                                                              | 2019-20          |
|-------------------------------|----------------------------------------------------------------------|------------------|
| Concentration of Deposits     | Being non-deposit taking NBFC, same is not applicable on the company |                  |
| Concentration of Advances     | Refer note below                                                     | Refer note below |
| Concentration on of Exposures | Refer note below                                                     | Refer note below |
| Concentration of NPA          | Refer note below                                                     | Refer note below |

The Company operates in the business of micro finance providing collateral free loans for fixed amounts ranging from Rs.15000 to Rs.60000 women engaged in various income generating activities. As at 31 March 2021, the Company has provided approx. 99.66% loans to women and hence, the disclosure relating to concentration to advances, exposures and NPAs are not applicable on company.

**Note 22: Sector-wise NPAs**

| Particulars                     | 2020-21 | 2019-20 |
|---------------------------------|---------|---------|
| Agriculture & allied activities | 0.80%   | 0.13%   |
| Small Business                  | 0.48%   | 0.03%   |
| Services                        | 0.00%   | 0.00%   |
| Others                          | 0.00%   | 0.00%   |
| Total                           | 1.28%   | 0.16%   |



| Note 23: Movement to NPAs |                                                                           | ('in Crore, unless specified otherwise) |         |
|---------------------------|---------------------------------------------------------------------------|-----------------------------------------|---------|
| S. No                     | Particulars                                                               | 2020-21                                 | 2019-20 |
| (i)                       | Net NPAs to Net Advances (%)                                              | 0.00%                                   | 0.00%   |
| (ii)                      | Movement of NPAs(Gross)                                                   |                                         |         |
| (a)                       | Opening balance                                                           | 0.78                                    | 2.96    |
| (b)                       | Additions during the year                                                 | 18.97                                   | 1.33    |
| (C)                       | Reductions during the year                                                | 0.01                                    | 0.20    |
| (d)                       | Write off                                                                 | 12.80                                   | 3.31    |
| (e)                       | Closing balance                                                           | 6.94                                    | 0.78    |
| (iii)                     | Movement of Net NPAs                                                      |                                         |         |
| (a)                       | Opening balance                                                           | -                                       | 0.37    |
| (b)                       | Additions during the year                                                 | -                                       | -       |
| (C)                       | Reductions during the year                                                | -                                       | 0.37    |
| (d)                       | Closing balance                                                           | -                                       | -       |
| (iv)                      | Movement of provisions for NPAs (excluding provisions on standard assets) |                                         |         |
| (a)                       | Opening balance                                                           | 0.78                                    | 3.55    |
| (b)                       | Additions during the year                                                 | 0.00                                    | 0.00    |
| (C)                       | transferred from Standard provision                                       | 6.27                                    | 2.77    |
| (d)                       | Closing balance                                                           | 7.05                                    | 0.78    |

**Note 24: Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)**

The company does not have any joint venture or subsidiary overseas during the year 2020-21 & 2019-20.

**Note 25: Off-balance Sheet SPVs sponsored**

The company does not have any off-balance sheet SPV sponsored either domestic or overseas during the year 2020-21 and 2019-20.

**Note 26: Disclosure of Complaints**

**Customer Complaints**

| S. No | Particulars                                            | 2020-21 | 2019-20 |
|-------|--------------------------------------------------------|---------|---------|
| (a)   | No. of complaints pending at the beginning of the year | Nil     | Nil     |
| (b)   | No. of complaints received during the year             | 1       | 2       |
| (C)   | No. of complaints redressed during the year            | 1       | 2       |
| (d)   | No. of complaints pending at the end of the year       | Nil     | Nil     |

**Note 27:** The balances of loans and advances and sundry creditors are subject to confirmation and taken on book balances.

**Note 28:** As per the information available with the company, none of its creditors comprise Small Scale Industrial Undertaking to which the company owes dues, which are outstanding formore than 30days as at the Balancesheet date. Further none of the creditors fall under the category of micro, small and medium enterprises which comprise amount outstanding formore than 45days as at the BalanceSheet date.

**Note 29: Details of Interest on Interest during Moratorium Period**

In accordance with the RBI notification dated April 7, 2021, the company is required to refund/ adjust 'interest on interest ' to borrowers. As required by RBI notification, the methodology for calculation of such interest on interest has been circulated by Indian Bank Association. The company has not charged interest on interest from borrowers hence the question of refund does not arise. The company has been regular in repayment of dues to its Lenders without availing moratorium.

**Note 30: Resolution plan implemented due to COVID-19 as per RBI circular RBI/2020-21/16 DOR. No. BP. BC/3/21.04.048/2020-21 dated 06.08.2020**

| Type of Borrower                    | Number of accounts where resolution plan has been implemented (A) | Exposure to accounts mentioned at (A) before implementation of Plan (B) | Of (B), aggregate amount of debt that was converted into other securities ( C) | Additional funding sanctioned, if any included between invocation of the plan and implementation (D) | Increase in provisions on accounts of the implementation of resolution plan |
|-------------------------------------|-------------------------------------------------------------------|-------------------------------------------------------------------------|--------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------|
| Personal Loan (Micro finance loans) | 19797                                                             | 4,425.19                                                                | -                                                                              | -                                                                                                    | 278.0                                                                       |
| Corporate Persons                   | -                                                                 | -                                                                       | -                                                                              | -                                                                                                    | -                                                                           |



|                |              |                 |          |          |               |
|----------------|--------------|-----------------|----------|----------|---------------|
| Of which MSMEs | -            | -               | -        | -        | -             |
| Others         | -            | -               | -        | -        | -             |
| <b>Total</b>   | <b>19797</b> | <b>4,425.19</b> | <b>-</b> | <b>-</b> | <b>278.00</b> |

**Note31:** Segment wise Reporting: Company operates its activities in single segment i.e., Micro finance activities

**Note 32:** During the year, no case of embezzlement by employees of the company is reported. (Previous year No case of embezzlement by employees of the company). In current year Rs 1,24,880 was recovered which pertains to earlier years. Recovery Proceedings for the unrecovered portion of embezzlement is pending.

During the year 3 cases of Robbery (previous year 4 cases) of Money from the staff of the company are reported for which FIR was filed. The aggregated amount of robbery of Rs 1,41,530/- (previous Year Rs 5,70,121/-) has been charged to profit & loss account of the company.

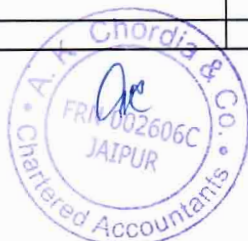
No fraud has been committed by the company, which has been noticed or reported during the course of the audit.

**Note 33:** The Amount of CSR for the year 2020-21 was Rs. 45.99 Lakh and company has complied all the provisions related to section 135 and rules made there under of the Companies Act, 2013

**Note34:** Disclosure, as required inters of paragraph 13 of Non-Banking Financial (Non-deposit accepting or holding) Companies Prudential Norms (Reserve Bank) Directions 2007, is as under:



| Sr.No | Particulars                                                                                                                         | Amount Outstanding<br>(₹) | Amount Overdue (₹) |
|-------|-------------------------------------------------------------------------------------------------------------------------------------|---------------------------|--------------------|
| 1     | <b>Liabilities Side</b>                                                                                                             |                           |                    |
|       | Loans And Advance Availed by Non-Banking Financial Company inclusive of interest accrued thereon but not paid                       |                           | 0                  |
| A.    | Debentures                                                                                                                          |                           |                    |
|       | Secured                                                                                                                             | 5,000.00                  |                    |
|       | Unsecured (other than falling within the meaning of Public Deposits)                                                                |                           |                    |
| B     | Deferred Credits                                                                                                                    |                           |                    |
| C     | Term Loan from Banks                                                                                                                | 46,572.10                 | 0                  |
| D     | Inter Corporate Loans and Borrowings (Subordinate debt)                                                                             | 1,500.00                  | 0                  |
| E     | Commercial Papers                                                                                                                   |                           |                    |
| F     | Other Loans                                                                                                                         | 3,403.02                  | 0                  |
| 2     | <b>Assets Side</b>                                                                                                                  | <b>Amount Outstanding</b> |                    |
|       | Breakup of Loans and Advances including Bill's receivables (other than those including in 4 below)                                  |                           |                    |
| A     | Secured                                                                                                                             |                           |                    |
| B     | Unsecured                                                                                                                           |                           | 54,440.61          |
| 3     | <b>Breakup of Leased Assets and stock on hire and other Assets counting towards AFC activities (Stock on Hire and Microfinance)</b> |                           |                    |
|       | <b>Leased Assets including lease rentals under Sundry Debtors</b>                                                                   |                           |                    |
| A     | Financial Lease Operating                                                                                                           |                           |                    |
| B     | Lease                                                                                                                               |                           |                    |
|       | <b>Stock On Hire including hire charges under Sundry Debtors</b>                                                                    |                           |                    |
| A     | Assets on Hire                                                                                                                      |                           |                    |
| B     | Repossessed Assets                                                                                                                  |                           |                    |
|       | <b>Other Loans counting towards AFC Activities</b>                                                                                  |                           |                    |
| A     | Loans where assets have been repossessed                                                                                            |                           |                    |
| B     | Loans Other than A above                                                                                                            |                           |                    |
| 4     | <b>Breakup of an Investment</b>                                                                                                     |                           |                    |
|       | <b>Current Investment</b>                                                                                                           |                           |                    |
|       | <u>Quoted</u>                                                                                                                       |                           |                    |
| A     | Shares                                                                                                                              |                           |                    |
| a     | Equity                                                                                                                              |                           |                    |
| b     | Preference                                                                                                                          |                           |                    |
| B     | Debentures and Bonds                                                                                                                |                           |                    |
| C     | United of Mutual Funds                                                                                                              |                           |                    |
| D     | Government Securities                                                                                                               |                           |                    |
| E     | Others                                                                                                                              |                           |                    |
|       | <u>Unquoted</u>                                                                                                                     |                           |                    |
| A     | Shares                                                                                                                              |                           |                    |
| a     | Equity                                                                                                                              |                           |                    |
| b     | Preference                                                                                                                          |                           |                    |
| B     | Debentures and Bonds                                                                                                                |                           |                    |
| C     | United of Mutual Funds                                                                                                              |                           |                    |
| D     | Government Securities                                                                                                               |                           |                    |
| E     | Others                                                                                                                              |                           |                    |
|       | <b>Long Term Investment</b>                                                                                                         |                           |                    |
|       | <u>Quoted</u>                                                                                                                       |                           |                    |
| A     | Shares                                                                                                                              |                           |                    |
| a     | Equity                                                                                                                              |                           |                    |
| b     | Preference                                                                                                                          |                           |                    |
| B     | Debentures and Bonds                                                                                                                |                           |                    |
| C     | United of Mutual Funds                                                                                                              |                           |                    |
| D     | Government Securities                                                                                                               |                           |                    |
| E     | Others                                                                                                                              |                           |                    |
|       | <u>Unquoted</u>                                                                                                                     |                           |                    |



|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                          |                                                |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|
| A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Shares                                                                                                                                   |                                                |
| a                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Equity                                                                                                                                   |                                                |
| b                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Preference                                                                                                                               |                                                |
| B                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Debentures and Bonds                                                                                                                     |                                                |
| C                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | United of Mutual Funds                                                                                                                   |                                                |
| D                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Government Securities                                                                                                                    |                                                |
| E                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Others                                                                                                                                   |                                                |
| 5                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | <b>Borrower Group wise Classification of assets Finance as in 2 and 3 above</b>                                                          |                                                |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <b>Category</b>                                                                                                                          | <b>Secured</b>                                 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Related parties (As per accounting Standard of                                                                                           |                                                |
| A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | ICAI) Subsidiaries                                                                                                                       | -                                              |
| B                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Companies in the same                                                                                                                    | -                                              |
| C                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Group Other Related parties                                                                                                              | -                                              |
| D                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Other than Related parties                                                                                                               | -                                              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <b>Total</b>                                                                                                                             | <b>54,440.61</b>                               |
| 6                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | <b>Investor Group Wise Classification of all Investments (current and long term) in shares and securities (both quoted and unquoted)</b> |                                                |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <b>Category</b>                                                                                                                          | <b>Market Value/ Breakup of fair value NAV</b> |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Related parties (As per accounting Standard of ICAI)                                                                                     | <b>Book Value (Net of Provisions)</b>          |
| A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Subsidiaries                                                                                                                             |                                                |
| B                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Companies in the same                                                                                                                    |                                                |
| C                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Group Other Related parties                                                                                                              |                                                |
| D                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Other than Related parties                                                                                                               |                                                |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <b>Total</b>                                                                                                                             |                                                |
| 7                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | <b>Other Information</b>                                                                                                                 | <b>Amount in `</b>                             |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Gross nonperforming assets                                                                                                               |                                                |
| A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Related Parties                                                                                                                          |                                                |
| B                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Other than related parties                                                                                                               | 695.69                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Net Non-performing assets                                                                                                                |                                                |
| A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Related Parties                                                                                                                          |                                                |
| B                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Other than related parties                                                                                                               |                                                |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Assets acquired in satisfaction Debts                                                                                                    |                                                |
| Signed for Identification Schedule 1 to 30                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                          |                                                |
| <div> <p>For AKCHORDIA &amp; CO<br/>Chartered Accountants<br/>FRN-002606C</p> <p>(Ashok Kumar Chordia)<br/>Partner<br/>M.No.071737<br/>Jaipur<br/>UDIN:20071987AAAAFI4105</p> </div> <div> <p>(Rajiv Jain)<br/>Managing Director<br/>DIN:00416121</p> <p>(Lalit Kumar Jain)<br/>Independent Director<br/>DIN:07517615</p> </div> <div> <p>For and on behalf of the Board of Directors of<br/>Digamber Capfin Ltd</p> <p>(Amit Jain)<br/>(Whole Time Director cum CFO)<br/>DIN:00416133</p> <p>(Neha Agarwal)<br/>Company Secretary<br/>M.No.A35576</p> </div> |                                                                                                                                          |                                                |