DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED

ADDENDUM TO THE GENERAL INFORMATION DOCUMENT DATED FEBRUARY 07, 2024 HAVING REFERENCE NO. GID/1/2023-24

DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED (the "**Company**") has filed general information document dated February 07, 2024 bearing reference no. GID/1/2023-24 ("**General Information Document**"/ "**GID**") before BSE Limited and has received in principle approval from BSE Limited on February 15, 2024 valid until February 14, 2025.

SEBI circular bearing reference number SEBI/HO/DDHS/DDHS-PoD-1/P/CIR/2024/94 dated July 03, 2024 (Reduction in denomination of debt securities and non-convertible redeemable preference shares) ("**Reduction in Denomination Circular**") has amended Chapter V (Denomination of issuance and trading of Non-convertible Securities) of the SEBI circular "*Master Circular for issue and listing of non-convertible securities, securitized debt instrument, security receipts, municipal debt securities and commercial paper*" dated May 22, 2024, (bearing reference no. SEBI/HO/DDHS/PoD1/P/CIR/2024/54) by inserting a new clause 1.3 to enable the companies to issue non-convertible securities at face value of INR 10,000. An issuer which has issued listed non-convertible securities under a general information document or shelf placement memorandum, which is valid as on the effective date of the Reduction in Denomination Circular, shall issue an addendum to the general information document to enable it to raise funds through Key Information Document at a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) provided at least one Merchant Banker is appointed to carry out due diligence in respect of such issuances. Necessary addendum shall be issued by such issuer to the shelf placement memorandum or General Information Document, as applicable.

The Company now proposes to file this addendum to the GID ("**Addendum**") to amend/modify the GID to enable the Company to issue non-convertible securities at a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and appoint Merchant Banker as required under Reduction in Denomination Circular in addition to issue of non-convertible securities at a face value if INR 1,00,000/- (Indian Rupees One Lakh Only) or 10,00,000/- (Indian Rupees Ten Lakhs) under Chapter V (Denomination of issuance and trading of Non-convertible Securities) of the SEBI circular "*Master Circular for issue and listing of non-convertible securities, securitized debt instrument, security receipts, municipal debt securities and commercial paper*" dated May 22, 2024 for which the Company has already obtained in principle approval.

Pursuant to Reduction in Denomination Circular, the General Information Document stands modified as follows:

1. AMENDMENTS IN THE COVER PAGE

1.1. The following column(s) shall be inserted in the cover page in the table titled *"Details of Intermediaries"*:

Merchant Banker
As per the Key Information Document

2. AMENDMENTS IN II. (DEFINTIONS AND ABBREVIATIONS)

The following definitions shall be inserted in the table titled "*Definitions and Abbreviations*":

Merchant Banker	*As per the respective Key Information Document.*
SEBI Merchant Banker Regulations	*means the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended from time to time.*

3. AMENDMENTS IN SECTION 2 (DISCLOSURES UNDER SEBI NCS REGULATIONS)

3.1. The following row(s) in the table contained under Section 2.5 (Name and Address of the Following) shall be inserted:

Merchant Banker	*As per the respective Key Information Document.*

3.2. Clause (ii) (*Issue/instrument specific regulations-relevant details (Companies Act, RBI guidelines, etc.)*) under Section 2.37 (*Other Details*) shall stand amended and restated as follows:

"(a) The issue of NCS are governed by and will be construed in accordance with the Indian Law. The Issuer, the NCS and Issuer's obligations under the NCS shall, at all times, be subject to the directions of the Reserve Bank of India (RBI), Securities & Exchange Board of India (SEBI), Stock Exchanges, Companies Act, 2013 and other applicable laws and regulations from time to time.

i. the Companies Act, 2013;
ii. the Companies Act, 1956 (to the extent applicable and in force);
iii. the Securities Contracts (Regulation) Act, 1956;
iv. the Companies (Share Capital and Debentures) Rules, 2014;
v. the Companies (Prospectus and Allotment of Securities) Rules, 2014;
vi. the Securities and Exchange Board of India Act, 1992;
vii. the Depositories Act, 1996;
viii. the NCS Listing Regulations, as amended from time to time;
ix. the SEBI LODR Regulations, as amended from time to time;
x. the Master Circular for Debenture Trustees, as amended from time to time;
xi. the Listed NCDs Master Circular, as amended from time to time;
xii. the SEBI Merchant Banker Regulations, as amended from time to time;
xiii. the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, as amended from time to time; and
xiv. all other relevant laws (including rules, regulations, clarifications, notifications, directives, circulars as may be issued by the Securities Exchange Board of India, the Reserve Bank of India and any statutory, regulatory, judicial, quasi-judicial authority).

(b) In the event the Issuer proposed to issue NCS with face value of INR 10,000/- (Indian Rupees Ten Thousand Only), the Issuer shall appoint a Merchant Banker for the issue for performing the role, responsibilities and obligations same as they would be in case of public issue of debt security or non-convertible redeemable preference share, as provided under clause 1.3 of Chapter V (Denomination of issuance and trading of Non-convertible Securities) of the Listed NCDs Master Circular,

"Issuer may issue debt security or non-convertible redeemable preference share on private placement basis at a face value of Rs. Ten Thousand;

(i) Subject to the following conditions:

a) The issuer shall appoint at least one Merchant Banker. Provided that the role, responsibilities and obligations of the Merchant Banker(s) shall be same as they would be in case of public issue of debt security or non-convertible redeemable preference share.

b) Such debt security or non-convertible redeemable preference share shall be interest/ dividend bearing security paying coupon/ dividend at regular intervals with a fixed maturity without any structured obligations….""

Capitalised terms used herein but not defined shall have the same meaning accorded to such terms in the General Information Document.

In case of a conflict or any inconsistency between the provisions of the Debenture Trust Deed and the provisions under the General Information Document (as modified by this addendum to the General Information Document (referred to as the "**Addendum**")) in relation to provisions in respect of listing of the NCS, the provisions in respect of listing of the NCS under the General Information Document (as modified by this Addendum to the General Information Document) read with the relevant Key Information Document shall prevail over the relevant provisions under the Debenture Trust Deed. For all other matters, in case of any inconsistencies between the General Information Document (as modified by this Addendum to the General Information Document) and the Debenture Trust Deed, the provisions of the Debenture Trust Deed would prevail. The General Information Document shall accordingly stand modified in this respect. All other terms and conditions of the General Information Document and the NCS shall remain the same.

For DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED

Date: September 26, 2026
Place: Chennai

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

KEY INFORMATION DOCUMENT

DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED
("**Issuer**" / "**Company**")

A private limited company incorporated under the Companies Act, 1956 (1 of 1956)
Date of Incorporation – 01/11/2018
Registered Office - 10th Floor, Phase-1, A1, IIT Madras Research Park, Kanagam Village, Taramani, Chennai-600113, Tamil Nadu, India
Corporate Office – 10th Floor, Phase-1, A1, IIT Madras Research Park, Kanagam Village, Taramani, Chennai-600113, Tamil Nadu, India
Telephone No. 04466687000
Website: www.dvarakgfs.com

Key Information Document for the issue of Debentures on a private placement basis
DATED: September 26, 2024

KEY INFORMATION DOCUMENT FOR ISSUE OF UP TO 50,000 (FIFTY THOUSAND) SENIOR, SECURED, LISTED, RATED, TAXABLE, TRANSFERABLE, REDEEMABLE, NON-CONVERTIBLE DEBENTURES EACH HAVING A FACE VALUE OF INR 10,000/- (INDIAN RUPEES TEN THOUSAND ONLY) AND OF THE AGGREGATE FACE VALUE OF INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORES ONLY) ("DEBENTURES") ON A PRIVATE PLACEMENT BASIS (THE "ISSUE") BY DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED.

PART A:

I. BACKGROUND:

The Company has issued a general information document (hereinafter the "**General Information Document**") dated February 7, 2024 in accordance with the terms of the SEBI Debt Listing Regulations (as defined below) *inter alia* in relation to the issuance of non-convertible debentures by the Company, from time to time and setting out the relevant disclosure(s) thereto. The General Information Document to be read along with the Addendum to General Information Document dated September 26, 2024 ("**Addendum**")

This key information document (hereinafter the "**Key Information Document**") is in relation to the Debentures to be issued by Dvara Kshetriya Gramin Financial Services Private Limited (the "**Issuer**" or "**Company**") on a private placement basis and contains relevant information and disclosures required for the purpose of issuing of the Debentures. The issue of the Debentures described under this Key Information Document has been authorised by the Issuer through a resolution passed by the Board of Directors on May 24, 2023, read with the resolution passed by the Debenture Committee of Board of Directors on September 19 , 2024, and the resolutions passed by the shareholders of the Issuer on March 12, 2021 in accordance with the provisions of the Companies Act, 2013 and the Memorandum and Articles of Association of the Company. The present issue of the Debentures in terms of this Key Information Document is within the overall powers of the board of directors as per the above shareholder resolution. The present issue of the Debentures in terms of this Key Information Document is within the overall powers of the board of directors as per the above shareholder resolution.

This Issue does not form part of non-equity Tier-II / regulatory capital mentioned under Chapter V of the SEBI Debt Listing

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Regulations and the Issuer hereby confirms that Chapter V of the SEBI Debt Listing Regulations is not applicable to the present Issue.

This Key Information Document contains *inter alia* the details of offer and issuance of the Debentures in respect of which this Key Information Document is being issued, the financial information of the Issuer (if the information provided in the General Information Document is more than six months old), the material changes in the information provided in the General Information Document and any material developments since the issue of the General Information Document (which have not already been disclosed in the General Information Document). Accordingly, this Key Information Document sets out below the additional / updated / changed information/particulars, which additional / updated / changed information/particulars shall be read in conjunction with other information / particulars appearing in the General Information Document. All other particulars appearing in the General Information Document shall remain unchanged. In the case of any inconsistency between the terms of this Key Information Document and the General Information Document and/or the terms of this Key Information Document, the terms as set out in this Key Information Document shall prevail.

ISSUER'S ABSOLUTE RESPONSIBILITY

The Issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this issue document contains all information with regard to the issuer and the issue which is material in the context of the issue, that the information contained in the issue document is true and correct in all material aspects and is not misleading, that the opinions and intentions expressed herein are honestly stated and that there are no other facts, the omission of which make this document as a whole or any of such information or the expression of any such opinions or intentions misleading.

GENERAL RISK

Investment in non-convertible securities is risky and investors should not invest any funds in such securities unless they can afford to take the risk attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in this offering. For taking an investment decision, investors must rely on their examination of the issue including the risks involved in it. Specific attention of investors is invited to statement of risk factors contained under Section 4 of this Key Information Document. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the non-convertible securities or investor's decision to purchase such securities.

II. DISCLOSURES AS PER SEBI DEBT LISTING REGULATIONS:

Please see below certain disclosures as required under the terms of the SEBI Debt Listing Regulations (*as defined below*) to the extent that the same have not already been disclosed in the General Information Document:

S.no	PARTICULARS	RELEVANT DISCLOSURE
1.	**A disclosure that a copy of the issue document has been delivered for filing to the Registrar of Companies as required under sub-section (4) of Section 26 of Companies Act, 2013 (18 of 2013).**	Not applicable as the present Issue is in relation to the private placement of Debentures.
2.	**Type of issue document**	This Key Information Document is being issued in relation to the private placement of Debentures.
3.	**The nature, number, price and amount of securities offered and**	Issue of up to 50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face

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	issue size (base issue or green shoe), as may be applicable	value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) ("**Debentures**") on a private placement basis (the "**Issue**").
4.	**Issue Schedule**	Date of opening of the Issue: September 26, 2024; Date of closing of the Issue: September 26, 2024; Deemed Date of Allotment: September 27, 2024; Date of earliest closing of the Issue (if any): N.A. The Issue shall be open for subscription during the banking hours on each day during the period covered by the issue schedule.
5.	**Credit Rating of the security / Issue (cross reference of press release to be provided) along with all the ratings obtained by the Issuer for that security / Issue.**	The Debentures proposed to be issued by the Issuer have been rated by CRISIL Ratings Limited ("**Rating Agency**") The Rating Agency has vide its letter dated September 12, 2024 and rating rationale dated September 12, 2024, assigned a rating of "CRISIL BBB+/Stable" (pronounced as "CRISIL Triple B Plus" with 'Stable' outlook) in respect of the Debentures. The above rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The ratings may be subject to revision or withdrawal at any time by the rating agency and should be evaluated independently of any other ratings. Please refer to **Annexure III** of this Key Information Document for the above-mentioned dated letter and latest rating rationale from the Rating Agency assigning the credit rating abovementioned and the press release by the Rating Agency in this respect.
6.	**The name(s) of the stock exchanges where the securities are proposed to be listed**	The Debentures are proposed to be listed on the wholesale debt market of the BSE Limited / Bombay Stock Exchange ("**BSE**").
7.	**Details about Underwriting**	Not Applicable
8.	**The details of eligible investors**	The following categories of investors, when specifically approached and have been identified upfront, are eligible to apply for this private placement of Debentures subject to fulfilling their respective investment norms/rules and compliance with laws applicable to them by submitting all the relevant documents along with the Application Form ("**Eligible Investors**"): (a) Mutual Funds; (b) NBFCs; (c) Provident Funds and Pension Funds; (d) Corporates; (e) Banks; (f) Foreign Institutional Investors (FIIs); (g) Qualified Foreign Investors (QFIs); (h) Foreign Portfolio Investors (FPIs); (i) Insurance Companies; and (j) Any other person (not being an individual or a group of individuals) eligible to invest in the Debentures.

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<table>
<tr><td></td><td></td><td>All potential investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this issue of Debentures.

Note: Participation by potential investors in the Issue may be subject to statutory and/or regulatory requirements applicable to them in connection with subscription to Indian securities by such categories of persons or entities. Applicants are advised to ensure that they comply with all regulatory requirements applicable to them, including exchange controls and other requirements. Applicants ought to seek independent legal and regulatory advice in relation to the laws applicable to them.</td></tr>
<tr><td>9.</td><td>Coupon / dividend rate, coupon / dividend payment frequency, redemption date, redemption amount and details of debenture trustee</td><td>In respect of the Coupon Rate, the Coupon Payment Frequency, the Maturity Date and Redemption Amount in respect of the Debentures, please refer to Section 0 (Issue Details) of this Key Information Document.

The details of Debenture Trustee are set out below in paragraph III (Details of the following parties in relation to the Issue) of Part A of this Key Information Document.</td></tr>
<tr><td>10.</td><td>Inclusion of a compliance clause in relation to electronic book mechanism and details pertaining to uploading the disclosure document on the Electronic Book Provider Platform</td><td>This Issue, offer and subscription to the Debentures shall be made by the Eligible Investors through the electronic book mechanism as prescribed by SEBI and BSE under the EBP Guidelines (as defined below) by plac78ting bids on the EBP Platform during the period of the Issue. The Eligible Investors should also refer to the operational guidelines of the EBP in this respect. The disclosures required pursuant to the EBP Guidelines (as defined below) are set out hereinbelow:

<table>
<tr><td>Details of size of the Issue including green shoe option, if any</td><td>50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only)</td></tr>
<tr><td>Anchor Portion Details</td><td>No</td></tr>
<tr><td>Interest rate parameter</td><td>Fixed coupon</td></tr>
<tr><td>Bid opening and closing date</td><td>Bid opening date: September 26, 2024; and
Bid closing date: September 26, 2024</td></tr>
<tr><td>Minimum Bid lot</td><td>1,000 (One Thousand) Debentures of aggregate face value INR 1,00,00,000/- (Indian Rupees One Crores Only) each and in multiples of 1 (one) Debenture thereafter.</td></tr>
</table>
</td></tr>
</table>

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		Manner of bidding in the Issue | Closed bidding **Manner of allotment in the Issue** | The allotment of Debentures will be done on Uniform Yield basis in accordance with EBP Guidelines. **Manner of settlement in the Issue** | Pay-in of funds through ICCL and the account details are given in Section 7.9 (*Issue Procedure*) **Settlement cycle** | T+1; where T refers to the date of bidding/ issue day Please also refer to Section 7.9 (*Issue Procedure*) of this Key Information Document for the detailed process in respect of the subscription of an Issue.
11.	**Reissuance of Debentures**	The Issuer reserves the right to make multiple issuances under the same ISIN. Any such issue can be made either by way of creation of a fresh ISIN or by way of issuance under an existing ISIN at premium/par/discount as the case may be.

III. DETAILS OF THE FOLLOWING PARTIES IN RELATION TO THE ISSUE:

DETAILS OF DEBENTURE TRUSTEE FOR THE ISSUE	DETAILS OF CREDIT RATING AGENCY FOR THE ISSUE	DETAILS OF REGISTRAR TO THE ISSUE
Catalyst Trusteeship Limited Registered Office: GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune – 411038, & Corporate office: Unit No-901, 9th Floor, Tower-B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai-400013 Tel: +91 (022) 4922 0555 Email: ComplianceCTL-Mumbai@ctltrustee.com Contact Person: Mr. Umesh Salvi, Managing Director	**Name:** CRISIL Ratings Limited Address: CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai- 400 076, India Tel: +91 (022) 3342 3000 Email: crisilratingdesk@crisil.com Contact Person: Ms. Nivedita Shibu, Director - Ratings	**Name:** Integrated Registry Management Services Private Limited Address: 1, Ramakrishna St, T. Nagar, Chennai, Tamil Nadu 600017 Tel: +91 (044) 28141072 Email: yuvraj@integratedindia.in Contact Person: Mr Yuvraj, Manager
DETAILS OF ARRANGERS FOR THE ISSUE	**DETAILS OF STATUTORY AUDITORS**	**DETAILS OF MERCHANT BANKER**
Not applicable	Name: **PKF Sridhar & Santhanam LLP**	**SKI CAPITAL SERVICES LIMITED**

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	Logo: Address: 7th Floor, KRD GEE GEE Crystal, 91, 92, Dr Radha Krishnan Salai, Mylapore, Chennai - 600004 Email address: sands@pkfindia.in Telephone Number: 044 2811 2985 Fax Number: 044 2811 2985 Contact Person: P. Devi Peer review no.: 014539	Address: Address: 718, Dr Joshi Road, Karol Bagh, New Delhi- 110005 Tel No.: +91-011-41189899 Contact Person: Manick Wadhwa Email: dcm@skicapital.net Website: https://www.skicapital.net/

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Table of Contents

SECTION 1: DEFINITIONS AND ABBREVIATIONS 8
SECTION 2: DETAILS OF THE OFFER OF NON-CONVERTIBLE SECURITIES IN RESPECT OF WHICH THIS KEY INFORMATION DOCUMENT IS BEING ISSUED 15
SECTION 3: FINANCIAL INFORMATION, IF SUCH INFORMATION PROVIDED IN THE GENERAL INFORMATION DOCUMENT IS MORE THAN SIX MONTHS OLD 65
SECTION 4: MATERIAL CHANGES, IF ANY, IN THE INFORMATION PROVIDED IN THE GENERAL INFORMATION DOCUMENT, AND OTHER DISCLOSURES UNDER SCHEDULE I OF SECURITIES EXCHANGE BOARD OF INDIA (ISSUE AND LISTING OF NON-CONVERTIBLE SECURITIES) REGULATIONS, 2021 92
SECTION 5: ANY MATERIAL DEVELOPMENTS NOT DISCLOSED IN THE GENERAL INFORMATION DOCUMENT, SINCE THE ISSUE OF THE GENERAL INFORMATION DOCUMENT RELEVANT TO THE OFFER OF NON-CONVERTIBLE SECURITIES IN RESPECT OF WHICH THIS KEY INFORMATION DOCUMENT IS BEING ISSUED 102
SECTION 6: PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER 103
SECTION 7: OTHER INFORMATION AND APPLICATION PROCESS 124
SECTION 8: DECLARATION 134
SECTION 9: Specific Risk Factors 136
ANNEXURE I: AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE PRECEDING THREE FINANCIAL YEARS AS ON MARCH 31ST, 2024 ALONG WITH AUDITOR'S REPORT 141
ANNEXURE II: FORMAT OF APPLICATION FORM 141
ANNEXURE III: ILLUSTRATION OF TENTATIVE CASH FLOWS 145
ANNEXURE IV: RATING RATIONALE AND RATING LETTER 147
ANNEXURE V: DEBENTURE TRUSTEE CONSENT LETTER 148
ANNEXURE VI: IN-PRINCIPLE APPROVAL RECEIVED FROM BSE 149
ANNEXURE VII: DUE DILIGENCE CERTIFICATE FROM DEBENTURE TRUSTEE 150
ANNEXURE VIII: BOARD RESOLUTION 151
COMMITTEE RESOLUTION 151
ANNEXURE IX: SHAREHOLDERS' RESOLUTION 152
ANNEXURE X: BRANCH DETAILS OF THE COMPANY 153
ANNEXURE XI: RELATED PARTY TRANSACTIONS ENTERED DURING THE LAST 3 (THREE) FINANCIAL YEARS IMMEDIATELY PRECEDING THE YEAR OF ISSUE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER 154
ANNEXURE XII: DETAILS OF ANY LITIGATION OR LEGAL ACTION PENDING OR TAKEN BY ANY MINISTRY OR DEPARTMENT OF THE GOVERNMENT OR A STATUTORY AUTHORITY AGAINST ANY PROMOTER OF THE COMPANY DURING THE LAST 3 (THREE) YEARS IMMEDIATELY PRECEDING THE YEAR OF THE ISSUE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER AND ANY DIRECTION ISSUED BY SUCH MINISTRY OR DEPARTMENT OR STATUTORY AUTHORITY UPON CONCLUSION OF SUCH LITIGATION OR LEGAL ACTION LEGAL PROCEEDINGS 161
ANNEXURE XIII: REMUNERATION OF DIRECTORS (DURING THE CURRENT YEAR AND LAST 3 (THREE) FINANCIAL YEARS IMMIDIATELY PRECEEDING THE DATE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTTER 164
ANNEXURE XIV: DETAILS INCLUDING NUMBER AND PRICE AT WHICH EACH OF THE ALLOTMENTS MADE BY THE COMPANY IN THE LAST ONE YEAR PRIOR TO THE DATE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER FOR CONSIDERATION OTHER THAN CASH AND DETAILS OF THE CONSIDERATION IN EACH CASE. 166
ANNEXURE XV: CONSENT LETTER FROM THE MERCHANT BANKER 169
ANNEXURE XVI: DUE DILIGENCE CERTIFICATE FROM THE MERCHANT BANKER 170

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

SECTION 1: DEFINITIONS AND ABBREVIATIONS

Unless the context otherwise indicates or requires, the following terms shall have the meanings assigned below in this Key Information Document. Capitalised terms used but not defined herein shall have the meaning assigned to such term in the General Information Document and if not defined in the General Information Document shall have the meaning assigned to such term in the Debenture Trust Deed.

Term	Description
Addendum	shall mean addendum to the General Information Document dated September 26, 2024.
Allot/Allotment/Allotted	shall mean, unless the context otherwise requires or implies, the allotment of the Debentures pursuant to this Issue.
Applicable Law	shall mean and includes all applicable statutes, enactments or acts of any legislative body in India, laws, ordinances, rules, bye-laws, regulations, notifications, guidelines, policies, directions, directives and orders of any Governmental Authority and any modifications or re-enactments thereof.
Application Form	shall mean the form used by the recipient of the Disclosure Document(s), to apply for subscription to the Debentures, which is in the form annexed to this Key Information Document and marked as **Annexure II** *(Format of Application Form)*.
Articles of Association	shall mean the Articles of Association of the Company, as amended from time to time.
Beneficial Owner(s)	shall mean the holder(s) of the Debentures in dematerialized form whose name is recorded as such with the Depository.
Board / Board of Directors	shall mean the Board of Directors of the Company, or a committee constituted thereof.
Business Day	means any day, other than a Saturday, Sunday or any day which is a public holiday, on which the money market is functioning in Mumbai, India and New York, United States of America and "**Business Days**" shall be construed accordingly.
CDSL	shall mean Central Depository Services (India) Limited.
CERSAI	shall mean the Central Registry of Securitisation Asset Reconstruction and Security Interest.
Client Loan	Shall mean each loan made by the Issuer as a lender and "**Client Loans**" shall refer to the aggregate of such loans.
Company / Issuer	Dvara Kshetriya Gramin Financial Services Private Limited**,** a private limited company incorporated under the Companies Act, 1956 (1 of 1956) and validly existing under the Companies Act, 2013 and having its registered office at: 10th Floor, Phase-1, A1, IIT Madras Research Park, Kanagam Village, Taramani, Chennai-600113, Tamil Nadu, India.
Crore	shall mean 10 (Ten) Million
Debentures / NCDs	shall mean up to 50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only).

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Term	Description
Debenture Holder(s) / Investors	means initially the persons detailed in **Schedule I** *(Debenture Holders at the time of Issue)* of the Debenture Trust Deed, who are the initial subscribers to the Debentures, and for the subsequent Debenture Holder(s), each of whom fulfils the following requirements: (i) Persons who are registered as such as Beneficial Owners; and (ii) Persons who are registered as debenture holder(s) in the Register of Debenture Holder(s); (and shall include registered transferees of the Debentures from time to time with the Company and the Depository) and in the event of any inconsistency between sub paragraph (i) and (ii) above, sub paragraph (i) shall prevail.
Debenture Trustee	shall mean Catalyst Trusteeship Limited a company incorporated under the provisions of the Companies Act, 1956 (1 of 1956) and having its registered office at GDA House, First Floor, Plot No. 85, Bhusari Colony (Right), Kothrud, Pune, Maharashtra - 411038, India and shall include any successors or assigns thereof.
Debenture Trustee Agreement	shall mean the debenture trustee agreement executed / to be executed by and between the Debenture Trustee and the Company for the purposes of appointment of the Debenture Trustee to act as debenture trustee in connection with the issuance of the Debentures.
Debenture Trust Deed	shall mean the debenture trust deed executed / to be executed by and between the Debenture Trustee and the Company *inter alia* setting out the terms upon which the Debentures are being issued and shall include the representations and warranties and the covenants to be provided by the Issuer.
Deed of Hypothecation / Hypothecation Agreement	shall mean the unattested deed of hypothecation executed and delivered on or about the date hereof by the Company in favour of the Debenture Trustee to evidence the creation of a first ranking exclusive charge by the Company in favour of the Debenture Trustee (for the benefit of the Debenture Holders) over the Hypothecated Assets (in a form acceptable to the Majority Debenture Holders).
Deemed Date of Allotment	September 27, 2024
Demat	Refers to dematerialized securities which are securities that are in electronic form, and not in physical form, with the entries noted by the Depository.
Depository(ies)	shall mean the depository with whom the Company has made arrangements for dematerializing the Debentures, being CDSL and NSDL respectively.
Depositories Act	shall mean the Depositories Act, 1996, as amended from time to time.
Depository Participant/DP	shall mean a depository participant as defined under the Depositories Act.
Disclosure Document(s)	shall mean the General Information Document, this Key Information Document issued by the Company and the Private Placement Offer cum Application Letter issued by the Company for the issuance of Debentures.
DP-ID	shall mean the Depository Participant Identification Number
EBP Guidelines	shall mean the guidelines issued by SEBI with respect to electronic book mechanism under the terms of the SEBI master circular dated May 22, 2024 (bearing reference

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Term	Description
	number: SEBI/HO/DDHS/PoD1/P/CIR/2024/54), as may be further updated, amended, modified or replaced from time to time and the operational guidelines issued by the relevant Electronic Book Provider, as may be amended, clarified or updated from time to time.
Electronic Book Provider / EBP	shall have the meaning assigned to such term under the EBP Guidelines.
EFT	shall mean Electronic Fund Transfer
ECS	shall mean the Electronic clearing system
Eligible Investors	shall have the meaning assigned to such term in S.no 7 of paragraph II (*Disclosures as per SEBI Debt Listing Regulations*) of Part A above.
FPI	shall mean a Foreign Portfolio Investor as defined under the Securities and Exchange Board of India (Foreign Portfolio Investor) Regulations, 2019 and registered with the SEBI under applicable laws in India.
Financial Indebtedness	means any indebtedness for or in respect of: (i) moneys borrowed; (ii) any amount availed of by acceptance of any credit facility; (iii) any amount raised pursuant to the issuance of any notes, bonds, debentures, loan stock or any other similar securities or instruments; (iv) the amount of any liability in respect of any lease or hire purchase contract which would, in accordance with generally accepted principles of accounting in India, be treated as a finance or capital lease; (v) receivables sold or discounted (other than any receivables sold in the ordinary course of business or to the extent that they are sold on a non-recourse basis); (vi) any amount raised under any other transaction (including any forward sale or purchase agreement) having the commercial effect of a borrowing; (vii) any derivative transaction entered into in connection with protection against or benefit from fluctuation in price (and, when calculating the value of any derivative transaction, only the marked to market value shall be taken into account); (viii) any counter-indemnity obligation in respect of a guarantee, indemnity, bond, standby or documentary letter of credit or any other instrument issued by a bank or financial institution; (ix) the amount of any liability under an advance or deferred purchase agreement if one of the primary reasons behind the entry into such agreement is to raise finance; (x) any put option, guarantees, keep fit letter(s), letter of comfort, etc. by whatever name called, which gives or may give rise to any financial obligation(s); (xi) any preference shares (excluding any compulsorily convertible preference shares); (xii) the amount of any other obligation or liability classified as a "financial debt" under the IBC from time to time or (xiii) (without double counting) the amount of any liability in respect of any guarantee or indemnity for any of the items referred to in paragraphs (i) to

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Term	Description
	(xii) above.
Final Settlement Date	Shall mean the date on which the Payments have been irrevocably discharged in full and/or the Debentures have been redeemed by the Company in full in accordance with the terms of the Transaction Documents.
General Information Document	shall have the meaning assigned to such term in paragraph I (*Background*) of Part A of this Key Information Document.
Governmental Authority	shall mean the President of India, the Government of India, the Governor and the Government of any State in India, any Ministry or Department of the same, any municipal or local government authority, any authority or private body exercising powers conferred by Applicable Law and any court, tribunal or other judicial or quasi judicial body and shall include, without limitation, a stock exchange and any regulatory body.
Hypothecated Assets	shall have the meaning assigned to the term in the Deed of Hypothecation.
IBC	shall mean the Insolvency and Bankruptcy Code, 2016, and the rules and regulations made thereunder which are in effect from time to time and shall include any other statutory amendment or re-enactment thereof.
ICCL	Indian Clearing Corporation Limited
IND AS	shall mean the Indian generally accepted accounting principles issued under the Companies (Indian Accounting Standards) Rules, 2015, as amended, together with any pronouncements issued under Applicable Law thereon from time to time, and applied on a consistent basis by the Company.
Information Utility	shall mean the National E-Governance Services Limited or any other entity registered as an information utility under the Insolvency and Bankruptcy Board of India (Information Utilities) Regulations, 2017.
Issue	shall mean the private placement of the Debentures
Issue Closing Date	September 26, 2024
Issue Opening Date	September 26, 2024
Key Information Document	shall have the meaning assigned to such term in paragraph I (*Background*) of Part A of this Key Information Document.
Majority Debenture Holder(s)	shall mean such number of Debenture Holders collectively holding more than 50% (fifty percent) of the value of the Outstanding Principal Amounts of the Debentures.
Material Adverse Effect	means the effect or consequence of an event, circumstance, occurrence or condition which has caused, as of any date of determination, a material and adverse effect on (a) the financial condition, business or operation of the Company; (b) the ability of the Company to perform their obligations under the Transaction Documents; or (c) the validity or enforceability of any of the Transaction Documents (including the ability of any party to enforce any of its remedies thereunder).
Maturity Date / Redemption Date	December 27, 2026, being 27 (Twenty Seven) months from the Deemed Date of Allotment or, such other date on which the final payment of the principal of the Debentures becomes due and payable as therein or herein provided, whether at such stated maturity date, by declaration of acceleration, or otherwise.

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Term	Description
Memorandum of Association	shall mean the memorandum of association of the Company, as amended from time to time.
Merchant Banker	means SKI Capital Services Limited having its office at 718, Dr Joshi Road, Karol Bagh, New Delhi- 110005.
N.A.	shall mean Not Applicable
NBFC	shall mean a non-banking financial company
NBFC MFI Directions	shall mean the directions, notifications and guidelines issued from time to time by the RBI to NBFCs, including under the terms of the RBI Master Direction dated October 19, 2023 bearing reference no. DoR.FIN.REC.No.45/03.10.119/2023-24 on Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as updated from time to time.
NEFT	shall mean National Electronic Fund Transfer Service
NSDL	shall mean National Securities Depository Limited
Outstanding Principal Amount	shall mean, at any date, the principal amount outstanding under the Debentures.
PAN	shall mean the Permanent Account Number
Payments	shall mean all payments, including any partial payment, to be made by the Company in relation to the Issue including without limitation, payment of Coupon, Outstanding Principal Amount, Default Interest, remuneration of the Debenture Trustee, and all fees, costs, charges, expenses and other monies.
Person	shall include an individual, natural person, corporation, partnership, joint venture, incorporated or unincorporated body or association, company, Government Authority and in case of a company and a body corporate shall include their respective successors and assigns and in case of any individual his/her respective legal representative, administrators, executors and heirs and in case of trust shall include the trustee(s) for the time being and from time to time. The term "**Persons**" shall be construed accordingly.
Private Placement Offer cum Application Letter	shall mean the private placement offer cum application letter prepared in compliance with Section 42 of the Companies Act, 2013 read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and as annexed in Section 6 of this Key Information Document.
Rating Agency	shall have the meaning assigned to such term in paragraph III (*Details of the following parties in relation to the Issue)* of Part A above.
RBI	shall mean the Reserve Bank of India.
Receivables	shall have the meaning assigned to it in the Deed of Hypothecation.
Record Date	shall mean the date being 15 (Fifteen) calendar days prior to the due date on which any Payments are to be made to the Debenture Holders in accordance with the terms of the Debentures on the basis of which the determination of the persons entitled to receive redemption of principal, Coupon, and other Payments, if any, as the case may be, in respect of the Debentures shall be made.

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Term	Description
Register of Debenture Holders	shall mean the register maintained by the Company containing the name(s) of the Debenture Holder(s), which register shall be maintained at the registered office of the Company as provided in Clause 3.8 (Register of Debenture Holders) of Part A of the Debenture Trust Deed.
R&T Agent	shall mean the Registrar and Transfer Agent to the Issue, in this case being Integrated Registry Management Services Private Limited.
ROC	shall mean the Registrar of Companies.
Rs. / INR	shall mean the Indian National Rupee.
RTGS	shall mean the Real Time Gross Settlement
Sanctionable Practice	shall mean any Corrupt Practice, Fraudulent Practice, Coercive Practice, Collusive Practice, or Obstructive Practice, as those terms are defined and interpreted in accordance with the Anti-Corruption Guidelines, and is more particularly set out under **Schedule VIII** of **Part D** of the Debenture Trust Deed.
SEBI	shall mean the Securities and Exchange Board of India constituted under the Securities and Exchange Board of India Act, 1992 (as amended from time to time).
SEBI Debt Listing Regulations	shall mean the applicable regulations issued by the Securities and Exchange Board of India from time to time in respect of issuance and listing of non-convertible securities the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 issued by SEBI issued by SEBI and as amended vide the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) (Second Amendment) Regulations, 2023 and the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) (Amendment) Regulations, 2024 read with the Master Circular for issue and listing of non-convertible securities, securitised debt instruments, security receipts, municipal debt securities and commercial paper dated May 22, 2024 issued by Securities and Exchange Board of India (bearing reference number: SEBI/HO/DDHS/PoD1/P/CIR/2024/54), each as further amended, updated, modified or replaced from time to time.
SEBI Merchant Banker Regulations	means the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended from time to time.
Secured Obligations / Outstanding Amount	shall mean all obligations at any time due, owing or incurred by the Company to the Debenture Trustee and the Debenture Holders in respect of the Debentures and shall include the obligation to redeem the Debentures in terms thereof together with the Coupon accrued thereon, Default Interest, if any, accrued thereon, any outstanding remuneration of the Debenture Trustee and all fees, costs, charges and expenses payable to the Debenture Trustee and other monies payable by the Company in respect of the Debentures under the Transaction Documents.
Security	shall mean the security for the Debentures being an exclusive first ranking charge created by the Issuer by way of hypothecation over the Hypothecated Assets of the Issuer, as set out in detail in Section 0 (*Issue Details*) hereto.
Security Cover	shall have the meaning assigned to the term in the Deed of Hypothecation.
Special Majority	Such number of Debenture Holders collectively holding more than 75% (Seventy Five

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Term	Description
Debenture Holders	percent) of the value of the Outstanding Principal Amounts of the Debentures.
the Companies Act / the Act / the Companies Act, 2013	shall mean the Companies Act, 2013, along with the rules and regulations made thereunder and the notifications, circulars and orders issued in relation thereto, as amended, modified or supplemented from time to time.
Transaction Documents	shall mean the documents executed in relation to the issuance of the Debentures and shall include inter alia the General Information Document, this Key Information Document, the Private Placement Offer cum Application Letter, the Debenture Trustee Agreement, the Debenture Trust Deed, the Deed of Hypothecation and any and all documents / understandings / agreements in relation to the Debentures and any other document that may be designated by the Debenture Trustee and/or the Debenture Holder(s) as a Transaction Document.
WDM	shall mean the Wholesale Debt Market.

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SECTION 2: DETAILS OF THE OFFER OF NON-CONVERTIBLE SECURITIES IN RESPECT OF WHICH THIS KEY INFORMATION DOCUMENT IS BEING ISSUED

Please note that the capitalised terms used in this section, but not defined herein, shall have the meaning as assigned to such term in the Debenture Trust Deed.

2.1 Issue Details

Security Name (*Name of the non-convertible securities which includes Coupon / dividend, Issuer Name and maturity year*)	11% DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED 2026
Issuer	Dvara Kshetriya Gramin Financial Services Private Limited
Type of Instrument	Non-Convertible Debentures
Nature of Instrument (Secured or Unsecured)	Senior, Secured, Listed, Rated, Taxable, Transferable, Redeemable, Non-Convertible Debentures
Seniority (Senior or subordinated)	Senior
Mode of Issue	Private placement
Eligible Investors	shall have the meaning assigned to such term in S.no 7 of paragraph II (*Disclosures as per SEBI Debt Listing Regulations*) of Part A above.
Details of Anchor Investor	Nil
Listing (name of stock exchange(s) where it will be listed and timeline for listing)	The Debentures are to be listed on the WDM of the BSE within (T+3) working days, wherein "**T**" shall be referred to the Issue Closing Date ("**Listing Period**"). In case of delay in listing of securities issued on privately placement basis beyond the timelines specified above, the issuer shall pay penal interest of 1% p.a. over the coupon/ dividend rate for the period of delay to the investor (i.e. from the date of allotment to the date of listing).
Rating of the Instrument	CRISIL BBB+/Stable" (pronounced as "CRISIL Triple B Plus" with 'Stable' outlook)
Issue Size	Up to 50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only).
Minimum subscription	1,000 (One Thousand) Debentures of aggregate face value INR 1,00,00,000/- (Indian Rupees One Crores Only) each and in multiples of 1 (one) Debenture thereafter.
Option to retain oversubscription	Not Applicable
Objects of the Issue / Purpose for which	The proceeds of the issuance of Debentures will be utilized by the Issuer

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there is requirement of funds	for onward lending purposes only.
In case the issuer is an NBFC and the objects of the issue entail loan to any entity who is a 'group company', then the requisite disclosures shall be provided.	Not applicable.
Details of the utilization of the Proceeds	The funds raised by the Issue shall be utilized by the Company solely towards the Purpose. The Company shall not use the proceeds of the Issue towards: a. any capital market instrument such as equity and equity linked instruments or any other capital market related activities; b. any real estate activity; c. any related party transaction; d. any speculative purposes; e. any purpose, that is not eligible for the providing of financing by banks to non-banking financial companies for bank finance to non-banking financial companies, or, which results in a breach of the RBI's master circular no. DOR.CRE.REC.No.77/21.04.172/2021-22 dated January 5, 2022 on "Bank Finance to Non-Banking Financial Companies (NBFCs)"; f. in contravention of any guidelines, rules or regulations of the RBI applicable to non-banking financial companies.
Coupon Rate	11.00% (Eleven Percent) per annum payable monthly
Step Up / Step Down Coupon Rate	Not Applicable
Coupon Payment Frequency	Monthly
Coupon Payment Date(s) **(cumulative / non-cumulative, in case of dividend)**	27-Oct-24 27-Nov-24 27-Dec-24 27-Jan-25 27-Feb-25 27-Mar-25 27-Apr-25 27-May-25 27-Jun-25 27-Jul-25 27-Aug-25 27-Sep-25 27-Oct-25 27-Nov-25 27-Dec-25 27-Jan-26 27-Feb-26

	27-Mar-26 27-Apr-26 27-May-26 27-Jun-26 27-Jul-26 27-Aug-26 27-Sep-26 27-Oct-26 27-Nov-26 27-Dec-26
Coupon Type (Fixed, floating or other structure)	Fixed Coupon rate.
Exercise Date/Coupon Reset Date	Not Applicable
Coupon Reset Process	Not Applicable
Day Count Basis	Actual / Actual
Interest on Application Money	Interest at the rate of 11% per annum (subject to deduction of tax at source at the rate prevailing from time to time under the provisions of the Income-tax Act, 1961) will be paid on Application Money to the applicants/ initial debenture holders from the date of realization of the cheques / drafts or credit through RTGS / NEFT / direct credit up to one day prior to the Deemed Date of Allotment. This is applicable for all valid applications within 5 (five) Business Days from the Deemed Date of Allotment. Where the entire subscription amount has been refunded, the interest on Application Money will be paid along with the refund orders or through RTGS / NEFT / direct credit to the bank account of the Applicant as described in the Application Form. Notwithstanding the above, no interest shall be payable if the Application Money is received by the Company on the Deemed Date of Allotment.
Default Interest Rate / Additional Interest	***Event of Default*** If, at any time, there shall be a payment default or any other Event of Default, the Company agrees to pay an additional interest rate of 2% p.a. (two percent per annum) above the applicable Coupon Rate on the Outstanding Principal Amount from the date of the occurrence of the Payment Default or Event of Default until such Payment Default or Event of Default is cured. ***Breach of Covenants*** In case of default by the Issuer in the performance of any of the covenants of this Issuance, including but not limited to the financial covenants and reporting covenants of this Issuance, additional interest at 2% p.a. (two percent per annum) over the Coupon Rate will be payable by the Issuer for the defaulting period.

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	Delay in execution of Debenture Trust Deed If not already executed, the Company shall execute the Debenture Trust Deed within the timelines prescribed by SEBI. In case of a delay in execution of Debenture Trust Deed, the Company will pay penal interest of at least 2% p.a. (two percent per annum) over the Coupon Rate till the execution of Debenture Trust Deed. ***Delay in Security Creation*** Issuer shall pay a penal interest of 2.0% (Two Percent) p.a. over the Coupon Rate in case there is any delay in the creation, registration and perfection of the security over the Hypothecated Assets; Each of the Default Interest rates mentioned above are mutually exclusive and will be payable in the event the circumstance triggering the Default Interest rate occurs and charging of Default Interest shall be without prejudice to any other right of the Debenture Trustee under Applicable Law or Transaction Documents.
Tenure	27 (Twenty Seven) months from the Deemed Date of Allotment.
Redemption Date / Maturity Date	December 27, 2026, being 27 (Twenty Seven) months from the Deemed Date of Allotment (subject to adjustments for day count convention in accordance with the SEBI Debt Listing Regulations) or, such other date on which the final payment of the principal amount of the Debentures becomes due and payable as therein or herein provided, whether at such stated maturity date, by declaration of acceleration, or otherwise.
Redemption Amount	At par, INR 10,000/- (Indian Rupees Ten Thousand Only) per Debenture plus accrued Coupon in the manner set out in **Annexure III** (*Illustration of Bond Cash Flows*) hereto. Further, the aforesaid amount would be payable with the Default Interest (if any), and other such costs, charges and expenses if any, payable on the due date(s) under the Transaction Documents.
Redemption Premium / Discount	Not applicable
Issue Price	INR 10,000/- (Indian Rupees Ten Thousand Only) per Debenture
Premium / Discount at which security is issued and the effective yield as a result of such discount	Not applicable
Put Date	Not applicable
Put Price	Not applicable
Call Date	Not applicable
Call Price	Not applicable
Put Notification Time **(Timelines by which the investor need to intimate Issuer before exercising the put)**	Not applicable
Call Notification Time	Not applicable

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(Timelines by which the Issuer need to intimate investor before exercising the call)	
Face Value	INR 10,000/- (Indian Rupees Ten Thousand Only) per Debenture
Minimum Application size and in multiples thereafter	1,000 (One Thousand) Debentures of aggregate face value INR 1,00,00,000/- (Indian Rupees One Crores Only) each and in multiples of 1 (one) Debenture thereafter.
Issue Schedule / Issue Timing	Issue Opening Date: September 26, 2024; Issue Closing Date: September 26, 2024; Date of earliest closing of the Issue, if any: N.A; Pay-in Date: September 27, 2024; and Deemed Date of Allotment: September 27, 2024
Issuance mode of the Instrument	Demat only
Trading mode of the Instrument	Demat only
Settlement mode of the Instrument	RTGS
Depositories	NSDL and CDSL
Business Day Convention	a) Day count shall be on actual/actual basis; b) If any Coupon payment date falls on a day that is not a Business Day, the payment shall be made on the immediately succeeding Business Day. c) If the Redemption Date of the Debentures falls on a day that is not a Business Day, the redemption proceeds shall be paid on the immediately preceding Business Day. d) If the final Redemption Date (also the last coupon payment date) of the Debentures falls on a day that is not a Business Day, the maturity proceeds, and coupon payment shall be made on the immediately preceding Business Day. It is hereby clarified that any payments shall also be subject to the day count convention as per the SEBI Debt Listing Regulations.
Disclosure of Interest / Dividend / Redemption Dates	27-Oct-24 27-Nov-24 27-Dec-24 27-Jan-25 27-Feb-25 27-Mar-25 27-Apr-25 27-May-25 27-Jun-25 27-Jul-25 27-Aug-25

	27-Sep-25 27-Oct-25 27-Nov-25 27-Dec-25 27-Jan-26 27-Feb-26 27-Mar-26 27-Apr-26 27-May-26 27-Jun-26 27-Jul-26 27-Aug-26 27-Sep-26 27-Oct-26 27-Nov-26 27-Dec-26
Record Date	The date which will be used for determining the Debenture Holder(s) who shall be entitled to receive the amounts due on any due date, which shall be the date falling 15 (fifteen) calendar days prior to any due date.
All covenants of the issue (including side letters, accelerated payment clause, etc.)	Please refer to paragraph 2.4 of Section 2 of this Key Information Document.
Description regarding Security (where applicable) including type of security (movable / immovable / tangible etc.), type of charge (pledge / hypothecation / mortgage etc.), date of creation of security / likely date of creation of security, minimum security cover, revaluation, replacement of security, interest to the debenture holder over and above the coupon rate as specified in the Trust Deed and disclosed in the Offer Document / Information Memorandum.	The amounts outstanding under the Debentures shall be secured by the following that fulfil the eligibility criteria set out here below under the heading 'Eligibility Criteria' ("**Hypothecated Assets**") with the prescribed Security Cover (as defined below) on or prior to the Deemed Date of Allotment. • First ranking exclusive charge by way of hypothecation over certain identified receivables ("**Hypothecated Assets**"), originated by the Issuer, value of which shall not be less than the Security Cover (mentioned below). • A general lien and set-off right on all assets of the Issuer on a first ranking pari passu basis, whereby the Debenture Trustee will be entitled to recover its Outstanding Amounts from the sale of any existing and future assets of the Issuer at any point in time during the Tenor of the Debentures on an Event of Default • The Issuer shall not, under any circumstance, transfer, sell, assign or create any encumbrances over the Hypothecated Assets in favour of any third party without the prior written consent of the Debenture Trustee. Without prejudice to the foregoing, any sale, transfer or assignment of the Hypothecated Assets by the Issuer

	by way of an assignment or securitization transaction or otherwise shall be subject to the prior written consent of the Debenture Trustee. **Additional security** • A demand promissory note and a letter of continuity. • 2 Undated cheques covering the entire Debenture Amount • 2 Undated cheques covering for the maximum EPI amount • NACH Mandate **Date of creation of security/likely date of creation of security:** The security over the Hypothecated Assets will be created upfront on the date of execution of the Hypothecation Agreement and perfected within the timelines prescribed under Applicable Laws. **Replacement of security:** The Issuer shall replace the receivables which do not meet the Eligibility Criteria with such Loans which meet the Eligibility Criteria on or before the 20th of any calendar month. In case of any repugnancy between the provisions of the clause herein for the creation of hypothecation and the terms provided in the Deed of Hypothecation for the creation of charge over the Hypothecated Assets, the terms of the Deed of Hypothecation shall prevail. **Revaluation of security:** The Debenture Trustee can do a valuation of the Hypothecated Assets and re-value the Hypothecated Assets, as and when it deems fit, if in its opinion the Security Cover is falling or is low and all costs for such valuation shall be borne by the Issuer. **Purchase/Securitization of Hypothecated Assets:** In case of an Event of Default, the Debenture Trustee shall have the option to buy the Hypothecated Assets or cause the Hypothecated Assets to be securitized (in whole or in part) and sold to a Special Purpose Vehicle ("**SPV**") at a future date at a purchase price mutually agreed upon by the Issuer and the Debenture Trustee based on prevailing market rates ("**Purchase Price**"). Any difference between the Outstanding Amount due under the Facility and the Purchase Price shall be repaid forthwith by the Issuer to the Debenture Trustee, at the option of the Debenture Trustee. The portion of the Hypothecated Assets that is securitised shall be selected by the Debenture Trustee based on the Debenture Trustee's due diligence and agreed Eligibility Criteria. **Interest to the Debenture Holder over and above the Coupon rate:** The Issuer's failure to create and perfect security over the Hypothecated Assets within the timeline stipulated under the Transaction Documents shall attract a 2% p.a. additional interest over the Coupon.

	Eligibility Criteria • The hypothecated Loans must have been originated while complying with all the extant 'know your customer' norms specified by the RBI; • The hypothecated Loans must be current/existing and not overdue at the time of inclusion in the Hypothecated Assets and should not have been terminated or prepaid; • The Loans constituting the Hypothecated Assets shall be unencumbered and not sold or assigned by the Issuer and no security interest of any kind shall exist over them except in accordance with the Transaction Documents; • The hypothecated Loans must not have been restructured or rescheduled; • Each Loan constituting the Hypothecated Assets should have been fully disbursed. • Loans constituting the Hypothecated Assets must be loans directly originated by the Issuer and not loans purchased from a third party. • Loans constituting the Hypothecated Assets shall have maximum ticket size of INR 1,00,000/- (Indian Rupees One Lakh). • Loans constituting the Hypothecated Assets at the time of inclusion in the initial hypothecated assets shall not be provided to individuals who have had a current overdue in any of the existing loans in bureau including Issuer loan. • Loans constituting the Hypothecated Assets must be a Loan not having any principal, interest, additional interest, fee or any other over dues of any kind for more than 0 (zero) days past due in the books of the Issuer at the time of inclusion in the Hypothecated Assets and is in accordance with guidelines prescribed by the RBI and which has not been restructured or under moratorium. • The Issuer shall replace all such assets constituting the Hypothecated Assets that are not qualifying as a DPD<=30 with Performing Loans that meet the Eligibility Criteria. • Portfolio Origination Period shall be 60 Days from the date of Disbursement. • Receivables from related parties shall not be included in Hypothecated Assets. **Minimum security cover:** The value of the Hypothecated Assets charged as Security in favour of the Debenture Trustee is maintained at least 1.1x (one point one zero times) of redemption amount and

	Outstanding Amount from the Deemed Date of Allotment and shall be maintained at all times thereafter until the redemption of the Debentures and payment of the Secured Obligations ("**Security Cover**") till the Final Redemption Date, (on the terms and conditions mentioned under the Transaction Documents) in accordance with Applicable Law and the Transaction Documents. The terms and process of creation of hypothecation shall be provided at length under the Deed of Hypothecation. If the Security in respect of Debentures falls below the Security Cover as specified in this Deed on any account, the Issuer shall within 20 (twenty) calendar days of such occurrence, hypothecate further assets or such additional Security as may be acceptable to the Debenture Trustee to maintain the Security Cover in the manner set out in the Deed of Hypothecation. **Security Cover Computation:** Security Cover shall be met only with Loans that does not have any principal, interest, additional interest, fee or any other expected payments overdue ("**Performing Loans**") and for this purpose the Issuer shall with written intimation to the Debenture Trustee replace any Loan constituting the Hypothecated Assets that has one or more instalments of principal, interest, additional interest, fee or any other expected payments which is overdue for more than 30 (Thirty) days with Performing Loans that meets the Eligibility Criteria. Such replacement shall be done on or before the 20th of any calendar month. **Calculation of Security Cover:** • NIL overdue book debts - 1x (1 time) or 100% of total book debts cover amount. • 1 to 30 Days Book Debts - Balance Amount of total book debts cover amount i.e .1x or .10% of the total book debts cover amount.
Due diligence certificate issued by the Debenture Trustee	The due diligence certificate issued by the Debenture Trustee to BSE in accordance with the Chapter II of SEBI master circular dated May 16, 2024 (bearing reference no SEBI/HO/DDHS-PoD3/P/CIR/2024/46) is annexed hereto as **Annexure VII**.
Terms and conditions of debenture trustee agreement including fees charged by debenture trustees(s), details of security to be created and process of due diligence carried out by the debenture trustee.	Please refer to paragraph 2.2(a) of Section 2 (*Issue Details*) of this Key Information Document.
Transaction Documents	The documents executed in relation to the issuance of the Debentures and shall include *inter alia* the General Information Document, this Key

	Information Document, the Private Placement Offer cum Application Letter, the Debenture Trustee Agreement, the Debenture Trust Deed, the Deed of Hypothecation and any and all documents / understandings / agreements in relation to the Debentures and any other document that may be designated by the Debenture Trustee and/or the Debenture Holder(s) as a Transaction Document.
Conditions Precedent to disbursement	(i) A certified true copy of the constitutional documents of the Company (being its Memorandum and Articles of Association and Certificate of Incorporation) shall have been submitted to the Debenture Trustee. (ii) All corporate approvals from the Board of Directors/committee of Board and shareholders of the Company and certified copies thereof, if applicable, shall have been received for the issuance of the Debentures and the execution, delivery and performance by the Company of the Transaction Documents in accordance with the Companies Act, 2013, the Companies (Prospectus and Allotment of Securities) Rules, 2014, the Companies (Share Capital and Debentures) Rules, 2014 and other rules prescribed. (iii) Execution of Transaction Documents shall have taken place; (iv) Rating of the Debentures being completed and the rating agency having provided a minimum rating of 'ICRA A-/ Stable' for the Debentures and the rating letter issued by the Rating Agency being in a form and manner satisfactory to the Debenture Trustee; (v) The Company shall have provided to the Debenture Trustee a certificate from a director/company secretary/authorized signatory(ies) of the Company certifying that: - a. the Company has the necessary powers under the Memorandum and Articles of Association of the Company to borrow moneys pursuant to the issuance of the Debentures; b. the borrowing of moneys pursuant to the issuance of the Debentures will not cause any limit binding on the Company to be exceeded; c. absence of any Event of Default, any Potential Event of Default, any force majeure event and any Material Adverse Effect; d. no consents and approvals are required by the Issuer from its creditors or any Governmental Authority or any other person for the issuance of the Debentures and creation of security under the Deed of Hypothecation; e. all representations and warranties contained in this Deed are true and correct in all material respects on and as of the Deemed Date of Allotment, before and after giving

	effect to the Issue and to the application of the proceeds therefrom; and f. The receivables created out of the Facility shall be hypothecated to the Debenture Trustee and not to any other lenders and the Debenture Trustee shall have exclusive first charge on the receivables created out of the Facility. g. The assignment portion of securitized pools or partner portion of the co-lending pool do not form part of the Hypothecated Assets offered to the Debenture Trustee. (vi) Due execution of the Depository Agreements by, inter-alia, the Depository and the Company; (vii) Due execution of the Tripartite Agreement by, inter-alia, the Registrar and Transfer Agent, Depository and the Company; (viii) The Company shall have received consent from the Debenture Trustee to act as the debenture trustee for the issue of Debentures; (ix) The Company shall have submitted to the Debenture Trustee, all required documents for the purpose of satisfying its respective KYC requirements; (x) Submit to the Debenture Trustee, the audited financial statements along with independent auditor's report of the Company. (xi) Issuer shall have have obtained in-principle approval from the Stock Exchange for listing of the Debentures. (xii) Issuer shall have obtained due-diligence certificate from the Debenture Trustee. (xiii) The Company shall have received the of ISIN for the issuance of the Debentures; (xiv) The Company shall have circulated the Placement Memorandum along with PAS-4 for the issue of the Debentures. (xv) Issuer shall have obtained the International Securities Identification Number (ISIN) in respect of the Debentures. (xvi) The Company shall have handed over the Demand Promissory Note and the Letter of Continuity. (xvii) Copy of the e-Form MGT-14 filed with the ROC with respect to the board resolution or shareholders' resolution (as applicable and if required under the Act) passed for the issue of Debentures. (xviii) Payment of all fees and stamp duty under the Transaction Documents executed is done to the satisfaction of the Debenture Trustee.

	(xix) The Company shall have obtained due diligence certificate from the Merchant Banker.
Conditions Subsequent to disbursement	The Company shall comply with the following conditions subsequent within the timelines stipulated herein below: (a) Certified true copy of the board resolution for the allotment of the Debentures, within 1 (one) Business Days of the Deemed

	Date of Allotment for Debentures. (b) the record of private placement offers maintained by the Company, including the offer of the Debentures, in Form PAS – 5, on the Deemed Date of Allotment; (c) the details of the depository accounts of the Debenture Holders with the Depositories confirming that such account has been credited with the relevant Debentures as soon as possible but in event within 2 (two) Business Days from the closure of the Issue; (d) the return of allotment in Form PAS – 3, along with a complete list of allottees and containing the prescribed particulars, filed with the relevant Registrar of Companies within 2 (two) days of the Deemed Date of Allotment of the Debentures; (e) evidence that the Security shall have been perfected in a form and manner acceptable to the Debenture Trustee by filling Form CHG-9 in respect of creation of hypothecation over the Hypothecated Assets has been filed with the relevant Registrar of Companies within 30 (thirty) days of execution of Hypothecation Agreement. (f) As applicable to the Issuer in accordance with the Applicable Law(s), relevant filings in the prescribed form to be made with an information utility registered with the Insolvency and Bankruptcy Board of India in accordance with Section 215 of the Insolvency Code and other regulations including the Insolvency and Bankruptcy Board of India (Information Utilities) Regulations, 2017. (g) Providing all the necessary assistance to the Debenture Trustee for filing of and registering with the Central Registry under the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for the exercise of the rights, powers and authority hereby conferred on the Debenture Trustee for effecting and perfecting the Security created or purported to be created under each Hypothecation Agreement and for enforcement of such Security within the timeline stipulated under Applicable Law. (h) Ensure that Debenture Trustee files Form I with CERSAI in respect thereof within 30 (thirty) calendar days from date of execution of the Hypothecation Agreement or within such other extended time as permissible under the applicable law. (i) Obtaining the final listing approval from the Stock Exchange in respect of the Debentures (including but not limited to payment

	of all fees) and list the Debentures on the wholesale debt market segment of the Stock Exchange within 3 (three) business days from the issue closing date of the Debentures. (j) Issuer shall furnish certificate from a practising chartered accountant within 60 (sixty) days of disbursement, confirming that the amount disbursed has been utilized by the Issuer solely for the Purpose as mentioned herein. (k) Any other document as required elsewhere under the Transaction Documents or by the Debenture Trustee.
Events of Default (including manner of voting /conditions of joining Inter Creditor Agreement)	Please refer to Section 2.5 of this Key Information Document.
Consequences of Events of Default	Please refer to Section 2.6 of this Key Information Document.
Creation of recovery expense fund	The Issuer shall create a recovery expense fund in accordance with the applicable SEBI regulations and inform the Debenture Trustee of the same. The recovery expense fund shall be utilised in such manner and for such purposes as is more particularly provided under the said regulations and Applicable Law.
Conditions for breach of covenants (as specified in Debenture Trust Deed)	Please refer to Section 2.5 of this Key Information Document.
Provisions related to Cross Default Clause	i. Any Financial Indebtedness of the Issuer is not paid when due nor within any originally applicable grace period; ii. Any Financial Indebtedness of the Issuer is declared to be or otherwise becomes due and payable prior to its specified maturity as a result of any actual/potential event of default or any other similar event (however described); iii. Any commitment for any Financial Indebtedness of the Issuer is cancelled or suspended by a creditor of the Issuer as a result of an event of default or any other similar event (however described); iv. Any creditor of the Issuer becomes entitled to declare any indebtedness of the Issuer due and payable prior to its specified maturity as a result of an event of default (however described); and v. A moratorium/suspension is declared in respect of any Financial Indebtedness of the Issuer.
Role and Responsibilities of Debenture Trustee	In addition to the other powers conferred on the Debenture Trustee and provisions for their protection and not by way of limitation or derogation of anything contained in this Deed or of any statute limiting

	the liability of the Debenture Trustee, IT IS EXPRESSLY DECLARED as follows: (a) the Debenture Trustee may, in relation to these presents, act on the opinion or advice of or any information obtained from any solicitor, counsel, advocate, valuer, surveyor, broker, auctioneer, qualified accountant or other expert whether obtained by the Company or by the Debenture Trustee or otherwise; (b) the Debenture Trustee shall be the attorney of the Company and shall have the right to execute, sign and do any deeds, documents, assurances, acts and things in the name and on behalf of the Company, which shall in the opinion of the Debenture Trustee be necessary or expedient that the Company should execute, sign and do for the purpose of carrying out any of the trusts or obligations declared or imposed upon the Debenture Trustee; (c) the Debenture Trustee is not permitted to release / exclude any part of the Hypothecated Assets temporarily or permanently from the security created / to be created for the Debentures except in accordance with a Special Resolution; (d) subject to the approval of the Debenture Holders by way of Special Resolution passed at a meeting of Debenture Holders held for determining the liability of the Debenture Trustee, the Debenture Trustee shall, as regards all trusts, powers, authorities and discretions, have absolute and uncontrolled discretion as to the exercise thereof and to the mode and time of exercise thereof and in the absence of any fraud, gross negligence, willful misconduct or breach of trust shall not be responsible for any loss, costs, charges, expenses or inconvenience that may result from the exercise or non-exercise thereof and in particular they shall not be bound to act at the request or direction of the Debenture Holders under any provisions of these presents unless sufficient monies shall have been provided or provision to the satisfaction of the Debenture Trustee made for providing the same and the Debenture Trustee are indemnified to their satisfaction against all further costs, charges, expenses and liability which may be incurred in complying with such request or direction; (e) with a view to facilitating any dealing under any provisions of these presents the Debenture Trustee shall have full power to consent (where such consent is required) to a specified transaction or class of transactions conditionally;

	(f)	the Debenture Trustee shall not be responsible for the monies paid by applicants/ initial debenture holders for the Debentures;
	(g)	without prejudice to the rights to indemnity by Law given to the Debenture Trustee, the Debenture Trustee and every receiver, attorney, manager, agent or other person appointed by them shall, subject to the provisions of the Act, be entitled to be indemnified by the Company in the absence of any fraud, gross negligence, willful misconduct or breach of trust in respect of all liabilities and expenses incurred by them or him in the execution or purported execution of the powers and trusts thereof and against all actions, proceedings, costs, claims and demands in respect of any matter or thing done or omitted and the Debenture Trustee may retain and pay out of any monies in their hands the amount of any liabilities and expenses necessary to effect such indemnity and also remuneration of the Debenture Trustee as herein provided or otherwise howsoever arising out of or in connection with these presents or the issue of the Debentures;
	(h)	the Debenture Trustee shall have full power to determine all questions and doubts arising in relation to any of the provisions hereof and every such determination bonafide made (whether or not the same shall relate wholly or partially to the acts or proceedings of the Debenture Trustee) in the absence of any fraud, gross negligence, willful misconduct or breach of trust, shall be conclusive and binding upon all persons interested hereunder;
	(i)	subject to the approval of the Debenture Holders by way of Special Resolution passed at a meeting of Debenture Holders held for determining the liability of the Debenture Trustee, the Debenture Trustee shall not be liable for anything whatsoever except any fraud, gross negligence, willful misconduct or breach of trust by the Debenture Trustee;
	(j)	subject to the approval of the Debenture Holders by way of Special Resolution passed at a meeting of Debenture Holders held for determining the liability of the Debenture Trustee, the Debenture Trustee, except for any fraud, gross negligence, willful misconduct or breach of trust, shall not be liable for any default, omission or delay in performing or exercising any of the powers or trusts herein expressed or contained or any of them or in enforcing the covenants herein contained or any of them or in giving notice to any person or persons of the execution hereof or in taking any other steps which may be necessary, expedient or desirable or for any loss or injury which

	may be occasioned by reason thereof unless the Debenture Trustee shall have been previously requested by notice in writing to perform, exercise or do any of such steps as aforesaid given in writing by the Majority Debenture Holders or by a Majority Resolution duly passed at a meeting of the Debenture Holders and the Debenture Trustee shall not be bound to perform, exercise or do any such acts, powers or things or to take any such steps unless and until sufficient moneys shall have been provided or provision to the satisfaction of the Debenture Trustee made for providing the same by or on behalf of the Debenture Holders or some of them in order to provide for any costs, charges and expenses which the Debenture Trustee may incur or may have to pay in connection with the same and the Debenture Trustee are indemnified to their satisfaction against all further costs, charges, expenses and liabilities which may be incurred in complying with such request; (k) notwithstanding any contained to the contrary in this Deed, the Debenture Trustee shall before taking any action on behalf of the Debenture Holders or providing any consent on behalf of the Debenture Holders, obtain the written consent of the Majority Debenture Holders; (l) the Debenture Trustee shall forward to the Debenture Holders copies of any information, documents from the Company pursuant to this Deed within 2 (two) Business Days of receiving the same from the Company; and (m) The Debenture Trustee shall take all reasonable steps to realise the monies due to the trust. (n) The Debenture Trustee shall have the right to rely on notices, communications, advertisement, website information of Issuer and any other related party with respect to issue etc. PROVIDED THAT nothing contained in this Clause shall exempt the Debenture Trustee or any receiver, attorney, manager, agent or other person appointed by the Debenture Trustee from or indemnify them against any liability for breach of trust nor any liability which by virtue of any rule or Law would otherwise attach to them in respect of any negligence, default or breach of trust which they may be guilty of in relation to their duties hereunder.
Risk factors pertaining to the Issue	Please refer to Section 3 of the General Information Document. Additionally, the risk factors in relation to the business of the Company and the risk factors in relation to the Security in relation to this Issue are

	more particularly covered in Section 9 of this Key Information Document.
Covenants	Please refer to Section 2.4 of this Key Information Document.
Representation and warranties	Please refer to Section 2.3 of this Key Information Document.
Illustration of Bond Cash-flows	Kindly refer to **Annexure III** of this Key Information Document.
Governing Law and Jurisdiction	The Debentures and Transaction Documents are governed by and shall be construed in accordance with the Applicable Laws of India. The courts and tribunals in Delhi, India shall have exclusive jurisdiction to settle any disputes which may arise out of or in connection with the Transaction Documents and that accordingly any suit, action or proceedings (together referred to as "**Proceedings**") arising out of or in connection with the Transaction Documents may be brought in such courts or the tribunals and the Company irrevocably submits to and accepts for itself and in respect of its property, generally and unconditionally, the jurisdiction of those courts or tribunals. Nothing contained in this herein, shall limit any right of the Debenture Trustee to take Proceedings in any other court or tribunal of competent jurisdiction, nor shall the taking of Proceedings in one or more jurisdictions preclude the taking of Proceedings in any other jurisdiction whether concurrently or not and the Company irrevocably submits to and accepts for itself and in respect of its property, generally and unconditionally, the jurisdiction of such court or tribunal, and the Company irrevocably waives any objection it may have now or in the future to the laying of the venue of any Proceedings and any claim that any such Proceedings have been brought in an inconvenient forum.
Delay in Listing	In case of delay in listing of securities issued on privately placement basis beyond the timelines specified above, the issuer shall pay penal interest of 1% p.a. over the coupon/ dividend rate for the period of delay to the investor (i.e. from the date of allotment to the date of listing).
Buyback	Issuer can buy back Debentures subject to applicable law and consent of the Majority Debenture Holders and as per the Transaction documents.

Notes:

1. *If there is any change in Coupon Rate pursuant to any event including elapse of certain time period or downgrade in rating, then such new Coupon Rate and events which lead to such change should be disclosed.*

2. *The list of documents which has been executed or will be executed in connection with the issue and subscription of debt securities shall be annexed.*

3. *The penal interest rates mentioned above as payable by the Issuer are independent of each other.*

4. The Issuer shall provide granular disclosures in their Key Information Document, with regards to the "Object of the Issue" including the percentage of the issue proceeds earmarked for each of the "object of the issue".

The proceeds of the issuance of Debentures will be utilized by the Issuer for onward lending purposes only.

5. While the debt securities are secured to the tune of 100% (One Hundred Percent) of the principal amount outstanding and the accrued Coupon thereon or as per the terms of Disclosure Document(s), in favour of Debenture Trustee, it is the duty of the Debenture Trustee to monitor that the security is maintained.

Creation of Security: The Issuer shall give an undertaking in the Key Information Document that the assets on which charge is created are free from any encumbrances and in cases where the assets are already charged to secure a debt, the permission or consent to create a second or *pari-passu* charge on the assets of the issuer has been obtained from the earlier creditor.

The Issuer hereby undertakes that the assets on which the first ranking exclusive charge is created by the Company in favour of the Debenture Trustee to secure the obligations of the Company in relation to the Debentures under the terms of the Deed of Hypothecation, being the Hypothecated Assets, are free from any encumbrances.

6. Debt securities shall be considered as secured only if the charged asset is registered with Sub-registrar and Registrar of Companies or CERSAI or Depository etc., as applicable, or is independently verifiable by the debenture trustee.

7. Before making the application for listing of debt securities, the Issuer shall create charge as specified in the Debenture Trust Deed/ General Information Document/ Key Information Document, in favour of the debenture trustee and also execute debenture trust deed (DTD) with the Debenture trustee. The Stock Exchange(s) shall list the debt securities only upon receipt of a due diligence certificate as per format specified in NCS Listing Regulations from debenture trustee confirming creation of charge and execution of the Debenture Trust Deed. The charge created by Issuer shall be registered with Sub-registrar, Registrar of Companies, CERSAI, Depository etc., as applicable, within 30 days of creation of such charge. In case the charge is not registered anywhere or is not independently verifiable, then the same shall be considered a breach of covenants/ terms of the issue by the Issuer.

8. The Issuer reserves the right to make multiple issuances under the same ISIN. Any such issue can be made either by way of creation of a fresh ISIN or by way of issuance under an existing ISIN at premium/par/discount as the case may be.

2.2 Key Terms in relation to Debenture Trustee

In case of any repugnancy, inconsistency or where there is a conflict between the terms in the Key Information Document, and the provisions contained in the Debenture Trust Deed and any other agreement, entered into between the Company and the Debenture Holders, the provisions contained in the Debenture Trust Deed shall prevail.

(a) **Terms and conditions of Debenture Trustee Agreement**

In relation to the present issue of Debentures,

(i) the Company has appointed Catalyst Trusteeship Limited as the Debenture Trustee (acting in trust for, on behalf and for the benefit of the Debenture Holders);

(ii) the remuneration of the Debenture Trustee shall be as per the letter provided in **Annexure V** of this Key Information Document; and

(iii) Catalyst Trusteeship Limited has provided its written consent for its appointment as Debenture Trustee to the Issue and inclusion of its name in the form and context in which it appears in the General Information Document and this Key Information Document and in all the subsequent periodical communications sent to the Debenture Holders. The consent letter from Debenture Trustee is provided in **Annexure V** of this Key Information Document.

(b) **Details of security and the process of due diligence carried out by the Debenture Trustee**

(i) The description of security provided with respect to the Debentures is set out in Section 0 (*Issue Details*) of this Key Information Document under the head *"Description regarding Security*".

(ii) The Debenture Trustee, either through itself or its agents /advisors/consultants, shall carry out requisite diligence. For the purpose of carrying out the due diligence as required in terms of the Applicable Laws including the, the Debenture Trustee, either through itself or its agents /advisors/consultants, shall have the power to examine the books of account of the Company by its officers and/or external auditors/valuers/consultants/lawyers/technical experts/management consultants appointed by the Debenture Trustee.

(iii) The Company shall ensure that it provides and procures all information, representations, confirmations and disclosures as may be required in the sole discretion of the Debenture Trustee to carry out the requisite diligence in connection with the issuance and allotment of the Debentures, in accordance with the Applicable Laws.

(iv) The due diligence certificate from the Debenture Trustee is provided in **Annexure VII** of this Key Information Document.

(c) The Debenture Trustee shall have the power to independently appoint, intermediaries, valuers, chartered accountant firms, practicing company secretaries, consultants, lawyers and other entities in order to assist in the diligence by the Debenture Trustee. All costs, charges, fees and expenses that are associated with and incurred in relation to the diligence as well as preparation of the reports/certificates/documentation, including all out of pocket expenses towards legal or inspection costs, travelling and other costs, shall be solely borne by the Company.

Fees	As per the Debenture Trustee Agreement
Security clause	As per Section 2.1 "*Description regarding Security*" of this Key Information Document
Due Diligence certificate	Due Diligence Certificate of Debenture Trustee Attached as **Annexure VII** of this Key Information Document and Due Diligence Certificae of the Merchant Banker attached as e **Annexure XVI** of this Key Information Document

2.3 Representations and Warranties

The representations and warranties represented and warranted by the Company pursuant to **Clause 2.1**(*Representations and Warranties of the Company*) of **Part B** of the Debenture Trust Deed**,** the Company makes the representations and warranties to the Debenture Holders and to the Debenture Trustee on behalf of the Debenture Holders:

(a) ***Status***

(i) It is a company, duly incorporated, registered and validly existing under the Laws of India.
(ii) It is registered as a non-banking financial company-MFI with the RBI.
(iii) It and each of its subsidiaries (as defined under the Act) has the power to own their respective Assets and carry on their respective business as it is being conducted.

(b) ***Binding obligations***

The obligations expressed to be assumed by it under the Transaction Documents are legal, valid, binding and enforceable obligations.

(c) ***Non-conflict with other obligations***

The entry into and performance by it of, the transactions contemplated by the Transaction Documents do not and will not conflict:

(i) any Law or regulation applicable to it;

(ii) its Constitutional Documents

(iii) any agreement or instrument binding upon it or any of its Assets.

(d) ***Power and authority***

It has the power to issue the Debentures and to enter into, perform and deliver, and has taken all necessary authorisations its entry into, performance and delivery of, the Transaction Documents to which it is a party and the transactions contemplated by those Transaction Documents.

(e) ***Validity and admissibility in evidence***

All approvals, authorizations, consents, permits (third party, statutory or otherwise) required or desirable:

(i) to enable it lawfully to enter into, exercise its rights and comply with its obligations in the Transaction Documents to which it is a party;

(ii) to make the Transaction Documents to which it is a party admissible in evidence in its jurisdiction of incorporation; and

(iii) for it to carry on its business, and which are material, have been obtained or effected and are in full force and effect.

(f) ***No default***

No Event of Default or Potential Event of Default has occurred and is continuing or would reasonably be expected to result from the execution or performance of any Transaction Documents or the issuance of the Debentures. No other event or circumstance is outstanding which constitutes (or which would, with the lapse of time, the giving of notice, the making of any determination under the relevant document or any combination of the foregoing, constitute) a default or termination event (however described) under any other agreement or instrument which is binding on the Company or any of its Assets or which might have a Material Adverse Effect.

(g) ***Pari passu inter se ranking***

The Debentures shall constitute direct and unconditional and secured obligations of the Company. The claims of the Debenture Holders shall be superior to all the claims of equity investors/ lenders of Tier I Capital and Tier II Capital (including without limitation, any Subordinated Debt) and shall rank *pari passu* inter se and to all other lenders who have not expressly agreed to subordinate their claims to those of other lenders of the Company.

(h) ***No proceedings pending***

Except as disclosed by the Company in its Disclosure Document(s), annual reports and financial statements, no litigation, arbitration or administrative proceedings of or before any court, arbitral body or agency which have been started or threatened against the Company, where such proceedings could result in or cause a Material Adverse Effect.

(i) ***No misleading information***

(A) All information provided by the Company to the Debenture Trustee/Debenture Holders for the purposes of this Issue is true and accurate in all material respects as at the date it was provided or as at the date (if any) at which it is stated.

(B) It has disclosed all information in the Disclosure Document(s) that is relevant for the Applicants/ Initial Debenture Holders to apply for subscription of the Debentures.

(j) ***No Material Adverse Effect***

(i) There has not been and there is no investigation or enquiry by, or order, decree, decision or judgment of, any Governmental Authority been issued or outstanding or to the best of the Company's knowledge (after making due and careful enquiry), anticipated against the Company which would have a Material Adverse Effect on the Company, nor has any notice or other communication (official or otherwise) from any Governmental Authority been issued or outstanding or to the best of the Company's knowledge (after making due and careful enquiry), anticipated with respect to an alleged, actual or potential violation and/or failure to comply with any such applicable Law or requiring them to take or omit any action.

(ii) Neither the Company nor any Group Entity has violated, or breached any applicable Law which has resulted in or could reasonably be expected to have a Material Adverse Effect.

(k) ***Assets***

Except for the security interests and encumbrances created and recorded with the ROC updated from time to time, the Company has, free from any security interest or encumbrance, the absolute legal and beneficial title to, or valid leases or licenses of, or is otherwise entitled to use (in each case, where relevant, on arm's length terms), all Assets necessary for the conduct of its business as it is being, and is proposed to be, conducted.

(l) ***Financial statements***

(i) Its financial statements most recently supplied to the Debenture Trustee were prepared in accordance with Indian GAAP consistently applied save to the extent expressly disclosed in such financial statements.

(ii) Its financial statements for the Previous Year supplied to the Debenture Trustee, give a true and fair view and represent its financial condition and operations during the relevant Financial Year save to the extent expressly disclosed in such financial statements.

(iii) It has disclosed all its borrowings from various banks and financial institutions in the Disclosure Document(s).

(m) ***Solvency***

(i) The Company is able to, and has not admitted its inability to, pay its debts as they mature and has not suspended making payment on any of its debts and it has not been deemed by a court to be unable to pay its debts for the purposes of applicable Law, nor will it become unable to pay its debts for the purposes of applicable Law as a consequence of entering into this Deed or any other Transaction Document.

(ii) The Company, by reason of actual or anticipated financial difficulties, has not commenced, and does not intend to commence, negotiations with one or more of its creditors with a view to rescheduling its Indebtedness.

(iii) The value of the Assets of the Company is more than its liabilities (taking into account contingent and prospective liabilities) and it has sufficient capital to carry on its business.

(iv) The Company has not taken any corporate action nor has it taken any legal proceedings or other procedure or steps in relation to any bankruptcy proceedings.

(v) No insolvency or bankruptcy process has commenced under the (Indian) Insolvency and Bankruptcy Code, 2016, the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019, and any other rules and regulations made thereunder from time to time.

(vi) No reference has been made, or enquiry or proceedings commenced, in respect of the Company, before the National Companies Law Tribunal or under any mechanism or prescription of the RBI in respect of resolution/restructuring of stressed assets (including without limitation, under the RBI's circular no. DBR.No.BP.BC.45/21.04.048/2018-19 dated June 7, 2019 on "Prudential Framework for Resolution of Stressed Assets", as amended, modified or restated from time to time.

(n) ***No immunity***

The Company is not entitled to any immunity or privilege (sovereign or otherwise) from any set-off, judgment, execution, attachment or other legal process.

(o) ***Legal and Beneficial Ownership***

Except for the security interests and encumbrances created and recorded with the Ministry of Corporate Affairs (available using CIN/FCRN/LLPIN/FLLPIN of the Company on the website http://www.mca.gov.in/MCA21/index.html under the heading "Index of Charges"), the Company has, free from any security interest or encumbrance, the absolute legal and beneficial title to, or valid leases or licenses of, or is otherwise entitled to use (in each case, where relevant, on arm's length terms), all material assets necessary for the conduct of its business as it is being, and is proposed to be, conducted.

(p) ***Compliance with Laws***

(i) The Company and its Group Entities have conducted and are conducting their respective businesses in all material respects in compliance with all applicable Laws

(ii) The Company shall complete all necessary formalities including all filings with the relevant regulatory authorities, including but not limited to SEBI, the BSE and the ROC (if applicable) and obtain all consents and approvals required for the completion of the Issue.

(q) ***Anti-terrorism Laws***

The Company and its affiliates are in compliance in all respects with all Anti-Terrorism Laws, and are adhering to all regulatory requirements pertaining to Anti-Terrorism /and Anti-Money Laundering.

(r) ***No Corrupt Practices***

(i) Neither the Company nor its Promoters or affiliates have indulged in any corrupt practices pertaining to the business such as misstatement, fraud, misappropriation, embezzlement of financial and other resources or gains unreported in the audited financial statements.

(ii) Neither the Company nor any Group Entity through its officers, directors or employees in such capacities or any person acting on behalf of the Company or any Group Entity have engaged in any Objectionable Practice.

(s) ***Taxation***

(i) The Company has duly and punctually paid and discharged all Taxes imposed upon it or its assets within the time period allowed without incurring penalties save to the extent that (A) payment is being contested in good faith, (B) the Company has maintained adequate reserves for those Taxes, and (C) payment can be lawfully withheld;

(ii) The Company is not overdue in the filing of any Tax returns.

(iii) No tax claims except as disclosed in audited financial statements are being or are reasonably likely to be asserted against the Company with respect to Taxes, where such claims could result in or cause a Material Adverse Effect.

(t) ***Disclosures in Disclosure Document(s)***

The extent of disclosures made in the Disclosure Document(s) is consistent with disclosures permitted by Government Authorities in relation to the issue of securities made by the Company prior to the issue of the Debentures.

(u) ***Audit***

The Company annual accounts are audited by an auditor from a reputable firm of independent chartered accountants including the existing auditor of the Issuer.

(v) ***Good Business Standard***

The Company in its business transactions with its shareholders, partners, managers, staff, affiliates or affiliates of such entities or persons keeps within normal, good and acceptable business standards, including transactions being on arm's length.

(w) ***Proper book-keeping and accounting***

The Company has a proper, efficient and effective book-keeping and accounting system in place as well as adequate professional staff, including maintaining of accounts showing the loan drawings, payments, interest etc.

(x) ***Employees***

The Company is in compliance with all obligations under the applicable labour laws and other applicable Laws in relation to its employees.

(y) ***Compliance with RBI/SEBI Regulations and the Act's Requirements***

The Debentures are being issued in compliance with the applicable regulations of the RBI/SEBI and the relevant provisions of the Act as applicable. Any provision in the Deed which is not in compliance with regulations of the RBI/SEBI and the relevant provisions of the Act can be amended by the Company and the Debenture Trustee by executing an amendment to the Deed and the Debenture Holders shall have no right to raise any objection thereto.

The Company hereby confirms that it is compliance with the SEBI Reduction in Denomination of Debt Securities Circular.

2.4 Covenants of the Issue

2.4.1 Reporting Covenants

The Company hereby covenants with the Debenture Trustee that the Company shall, pursuant to the reporting covenants set out in **Clause 3.4** (Reporting Covenants) of **Part A** and **Clause 2.3** (*Reporting*

Covenants) of **Part B** of the Debenture Trust Deed, provide or cause to be provided to the Debenture Trustee, in form and substance reasonably satisfactory to the Debenture Trustee and to the Debenture Holders, each of the following items:

(a) Monthly Reports

i. The Company shall provide details of a) operational information, b) portfolio cuts, c) monthly disbursements d) monthly DPD statement, e) changes in Board & management and f) changes in shareholding pattern g) static pool analysis and vintage curve data h) Structural liquidity data I) Debt Profile and J) MIS on a monthly basis in the format as specified by the Debenture Trustee.
ii. The Company shall share information about facilities sanctioned to it by other lenders on a monthly basis in the format as specified by the Debenture Trustee.
iii. The Company shall submit monthly MIS in mutually agreed format within 20 calendar days of close of each month end as and when requested by the Debenture Trustee.
iv. Provide month end ALM table in the agreed format within 30 (thirty) calendar days from the end of the month.
v. Provide a list of Hypothecated Assets on Monthly Reporting Date.

(b) Quarterly Reports

As soon as available and in any event within 30 (thirty) calendar days after the end of each quarterly reporting period of the Company, the quarterly reporting required and in form and substance satisfactory to the Debenture Trustee and the Debenture Holders. Such reporting will include information detailing:

i. financials, operations, portfolio growth and asset quality (including static portfolio cuts, collection efficiency and portfolio at risk data), funding in formats agreeable to the Investor;

ii. the shareholding structure and composition of the board of directors in the Company;

iii. if applicable, the financial and other returns filed by the Company with the RBI (including without limitation, the form NBS 7 filed with the RBI);

iv. a compliance certificate issued by the management/ authorized signatory regarding the financial covenants set forth in **Schedule VIII** (*Financial Covenants*) from statutory auditor in form and substance reasonably satisfactory to the Debenture Trustee and the Debenture Holders within 30 (thirty) days from the end of each financial year;

v. Issuer shall submit statement of loan receivables hypothecated to the Debenture Trustee signed by the authorized signatory for every month and an independent chartered accountant at the end of every quarter, within 20 days of the succeeding month, with the confirmation that none of the loan receivables hypothecated to the Debenture Trustee are not meeting the Security Cover criteria and certify the asset cover along with confirmation of none of the hypothecated receivables have DPD above 30 days.

vi. Shall provide details of transactions with related parties and balances outstanding on a quarterly basis in the format as specified by the Debenture Trustee.

vii. The Company shall furnish quarterly report to the Debenture Trustee containing the following particulars:

a. Updated list of the names and addresses of the Debenture Holders.

b. Details of the Interest due, but unpaid and reasons thereof.

c. The number and nature of grievances received from the Debenture Holders and (A) resolved by the Company (B) unresolved by the Company and the reasons for the same.

d. A statement that the Hypothecated Assets certified by statutory auditor is sufficient to discharge the claims of the Debenture Holders,

(a) information on:

a) New products introduced, or change in existing product features

b) New business correspondent relationships or discontinuance of existing relationships

c) Geographical expansion to any new state

d) Material changes to the IT / MIS systems

e) Change in credit bureaus used

f) Revision in the Business Plan

g) Changes in the Accounting Policy

h) Any fraud amounting to more than 1% of GLP

viii. Any other financial / operational data as may be required by the Debenture Holders.

(c) Annual Reports

As soon as available, and in any event within 120 (one hundred and twenty) calendar days after the end of each Financial Year of the Company, the annual reporting required and in form and substance satisfactory to the Debenture Trustee and the Debenture Holders. Such reporting will include information detailing:

(i) certified copies of its audited consolidated and non-consolidated (if any) financial statements for its most recently completed fiscal year, prepared in accordance with Indian GAAP including its balance sheet, income statement and statement of cash flow. All such information shall be complete and correct in all material respects and fairly represents the financial condition, results of operation and changes in cash flow of the Company as of the date thereof;

(ii) a certificate of the Chief Financial Officer or a Director of the Company confirming that his or her review has not disclosed the existence of any Potential Event of Default or Event of Default;

(iii) all annual information submitted to the RBI; and

(iv) the corporate social responsibility report confirming adherence by the Company to its corporate social responsibility policy (if applicable).

(d) Event Based Reports

(i) As soon as available and in any event within 5 (five) Business Days after the occurrence of such event, the details of any change in the shareholding structure of the Company in form and substance satisfactory to the Debenture Trustee and the Debenture Holders.

(ii) As soon as available and in any event within 5 (five) Business Days of the occurrence of such event, the details of any change in board of directors and senior management officials (chief executive officer, chief financial officer, chief operating officer or chief risk officer);

(iii) As soon as available and in any event within 5 (Five) Business Days of any change in the statutory auditors/ change in credit bureau used/ change in accounting policy;

(iv) As soon as available and in any event within 5 (Five) Business Days after receiving approval by the board of the Company, the annual business plan of the Company including a detailed investment budget and forecast accounts for the following Financial Year and financial projections for at least the next 5 (five) years;

(v) The Company shall provide/cause to be provided information to the Debenture Trustee (and to the Debenture Holders, if so requested) as soon as practicable, and in any event within 7 (seven) Business Days from the occurrence of such event:

a. notice of the occurrence of any event or circumstance that could reasonably be expected to result in a Material Adverse Effect;
b. notice of any dispute, litigation, investigation or other proceeding affecting the Company or its property or operations, which, if adversely determined, could result in a Material Adverse Effect;
c. notice of the occurrence of any Event of Default or Potential Event of Default, specifying the nature of such event and any steps the Company is taking and proposes to take to remedy the same;
d. the Company materially alters its Constitutional Documents; and
e. Any circumstance adversely affecting the Issuer's financial position;
f. any notice of any application for winding up having been made or receipt of any statutory notice of winding up under the provisions of the Act or any other notice under any other law or otherwise of any suit or legal process intended to be filed and affecting the title to the property of the Company.
g. As soon as available and in any event within 5 (Five) Business Days of any prepayment or notice of prepayment of any indebtedness of the Issuer.
h. Such other information, details, documents etc. regarding the financial condition, business and operations of the Company as required from time to time.

(vi) The Company shall provide/cause to be provided information to the Debenture Trustee (and to the Debenture Holders, if so requested) as soon as practicable, and in any event within 48 (Forty-Eight) hours from the occurrence of such event:

(a) Filing of application/petition with respect to the Issuer (voluntary or otherwise) before the National Law Tribunal, or any other forum seeking the commencement of an insolvency resolution process under the (Indian) Insolvency and Bankruptcy Code, 2016, as amended from time to time

(b) Receipt of Demand Notice under the relevant provisions of Insolvency and Bankruptcy Code, 2016, as amended from time to time, from any of their other Creditors (as defined under Insolvency and Bankruptcy Code, 2016 as amended from time to time).

(vii) Any exercising of put option wherever applicable by any debt holder shall be intimated within 7 (seven) days of such action to the Debenture Trustee and Debenture Trustee shall have similar rights on the aforesaid debt.

(e) Disclosures under listing regulations

The Company disclose all such information to the Debenture Trustee under applicable laws and shall file with the BSE all such information as required under Chapter V of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, Listed NCDs Master Circular and SEBI NCS Listing Regulations.

2.4.2 **Affirmative Covenants**

The Company shall comply with the following covenants until the final Redemption Date. The Debenture Trustee shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the below mentioned covenants. In case of breach of any of the below mentioned covenants, the Debenture Trustee shall have the right to recall the Debentures by giving a prior written notice of 7 days. The covenants can be tested at any time till Final Settlement Date on a monthly frequency. The Affirmative Covenants can be tested at any time till the final Redemption Date.

(a) ***Utilization of the issue proceeds***

The Issuer shall utilize the proceeds of this issue in accordance with applicable Laws and regulations and as provided in this Deed.

(b) ***Amendment of Articles of Association***

Issuer has amended and incorporated provisions in their Articles of Association, authorizing the Debenture Trustee to appoint a nominee director on the board of directors of the Company as per Clause 15 (1)(e) of the Securities and Exchange Board of India (Debenture Trustee) Regulations, 1993 and Rule 18(3) (e) of Companies (Share Capital and Debentures) Rules, 2014 as specified SEBI Listed Debentures Circulars and Regulations;

(c) ***Notice of winding up or other legal process***

Company shall promptly inform the Debenture Trustee if it has notice of any application for winding up having been made or any statutory notice of winding up under the provisions of the Act or any other notice under any other statute relating to winding up or otherwise of any suit or other legal process intended to be filed or initiated against the Company;

(d) ***Loss or damage by uncovered risks***

Company shall promptly inform the Debenture Trustee of any material loss or significant damage which the Company may suffer due to any force majeure circumstances or act of God, such as earthquake, flood, tempest or typhoon, etc. against which the Company may not have insured its properties;

(e) ***Costs and expenses***

Company shall pay all costs, charges and expenses in any way incurred by the Debenture Trustee towards protection of Debenture Holders' interests, including traveling and other allowances and such taxes, duties, costs, charges and expenses in connection with or relating to the Debentures subject to such expenses, costs or charges being approved in writing by the Company before they are incurred and shall not include any foreign travel costs;

(f) ***Payment of Rents, etc.***

Company shall punctually pay all rents, royalties, taxes, rates, levies, cesses, assessments, impositions and outgoings, governmental, municipal or otherwise imposed upon or payable by the Company as and when the same shall become payable and when required by the Debenture Trustee produce the receipts of such payment and also punctually pay and discharge all debts and obligations and liabilities which may have priority over the Debentures and observe, perform and comply with all covenants and obligations which ought to be observed and performed by the Company under this Deed;

(g) ***Preserve corporate status; authorisations***

Company shall

(i) diligently preserve and maintain its corporate existence and status and all rights, contracts privileges, franchises and concessions now held or hereafter acquired by it in the conduct of its business and comply with each and every term of the said franchises and concessions and all acts, authorizations, consents, permissions, rules, regulations, orders and directions of any legislative, executive, administrative or judicial body applicable to its Assets or any part thereof PROVIDED THAT the Company may contest in good faith the validity of any such acts, rules, regulations, orders and directions and pending the determination of such contest may postpone compliance therewith if the rights enforceable under the Debentures are not thereby materially endangered or impaired. The Company will not do or voluntarily suffer or permit to be done any act or thing whereby its right to transact its business might or could be terminated or whereby payment of the principal of or interest on the Debentures might or would be hindered or delayed; and

(ii) conduct its business with due diligence and efficiency and in accordance with sound technical, managerial and financial standards and business practices with qualified and experienced management and personnel;

(iii) promptly obtain all consents and authorizations as maybe necessary for performing its obligations in relation to the issue of the Debentures;

(h) ***Pay stamp duty***

Company shall pay all such stamp duty (including any additional stamp duty), other duties, taxes, charges and penalties, if and when the Company may be required to pay according to the applicable state laws and in the event of the Company failing to pay such stamp duty, other duties, taxes and penalties as aforesaid, the Debenture Trustee will be at liberty (but shall not be bound) to pay the same and the Company shall reimburse the same to the Debenture Trustee on demand;

(i) ***Furnish information to trustee***

Company shall give to the Debenture Trustee or its nominee(s)/ agent(s) such information/copies of relevant extracts as they shall require as to all matters relating to the business of the Company or any part thereof and to investigate the affairs thereof and the Company shall allow the Debenture Trustee to make such examination and investigation as and when felt necessary and shall furnish him with all such information as they may require and shall pay all reasonable costs, charges and expenses incidental to such examination and investigation;

(j) ***Grievance***

Promptly and expeditiously attend to and redress the grievances, if any, of the Debenture Holders. The Company further undertakes that it shall promptly comply with the suggestions and directions that may be given in this regard, from time to time, by the Debenture Trustee and shall advise the Debenture Trustee periodically of the compliance;

(k) ***Specific Information to be provided to the Debenture Trustee***

Company shall inform and provide the Debenture Trustee with applicable documents in respect of the following:

(i) notice of any Event of Default or Potential Event of Default, each as listed in **Schedule XI** (*Events of Default*) of this Deed;

(ii) periodic review of the ratings obtained by the Company by the credit rating agencies and any revision in the rating;

(iii) details of any material litigation, arbitration or administrative proceedings, etc. threatened or instituted against the issuer materially affecting the Issuer's financial position;

(iv) any and all information required to be provided to the Debenture Holders under the listing agreement that may be entered into between the Company and the BSE; and

(v) the declaration or distribution of dividend in case there is any default in payment of interest and/or principal on these NCDs;

(l) ***Comply with Investor Education and Protection Fund requirements***

Company shall comply with the provisions of the Act relating to transfer of unclaimed/ unpaid amounts of interest on Debentures and redemption of Debentures to Investor Education and Protection Fund (IEPF), if applicable to it;

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

(m) ***Further assurances***

Company shall

(i) execute and/or do, at their own expense, all such deeds, assurances, documents, instruments, acts, matters and things, in such form and otherwise as the Debenture Trustee may reasonably or by Law require or consider necessary in relation to enforcing or exercising any of the rights and authorities of the Debenture Trustee;

(ii) furnish to the Debenture Trustee details of all grievances received from the Debenture Holders and the steps taken by the Company to redress the same. At the request of any Debenture Holder, the Debenture Trustee shall, by notice to the Company call upon the Company to take appropriate steps to redress such grievance and the Company shall comply with the instructions of the Debenture Trustee issued in this regard;

(iii) obtain, comply with the terms of and do all that is necessary to maintain in full force and effect all authorisations necessary to enable it to lawfully enter into and perform its obligations under this Deed or to ensure the legality, validity, enforceability or admissibility in evidence in India of this Deed;

(iv) comply with:

(A) all Laws, rules, regulations and guidelines (including but not limited to environmental, social and taxation related Laws), as applicable in respect of the Debentures and obtain such regulatory approvals as may be required from time to time, including but not limited, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, SEBI NCS Listing Regulation and (iv) the provisions of the listing agreement entered into by the Company with the BSE in relation to the Debentures;

(B) the Securities and Exchange Board of India (Debenture Trustee) Regulations, 1993 as in force from time to time, in so far as they are applicable to the Debentures and furnish to the Debenture Trustee such data, information, statements and reports as may be deemed necessary by the Debenture Trustee in order to enable them to comply with the provisions of Regulation 15 thereof in performance of their duties in accordance therewith to the extent applicable to the Debentures;

(C) the provisions of the Act in relation to the issue of the Debentures;

(D) procure that the Debentures are rated and continued to be rated until the redemption of the Debentures; and

(E) The Company shall ensure that, at time of making any payment of interest or repayment of the principal amount of the Debentures in full or in part, the Company shall do so in the manner that is most tax efficient for the Debenture Holders (including withholding tax benefit) but without, in any way, requiring the Company to incur any additional costs, expenses or taxes and the Company shall avail of all the benefits available under any treaty applicable to the Company and/or the Debenture Holders.

(F) The Issuer hereby undertakes that the Hypothecated Assets are free from all encumbrances and are not subject to any lien or charge.

(G) Permit visits and inspection of books of records, documents and accounts to Debenture Trustee as and when required by them.

(H) Comply with any monitoring and/or servicing requests from Debenture Trustee;

(I) If applicable, the Issuer shall ensure compliance with RBI digital lending guidelines (as applicable from time to time) on a continuing basis till the Debentures maturity.

(n) ***Security***

The Company hereby further agrees, declares and covenants with the Debenture Trustee as follows:

(i) the Debentures shall be secured with first ranking exclusive continuing security by way of a first ranking exclusive charge on the Hypothecated Assets in favour of the Debenture Trustee for the benefit of the Debenture Holders;

(ii) that all the Assets that shall be charged to the Debenture Trustee under the Hypothecation Agreement shall always be kept distinguishable and held as the exclusive property of the Company specifically appropriated to this security and be dealt with only under the directions of the Debenture Trustee. The Company shall not create any charge, lien or other encumbrance upon or over the same or any part thereof except in favour of the Debenture Trustee nor suffer any such charge, lien or other encumbrance or any part thereof nor do or allow anything that may prejudice this security and the Debenture Trustee shall be at liberty to incur all costs and expenses as may be necessary to preserve this security and to maintain the same undiminished and claim reimbursement thereof;

(iii) shall, on the First Security Cover Determination Date and at all times thereafter, ensure that the Security Cover Ratio is maintained and towards this end, it shall on or before each Monthly Security Cover Determination Date, Top-up the Hypothecated Assets with additional Receivables and/or Replace any Receivables constituting the Hypothecated Assets in accordance with the Hypothecation Agreement so as to ensure that Security Cover Ratio is maintained at all times.

(iv) The Issuer shall within 30 (Thirty) days from the date of execution of the Hypothecation Agreement perfect the charge on Hypothecated Assets by way of filing of form CHG-9 (or such other eforms as may be applicable under the Act and Rules thereunder) with the jurisdictional registrar of companies and provide such information sought by the Debenture Trustee for the purpose of filing the prescribed forms and particulars with the Central Registry and Information Utility in relation to the security interest over the Hypothecated Assets.

(v) from the Deemed Date of Allotment until the redemption of the Debentures the Issuer shall ensure first ranking and exclusive charge of the Debenture Trustee. In the event of any modification of security as a result of providing additional security the Issuer shall apply for modification of charge/Debenture Holders or Debenture Trustee shall instruct the Company to apply for modification over such modified Hypothecated Assets by filing Form CHG-9 with the

concerned ROC and the required filing with the Central Registry in relation thereto as soon as practicable and no later than 30 (thirty) days therefrom;

(vi) shall, on the First Security Cover Determination Date and every Monthly Reporting Date, as also whenever required by the Debenture Trustee, give full particulars to the Debenture Trustee of all the Hypothecated Assets from time to time and shall furnish and verify all statements, reports (including Monitoring Reports as prescribed in the Hypothecation Agreement), returns, certificates and information from time to time and as required by the Debenture Trustee and furnish and execute all necessary documents to give effect to the Hypothecated Assets;

(vii) the security interest created on the Hypothecated Assets shall be a continuing security as described in the Hypothecation Agreement;

(viii) the Hypothecated Assets shall satisfy the eligibility criteria set out in **Schedule VII** (*Eligibility Criteria*);

(ix) nothing contained herein shall prejudice the rights or remedies of the Debenture Trustee and/ or the Debenture Holders in respect of any present or future security, guarantee obligation or decree for any Financial Indebtedness or liability of the Company to the Debenture Trustee and/ or the Debenture Holders; and

(x) the Debenture Holders shall have a beneficial interest in the moveable Assets of the Company which have been charged to the Debenture Trustee to the extent of the Outstanding Principal Amounts of the Debentures under this Deed;

(o) ***Filings***

If the Debentures are listed, the Company shall file with the BSE such information as required under Chapter V of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

(p) ***Amounts to be reimbursed to the Debenture Trustee***

Company shall, forthwith upon demand by the Debenture Trustee, reimburse to the Debenture Trustee all amounts paid by the Debenture Trustee to reasonably protect the Hypothecated Assets and such amounts shall be deemed to be secured by the Hypothecated Assets;

(q) ***Delay in Security Creation***

Company shall in the event of any delay in the creation of first ranking and exclusive charge over the Hypothecated Assets within the timelines stipulated in the Hypothecation Agreement or in the event the Security Cover Ratio is not met on or prior to the First Security Cover Determination Date, the Company will, at the option of the Debenture Holders, either:

(i) refund the Application Money as set out in Clause 2.5 of this Deed, to the Debenture Holders; or
(ii) pay to the Debenture Holders additional interest at Default Interest Rate on the Outstanding Principal Amounts from the Deemed Date of Allotment till the creation of first ranking and exclusive charge over the Hypothecated Assets pursuant to the terms of the Hypothecation Agreement such that the Security Cover Ratio is met.

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

(r) ***Books of Account***

Company shall maintain proper books of account as required by the Act and therein make true and proper entries of all dealings and transactions of and in relation to the Hypothecated Assets and the business of the Company and keep such books of account and all other books, registers and other documents relating to the affairs of the Company at its registered office or, where permitted by Law, at other place or places where the books of account and documents of a similar nature may be kept. The Company will ensure that all entries in the same relating to the Hypothecated Assets and the business of the Company shall at all reasonable times be open for inspection of the Debenture Trustee and such person or persons as the Debenture Trustee shall, from time to time, in writing for the purpose, appoint.

(s) ***Material Adverse Effect***

Company shall promptly inform the Debenture Trustee in writing of the occurrence of any, or the occurrence of any event that is likely to have a, Material Adverse Effect, together with explanation of the reasons thereof;

(t) ***Insurance***

Company shall maintain insurances on and in relation to its business and assets with insurance companies against those risks and to the extent as is usual for companies carrying on the same or substantially similar business and any other insurances as may be required by Law and ensure that all premiums are paid on time and other obligations of the Company under the insurance policies are duly complied with;

(u) ***Corporate Governance***

(i) the Company shall maintain the highest standards of corporate governance in accordance with the NBFC Master Directions;

(ii) shall at all times until the redemption of all outstanding Debentures, ensure that there are at least 2 (two) independent director; and

(iii) the Company shall at all times comply with the NBFC Master Directions and Digital Lending Guidelines if applicable issued by Reserve Bank of India dated September 02, 2022 and any amendments from time to time.

(v) ***General***

i. the Company shall perform all of its obligations under the terms of the Transactions Documents and maintain in full force and effect each of the Transaction Documents;

ii. the Company shall promptly pay and discharge all its financial obligations and regularly make all payments due and payable by the Company, including but not limited to taxes and also such payment due and payable under or in respect of the Issue or any documents executed in connection there with;

iii. the Company shall give the Debenture Trustee any information, relating to the business, property, affairs of the Company, that materially impacts the interests of the Debenture Holders;

iv. the Company shall comply with the 'Guidelines on Fair Practices Code for Non-Banking Financial Companies' as prescribed by the RBI from time to time;

v. the Company shall obtain, comply with and maintain all necessary licenses / authorisations; and

vi. the Company shall at all times act and proceed in relation to its affairs and business in compliance with applicable Law.

(w) ***Access***

Company shall permit the Debenture Trustee (and the Debenture holders) and/or accountants or other professional advisers and contractors appointed by the Debenture Trustee access at all reasonable times and on reasonable notice of the Company to:

i. check the management of the funds made available through subscription to the Debentures;

ii. inspect and take copies and extracts from the books, accounts and records of the Company;

iii. visit and inspect the premises of the Company; and

iv. meet and discuss matters with senior management employees of the Company.

Provided that the Company is served with a prior notice of 15 days before any such access to the Debenture Trustee (and the Debenture holders) or its representatives.

(x) ***Conditions Subsequent***

Company shall comply with the conditions stipulated in **Schedule IV PART B** (*Conditions Subsequent*).

(y) ***Financial Covenants***

Company shall comply with the financial covenants stipulated in **Schedule VIII** (*Financials Covenants*).

(z) ***Issue Terms and Conditions***

At all times during the term of these presents comply with each of the Issue Terms and Conditions.

(aa) ***Internal Controls***

Company shall maintain appropriate internal controls for the purpose of (i) preventing fraud on monies lent by the Company; and (ii) preventing money being used for money laundering or illegal purposes.

(bb) ***Borrowing from Promoter***

Any credit / loan provided by the Promoter of the Issuer shall rank subordinated / subservient to this debt. Issuer shall provide prior written intimation to the Debenture Trustee in case of any acceleration of repayment of the loan provided by the Promoter of the Issuer. Issuer shall not transfer any funds to the Promoter or any related party in case of Event of Default getting triggered by the Debenture Trustee.

If the Issuer avails any other credit facility guaranteed by the Promoter of the Issuer during the Tenor, then the Issuer shall cause such Promoter of the Issuer except from banks and government-owned financial institution to provide a guarantee to the Debenture Trustee to the extent of outstanding obligations under this Debenture Amount.

(cc) ***Information to Debenture Trustee***

The Company shall promptly provide all assistance, documents and information to the Debenture Trustee as may be required by it to enable the Debenture Trustee to fulfill its obligations as may be required by SEBI from time to time.

2.4.3 **Negative Covenants**

The Issuer shall not without the prior written consent of the Majority Debenture Holders and Debenture Trustee, do or undertake to do any of the following. The Debenture Trustee shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the Negative Covenants. In case of breach of any of the below mentioned covenants, the Debenture Trustee shall have the right to recall the Debentures by giving a prior written notice of 7 (seven) days. The Negative Covenants can be tested at any time till Final Settlement Date on a monthly frequency.

(a) ***Change of business***

Change the general nature of its business of the Company from that which is permitted by the RBI. Issuer shall not without the prior written consent of the Debenture Trustee enter into or perform any transaction other than in its ordinary course of business. For the purposes of this covenant, ordinary course of business shall mean activities which are carried out by the Issuer in line with the Constitutional Documents.

(b) ***Change in Constitutional Documents***

Change or make any alteration to its Constitutional Documents, without the prior written consent of the Debenture Trustee, other than changes to the authorized capital or for the purpose of any proposed fund raise into the Issuer, including amending articles pursuant to such fund raise (except where such change may adversely impact the interests of the Debenture Trustee, in which case, prior written consent will be required).

(c) ***Change in Promoter holding in the Issuer***

(i) Issuer shall not without the prior written consent of the Debenture Trustee, modify or change its shareholding pattern through the issuance of equity shares, preference shares,

quasi-equity instruments or convertible instruments/ options, where the shareholding of Dvara Trust in the Issuer falls below 20%;

(ii) The Promoters/Key Shareholder(s) of the Issuer shall not transfer or encumber the shares of the Issuer held by them respectively without the prior written consent of the Debenture Trustee. In case such transfer and encumbrance is not acceptable to the Debenture Trustee, Prepayment can be demanded from the Issuer without any Prepayment Premium.

Name	Investment Type	Existing % age stake
Dvara Trust	Diluted	30.30%

(d) ***Dividend***

Declare or pay any dividend or make any distributions on its share capital unless:

(i) the proposed payment or distribution is out of net income of the current Financial Year (excluding any amount resulting from the revaluation of any of the Company's assets);

(ii) no Event of Default has occurred and is then continuing, or could occur or is reasonably likely to occur, as a result of such payment or declaration of any dividend or distribution and after giving effect to any such action;

(iii) the Company is in compliance with the financial covenants set forth in **Schedule VIII** (*Financial Covenants*); and

(iv) the company has paid or made satisfactory provision for the payment of the installments of principal and interest due on the Debentures.

(e) ***Arrangement/ consolidation, etc.***

Undertake or permit any demerger, consolidation, restructuring, re-organisation, scheme of arrangement or compromise or effect any scheme of amalgamation or reconstruction with its creditors or shareholders provided however that this restriction shall not apply in the event that the compliance with this restriction would result in the Company defaulting in relation to any of its payment obligations in relation to the Debentures.

(f) ***Associates, Subsidiaries, and Joint Ventures***

Dispose of, acquire or incorporate any associates (as defined in the Act), subsidiary (as defined in the Act) without the prior written consent of the Majority Debenture Holders.

(g) ***Merger/ Acquisition***

Undertake any merger, acquisition, restructuring, amalgamation, without the prior written consent of the Majority Debenture Holders.

(h) ***Joint Venture***

Without the prior written consent of the Majority Debenture Holders:

(i) acquire (or agree to acquire) any shares, stocks, securities or other interest in any joint venture; or

(ii) transfer any assets or lend to or guarantee or indemnify or give security for the obligations of a joint venture (or agree to transfer, lend, guarantee, indemnify or give security for the obligations of a joint venture).

(i) ***Loans and Guarantees***

The Company shall not:

(i) Enter into any transaction(s) (including but not limited to loans or advances and investment by way of share capital) other than in its ordinary course of business.

(ii) Provide any guarantee except the guarantee being issued in the ordinary course of business and to the subsidiaries.

(j) ***Arm's length basis; No profit-sharing arrangements***

The Company shall not, without the prior written consent of the Majority Debenture Holders:

(i) enter into any transaction with any person or enter into or continue business relations with its shareholders, employees, affiliate(s), holding company(ies), and/or subsidiary(ies) except on proper commercial terms negotiated on an arm's length basis;

(ii) enter into or establish any partnership, profit sharing, royalty agreement or other similar other arrangement whereby the Company's income or profits are, or might be, shared with any other person; or

(iii) enter into any management contract or similar arrangement whereby its business or operations are managed by any other person.

(k) ***Immunity***

Claim any immunity or limitation of liability against any payment obligations arising towards the Debenture Holders.

(l) ***Liabilities***

Incur, create, assume, or allow any Financial Indebtedness that ranks prior to the Debentures or subordinates the Debentures.

(m) ***Change of Control***

Issue any additional shares or equity interests and shall not have its existing shares or equity interests transferred, sold, pledged or otherwise encumbered, if such action results in dilution of shareholding of the Promoter leading to change in Control of the Company. Any dilution of control over the Board composition, other than appointment of independent directors.

The Company will not purchase or redeem any of its issued shares or reduce its share capital without the Debenture Trustees' prior written consent;

(n) ***Buy-back***

The Issuer will not redeem, purchase, buyback, defease, retire, return or repay any of its equity share capital or resolve to do so without the majority Debenture Holders' prior written consent.

(o) ***Disposal of Assets***

Sell, transfer, or otherwise dispose of in any manner whatsoever any material Assets of the Company, sell any business/division that has the effect of exiting the business or re-structuring of the existing business, to be with the prior consent of the Debenture Trustee, other than any securitization/portfolio sale of assets undertaken by the Company in its ordinary course of business.

The Issuer shall not undertake any new major new business outside financial services or any diversification of its business outside financial services, without approval of the Debenture Trustee

(p) ***Management Control***

Issuer shall not make any material change in its management, change in control (as defined under the under the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011), enter into any compromise arrangement with its shareholders or creditors, pass a resolution of voluntary winding up or implement any scheme for restructuring or reconstruction, consolidation, amalgamation, merger or other similar purposes or change its shareholding structure without the prior written consent of the Debenture Trustee.

(q) ***Compromise or Settlement***

Enter into compromise or arrangement or settlement with any of its creditors (secured and unsecured) without the prior written consent of the Debenture Trustee, except in the ordinary course of and pursuant to the reasonable requirements of the Issuer's business and upon fair and reasonable terms.

(r) ***Anti-money laundering***

Permit any of the Debenture proceeds to be used to fund any form of violent political activity, terrorists or terrorist organizations, nor any money laundering process or scheme to disguise illegally obtained funds, nor any other criminal activity including arms sales, drug trafficking, robbery, fraud or racketeering.

(s) ***Related Party Transactions***

Without prior written intimation to the Debenture Trustee, the Issuer shall not enter into or perform any transaction(s), with a related party except in the ordinary course of business as per articles of the Issuer. Without prejudice to the foregoing, the Issuer shall not without the prior written consent of the Debenture Trustee (i) enter into any transaction(s) in the nature of loans or advances to a related party or provide any guarantee for any indebtedness of a related party whereby the overall outstanding amount owed to the Issuer under all such transactions exceeds 10.00% (Ten Point Zero Zero percent) of its net worth, (ii) whereby the overall expense incurred through such transactions during any financial year exceeds 10.00% (Ten Point Zero Zero percent) of its net worth as on previous quarter. Debenture Trustee shall be granted access to any additional information that it deems necessary to monitor and evaluate this covenant. For the purposes of this clause, the terms 'net worth' and 'related party' shall respectively have the meaning ascribed to them in sections 2 (57) and 2 (76) of the Companies Act, 2013 (and the Rules framed thereunder).

(t) ***Financial Year***

Company shall not change its financial year-end from 31st March (or such other date as may be approved by Majority Debenture Holders) without the prior written consent of the Debenture Trustee.

(u) ***Others***

Without prejudice to Clause (a) (*Change of business; Change in Promoter holding in the Issuer*) of this **Schedule X** (*Negative Covenants*), permit sale/ transfer/ disposal of (i) equity shares of the Company, or (ii) instruments that are compulsorily and mandatorily convertible into equity shares of the Company, by the Promoter(s) and/ or (iii) permit the Promoter(s) to exit from management activities in relation to the Company.

2.4.4 **Financial Covenants**

The Debenture Trustee shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the below mentioned covenants. In case of breach of any of the below mentioned covenants, the Debenture Trustee shall have the right to recall the Debentures by giving a prior written notice of 7 days. The covenants can be tested at any time till Final Settlement Date on a monthly frequency. The Company shall comply with each of the following financial covenants at all times until the redemption of all outstanding Debentures:

(a) (PAR 90+ + Trailing 12 Months Write off) / Total AUM <= 6%
(b) Total debt/ Tangible Net worth <= 5.50x
(c) Capital Adequacy Ratio (CAR) >= 17.00% or regulatory minimum requirement as prescribed by RBI, whichever is higher
(d) Maintain minimum external credit rating of CRISIL BBB+ (Stable).
(e) Return on Assets (RoA) of >= 0.75%, to be tested annually

For the purpose of aforementioned Financial Covenants, following terms shall have the following meanings:

"**CAR**" refers to Capital Adequacy Ratio. For the purpose of calculation of CAR:

i. first loss credit enhancements provided by the Issuer on securitization shall be reduced from Tier I Capital and Tier II Capital [without any ceiling].

ii. credit enhancements provided by the Issuer on loans originated on behalf of other institutions shall be reduced from Tier I Capital and Tier II Capital without any ceiling. The deduction shall be made at 50 per cent from Tier I Capital and 50 per cent from Tier II Capital.
iii. It is also clarified that in computing the amount of subordinated debt eligible for inclusion in Tier II Capital, the aforementioned subordinated debt shall be subject to discounting as prescribed by RBI.

"**PAR 90+**" means such Loans extended by the Issuer which have overdue of principal or interest for 90 days or more and includes restructured loans but excludes loans that have been written off by the Issuer. Restructuring permitted by RBI under Covid-19 related measures shall be excluded till September, 2021.

"**Tier I Capital**" shall have the meaning given to it in the NBFC Master Directions.

"**Tier II Capital**" shall have the meaning given to it in the NBFC Master Directions.

"**Total Debt**" is the sum of all the liabilities of the Issuer which includes Short Term Borrowing and Long-Term Borrowing.

"**Tangible Net worth**" means, with respect to any person, the amount paid up on such person's issued equity share capital, compulsorily convertible instruments and any amount standing to the credit of its reserves, less equity or equity-like investments, goodwill, deferred tax assets and other intangible assets.

The Debenture Trustee shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the aforementioned Financial Covenants.

All covenants would be tested on quarterly basis i.e. as on 31st March, 30th June, 30th September, 31st December every year, on consolidated and standalone balance sheet till the redemption of the Debentures.

The covenants shall be certified by the statutory auditor of the Company within 30 (thirty) calendar days from the end of each financial quarter. The Debenture Trustee and the Investors shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the aforementioned Financial Covenants.

2.5 Event of Default

(a) ***Payment Defaults***

The Company does not pay on the due date any amount payable pursuant to this Deed and the Debentures (including but not limited to penal interest, if any) at the place at and in the currency in which it is expressed to be payable, unless its failure to pay is caused by administrative or technical error and payment is made within 3 (Three) calendar days of its due date.

(b) ***Insolvency / Inability to Pay Debts / Distress***

(i) The Company is unable or admits inability to pay its debts as they fall due, suspends making payments on any of its debts or, by reason of actual or anticipated financial difficulties, commences negotiations with one or more of its creditors with a view to rescheduling any of its Financial Indebtedness.

(ii) The Company is (or deemed by Law or a court to be) insolvent or bankrupt or unable to pay its debts or stops or suspends payments of all its debts, makes a general assignment or an arrangement or composition with or for benefit of the relevant creditors in respect of any such debts or a moratorium is agreed or declared in respect of or affecting all the debts of the Company.

(iii) Any distress, attachment, execution or other legal process is levied, enforced or sued out on or against any material part of the property, assets, or revenues of the Company.

(c) ***Charge over Hypothecated Assets***

The Company creates or attempts to create any charge on the Hypothecated Assets or any part thereof, in addition to the charge created pursuant to the Hypothecation Agreement without the consent of the Special Majority Debenture Holders.

(d) ***Business***

The Company without obtaining the prior consent of the Special Majority Debenture Holders ceases to carry on its business or gives notice of its intention to do so.

(e) ***Security in Jeopardy***

(i) In the opinion of the Debenture Trustee the Hypothecated Assets is in jeopardy;

(ii) If, the security provided pursuant to the Hypothecation Agreement depreciates in value to such an extent that in the reasonable opinion of the Debenture Trustee further security should be given and on advising the Company to that effect such security has not been given to the Debenture Trustee to their satisfaction;

(iii) If, without the prior written approval of the Debenture Trustee, the Hypothecated Assets or any part thereof is transferred, assigned, charged, encumbered or alienated but no prior approval shall require for the replacement of assets comprising the Hypothecated Assets with other similar assets; or

(iii) the value of the Hypothecated Assets is insufficient to maintain the Security Cover Ratio and Company fails to maintain the minimum-Security Cover Ratio specified in the Hypothecation Agreement within the stipulated timelines in the Hypothecation Agreement.

(iv) Moneys, if held, in trust by the Issuer for the benefit of the Debenture Trustee are jeopardized for any reason whatsoever and the Issuer does not immediately make good the loss of such monies.

(f) ***Misrepresentation***

Any representation or warranty, statement, information or covenants made or given by the Company in any Transaction Document or in any certificate, financial statement or other document delivered to the Debenture Trustee/Debenture Holders by the Company shall prove to have been incorrect, false or misleading in any material respect when made or deemed made.

(g) ***Material Adverse Change***

There shall have occurred a change in the business, operations, property, Assets, liabilities, condition (financial or otherwise) or prospects of the Company since the date hereof that has resulted in a Material Adverse Effect acting solely on the instructions of the Majority Debenture Holders.

(h) ***Liquidation or Dissolution of the Company / Appointment of Receiver or Liquidator***

(i) Any corporate action, legal proceedings or other procedure or step is taken in relation to:

(A) the suspension of payments, a moratorium of any Indebtedness, winding-up, dissolution, administration or re-organisation (by way of voluntary arrangement, scheme of arrangement or otherwise) of the Company or its Affiliate;

(B) a composition, compromise, assignment or arrangement with any creditor of the Company or its Affiliate;

(C) the appointment of a liquidator, provisional liquidator, supervisor, receiver, administrative receiver, administrator, compulsory manager, trustee or other similar officer in respect of all or any part of the undertaking of the Company or its Affiliate; or

(D) the Company or its Affiliate, in respect of any reference or enquiry or proceedings commenced, before the National Companies Law Tribunal or under any mechanism or prescription of the RBI in respect of resolution/restructuring of stressed assets (including without limitation, under the RBI's circular no. DBR.No.BP.BC.45/21.04.048/2018-19 dated June 7, 2019 on "Prudential Framework for Resolution of Stressed Assets" (as amended or modified or restated from time to time));

(E) restructuring of any borrowing arrangement;

(F) A petition for the reorganization, arrangement, adjustment, winding up or composition of debts of the Company is filed on the Company (voluntary or otherwise) or have been admitted or makes an assignment for the benefit of its creditors generally and such proceeding is not contested by the company for staying, quashing or dismissed within 5 (five) days;

(G) the commencement of an insolvency resolution process under the (Indian) Insolvency and Bankruptcy Code, 2016 (to the extent applicable) or under any other applicable Law, in respect of the Company or its Affiliate; or

(H) enforcement of any security over any Assets of the Company or its Affiliate.

Any other event occurs or proceeding instituted under any applicable Law that would have an effect analogous to any of the events listed in sub-Clauses (A) to (F) above.

(ii) An order is made or an effective resolution passed for the winding up or dissolution, judicial management or administration of the Company, or the Company ceases to carry on all of its business or operations, except for the purpose of and followed by a reconstruction, amalgamation, re-organization, merger or consolidation on terms approved by Special Resolution of Debenture Holders.

(i) ***Cross Default***

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

1) Any Financial Indebtedness of the Issuer is not paid when due nor within any originally applicable grace period;

2) Any Financial Indebtedness of the Issuer is declared to be or otherwise becomes due and payable prior to its specified maturity as a result of any actual/Potential Event of Default or any other similar event (however described);

3) Any commitment for any Financial Indebtedness of the Issuer is cancelled or suspended by a creditor of the Issuer as a result of an event of default or any other similar event (however described);

4) Any creditor of the Issuer becomes entitled to declare any indebtedness of the Issuer due and payable prior to its specified maturity as a result of an event of default (however described); and

5) A moratorium/suspension is declared in respect of any Financial Indebtedness of the Issuer.

(j) ***Creditors' Process***

i. All or a material part of the undertaking, Assets, rights or revenues of the Company are condemned, seized, nationalised, expropriated or compulsorily acquired, or shall have assumed custody or control of the business or operations of the Company, or shall have taken any action for the dissolution of the Company, or any action that would prevent the Company, their member, or their officers from carrying on their business or operations or a substantial part thereof, by or under the authority of any Government or any Government Authority.

ii. The Company does not inform the Debenture Trustee of one or more of the other creditors of the Company accelerating the payment obligations on the grounds of a material adverse change (howsoever described) or a material adverse effect (howsoever described) in the financial, operational or regulatory conditions governing the Company.

iii. The Company has voluntarily or involuntarily becomes the subject of proceedings under any bankruptcy or insolvency laws and such proceedings have been admitted by a competent court or the Company is voluntarily or involuntarily dissolved.

iv. The Company is adjudged insolvent or takes advantage of any law for the relief of insolvent debtors.

v. Any expropriation, attachment, garnishee, sequestration, distress or execution affects any asset or assets of the Issuer or any affiliate.

(k) ***Judgments Defaults***

One or more judgments or decrees entered against the Company involving a liability (not paid or not covered by a reputable and solvent insurance company), PROVIDED THAT such judgments or decrees are either final and non-appealable or have not been vacated, discharged or stayed pending appeal for any period of 30 (thirty) consecutive calendar days.

(l) ***Transaction Documents***

(i) This Deed or any other Transaction Document in whole or in part, are terminated or cease to be effective or cease to be a legally valid, binding and enforceable obligation of the Company.

(ii) In the opinion of the Debenture Trustee, any of the Transaction Documents fails to provide the security interest, rights, title, remedies, power or privileges intended to be created thereby (including the priority intended to be created thereby), or such security interests do not have the priority contemplated under the Transaction Documents, or the security interest created thereunder become unlawful, invalid, or unenforceable.

(m) ***Unlawfulness***

It is or becomes unlawful for the Company to perform any of its obligations under the Transaction Documents and/or any obligation or obligations of the Company under any Transaction Document are not or cease to be valid, binding or enforceable.

(n) ***Repudiation***

The Company repudiates any of the Transaction Documents, or evidences an intention to repudiate any of the Transaction Documents.

(o) ***Information Covenants***

The failure to comply with any reasonably monitoring and/or servicing requests from Debenture Holders, including its monthly, quarterly, annual and event-based reporting requirements as required under the reporting covenants prescribed in **Schedule IX** (*Reporting Covenants*).

(p) ***Government Intervention***

(i) Any step is taken by Governmental Authority or agency or any other competent authority, with a view to the seizure, compulsory acquisition, expropriation or nationalization of all or (in the opinion of the Debenture Trustee) a material part of the assets of the Company which is material to the Company;

(ii) Any Governmental Authority having assumed custody or control of the business or operations of the Company or having taken any action for the dissolution of the Company or any action that would prevent the Company or its officers from carrying on its business or operations thereof; or

(iii) The Company's organizational or legal status, or any license or franchise is revoked or suspended by any Governmental Authority or authority after the Company has exhausted all remedies and appeals relating thereto.

(q) ***Delisting***

If the Debentures are listed and any Debenture is subsequently delisted from any exchange unless delisted on redemption on which it is listed without the prior written consent of the Debenture Trustee.

(r) ***Cessation***

The Company ceases or threatens to cease to carry on the main business it is currently engaged in.

(s) ***Alteration in Constitutional Documents***

The Company, without the previous consent in writing of the Debenture Trustee, makes or attempts to make any alteration in the provisions of its Constitutional Documents where (i) such change might in the opinion of the Debenture Trustee detrimentally affect the interests of the Debenture Holders and (ii) the Company refuses or neglects to or is unable to rescind such alteration.

(t) ***Non-compliance with judicial order***

The Company fails to comply with or fulfil any judicial order passed against it provided however that such order shall not include any order against which appeal is available or for which an appeal is pending.

(u) ***Erosion of Net Worth***

The Debenture Holders' assessment from quarterly or annual financial reporting from the company, or at any time certified by an accountant of a firm or chartered accountant appointed by the Debenture Trustee (which the Debenture Trustee is entitled and hereby authorized to do so at any time), that the net worth (as defined in the Act) of the Company has eroded by 10%.

(v) ***Merger***

The rearrangement or consolidation or amalgamation with or merger with or into, or receiving of all or substantially all the assets or obligations of, another entity, or any action for reorganisation of capital without the prior written consent of the Debenture Trustee.

(w) ***Sale, disposal***

Sale, transfer, or other disposition of all or substantially all of the Company's Assets other than in the normal course of business of the Company.

(x) ***Third party***

A default or Event of Default occurs on account of a breach of representation or breach of an information covenant under the terms of any other agreement involving borrowed money or the extension of credit or any other Financial Indebtedness under which the Company may be obligated as a borrower or guarantor and pursuant to which the Company is called upon to and makes a prepayment to a 3rd party without the prior written consent of the Debenture Holder. Such consent shall not be unreasonably delayed or withheld by the Debenture Holders.

(y) ***Change in Control***

Except as stated herein any Change in shareholding resulting in change in Control of the Issuer without prior written consent from the Debenture Trustee/Debenture Holders.

(z) ***Willful default***

Any Promoters or directors or key management personnel of the Company is/are declared as willful defaulter by any competent authority or accused of, charged with, arrested or convicted a criminal offence involving moral turpitude, any material act of fraud, embezzlement, misstatement, misappropriation or siphoning off of the Company funds or revenues, dishonesty or which otherwise impinges on the integrity of the promoter/s and/or director, including any accusations, charges and/or convictions of any offence relating to bribery or any other act having a similar effect being committed by the management or an officer of the Company.

(aa) ***Rating Downgrade***

In the event the Debentures are downgraded below the current Rating.

(bb) ***Discretionary Audits***

Failure to meet standards in two successive Discretionary Audits conducted by the Debenture Trustee.

(cc) ***Breach of Financial Covenants***

i. Any breach of financial covenants stipulated in **Schedule VIII** (*Financial Covenants*) and such breach is not remedied (if capable of remedy).
ii. Any breach of negative covenants mentioned in **Schedule X** *(Negative Covenants)* and ***Schedule VI (Affirmative Covenants***).

(dd) ***Breach of other terms of this Deed***

A breach by the Company of any of its obligations and covenants provided in terms of this Deed or other Transaction Documents (other than (a) to (cc) above) and such breach is not remedied (if capable of remedy).

2.6 Consequences of Event of Default

If one or more of the events specified in **Schedule XI** (*Events of Default*) occur(s), the Debenture Trustee may, in its discretion, that is, without requiring any consent or confirmation of the Company, and upon request in writing of Majority Debenture Holders or by a Majority Resolution duly passed at the meeting of the Debenture Holders held in accordance with the provisions set out in **Clause 6** (*Provisions for the meetings of the Debenture Holders*) hereto by a notice in writing to the Company initiate the following course of action:

(a) require the Company to mandatorily redeem the Debentures and repay the principal amount on the Debentures, along with accrued but unpaid interest, and other costs, charges and expenses incurred under or in connection with this Deed and other Transaction Documents;

(b) declare all or any part of the Debentures together with interest and all other Payment Obligation and any other amounts accrued and payable under Transaction Documents to be immediately (or

on such dates as the Debenture Trustee may specify) due and payable, whereupon it shall become so due and payable;

(c) enforce any security created pursuant to the Hypothecation Agreement in accordance with its terms, as may be set out herein or therein, towards repayment of the Debentures;

(d) appoint any independent agency to inspect and examine the working of the Company and give a report to Debenture Holders/ the Debenture Trustee. The Company shall give full co-operation and provide necessary assistance to such agency and bear all costs and expenses of the examination including the professional fees and travelling and other expenses;

(e) to appoint a nominee director as per the SEBI (Debenture Trustee) Regulations, 1993 on the board of directors of the Company or to appoint an observer to all meetings of the board of directors of the Company,

(f) take necessary action of either enforcing the Security or entering into the Inter Creditor Agreement or take any other action as decided in the meeting of Debenture Holders based on the decision of the Majority Debenture Holders, including the decision of formation of a committee of the Debenture Holders to participate in the ICA or to enforce the Security or as may be decided in the meeting of Debenture Holders. Such a committee, if decided to be formed, may comprise of the designated members representing the interest of the ISIN level Debenture Holders under the Debentures and be responsible to take decisions which shall be binding on the specific ISIN level Debenture Holders relating to ICA matters, or in relation to enforcement of the Security, or take any other action as may be decided by the Debenture Holders,from time to time. The Debenture Trustee(s) may in accordance with the decision of the Debenture Holders, sign the ICA and consider the resolution plan, if any, on behalf of the Debenture Holders/ Beneficial Owners in accordance with the requirements under the extant RBI guidelines, SEBI circulars, guidelines and other Applicable Laws.

(g) The Debenture Trustee after obtaining consent of Debenture Holders for enforcement shall inform the designated stock exchange seeking release of the Recovery Expense Fund. The Debenture Trustee shall follow the procedure set out in by Issuers of listed or proposed to be listed debt securities towards creation of “Recovery Expense Fund” issued by SEBI, as amended from time to time for utilization of the Recovery Expense Fund and be obligated to keep proper account of all expenses, costs including but not limited to legal expenses, hosting of meetings etc., incurred out of the Recovery Expense Fund towards enforcement of Security. All expenses over and above those met from the Recovery Expense Fund incurred by the Beneficial Owners(s)/Trustee after an Event of Default has occurred.

(h) take all such other action expressly permitted under this Deed or in the other Transaction Documents or permitted under the Law including invocation of guarantee (if applicable); and

(i) exercise such other rights as the Debenture Trustee may deem fit under Applicable Law to protect the interest of the Debenture Holders.

(j) enter into performance of any obligations under any inter-creditor agreement (pursuant to the RBI's circular no. DBR.No.BP.BC.45/21.04.048/2018-19 dated June 7, 2019 on "Prudential Framework for Resolution of Stressed Assets", as amended, modified or restated from time to time) or any resolution plan shall be subject to the terms of the SEBI Defaults (Procedure) Circular (including

without limitation, the resolution plan being finalised within the time period prescribed in the SEBI Defaults (Procedure) Circular.

(k) take all such other action as is expressly permitted under the Transaction Documents or permitted under Applicable Law (including initiating any insolvency proceedings under the Insolvency and Bankruptcy Code, 2016);

(l) As long as Event of Default subsists or if the Debenture Trustee has exercised any of the remedies under this Clause 2.6, then until the rectification of the Event of Default or until the redemption of the Debentures in full to the satisfaction of the Debenture Trustee, the Company shall not, without the prior written consent of the Majority Debenture Holders, declare or pay any dividend or make any distribution of its share capital or purchase or redeem or otherwise acquire any part of its own share capital or in any other way transfer funds from the Company to the shareholders.

(m) If any Event of Default or any event which, after the notice, or lapse of time, or both, would constitute an Event of Default, has happened, the Company shall, forthwith give notice thereof to the Debenture Holders and the Debenture Trustee in writing specifying the nature of such Event of Default, or of such event.

(n) In the event of the Company committing default in the repayment of any instalment in relation to the Debentures or the payment of interest on the applicable Due Dates, the Debenture Holders/Debenture Trustee shall have an unqualified right to disclose the name of the Company and its directors to RBI/or any other statutory/regulatory authority. The Trustee and/or RBI and/or any other Governmental Authority shall have the right to publish the name of the Company and its directors as defaulters in such manner and through such medium as they in their absolute discretion may think fit.

Please note that the capitalised terms used in this section, but not defined herein, shall have the meaning as assigned to such term in the Debenture Trust Deed.

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

SECTION 3: FINANCIAL INFORMATION, IF SUCH INFORMATION PROVIDED IN THE GENERAL INFORMATION DOCUMENT IS MORE THAN SIX MONTHS OLD

The audited financial statements of the Issuer (along with auditors' report) for the financial years ended March 31, 2022, March 31, 2023 and March 31, 2024 are set out in **Annexure I** of this Key Information Document.

Additionally, given that the General Information Document issued by the Company is dated February 7, 2024, and is updated as of quarter ending on December 31, 2023, please see below the financial information of the Company updated as on last quarter ending as on June 30, 2024

3.1 Financial Information

a. The audited financial statements (i.e. profit and loss statement, balance sheet and cash flow statement) both on a standalone and consolidated basis for a period of three completed years, which shall not be more than six months old from the date of the issue document or issue opening date, as applicable. Such financial statements shall be should be audited and certified by the statutory auditor(s) who holds a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India ("**ICAI**").

   Please refer to ANNEXURE I (*Last Audited Financial Statements*) of the General Information Document for the audited financial statements of the Issuer for a period of March 31, 2022, March 31, 2023 and March 31, 2024.

   However, if the issuer, being a listed REIT/listed InvIT, has been in existence for a period of less than three completed years, and historical financial statements of such REIT/InvIT are not available for some portion or the entire portion of the reporting period of three years and the interim period, the combined financial statements shall be disclosed for the periods for which such historical financial statements are not available.

   Provided that, issuers whose non-convertible securities are listed as on the date of filing of the offer document or placement memorandum, may provide only a web-link and a static quick response code of the audited financial statements in the offer document or placement memorandum subject to the following conditions:

   a. Such listed issuers shall disclose a comparative key operational and financial parameter on a standalone and consolidated basis, certified by the statutory auditor(s) who holds a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India, for the last three completed years in the offer document.
   b. The scanning of such static quick response code or clicking on the weblink, shall display the audited financial statements for last three financial years of such issuer on the website of the stock exchange where such data is hosted.

b. Listed issuers (whose debt securities or specified securities are listed on recognised stock exchange(s)) in compliance with the listing regulations, may disclose unaudited financial information for the interim period in the format as specified therein with limited review report in the issue document, as filed with the stock exchanges, instead of audited financial statements for the interim period, subject to making necessary disclosures in this regard in issue document including risk factors.

   Not Applicable

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Please refer to ANNEXURE I (*Last Audited Financial Statements*) of the General Information Document for the audited financial statements of the Issuer for a period of March 31, 2022, March 31, 2023 and March 31, 2024.

c. Issuers other than REITs/ InvITs desirous of issuing debt securities on private placement basis and who are in existence for less than three years may disclose financial statements mentioned at (a) above for such period of existence, subject to the following conditions:

i. The issue is made on the EBP platform irrespective of the issue size; and
ii. The issue is open for subscription only to Qualified Institutional Buyers.

Not applicable

d. The above financial statements shall be accompanied with the Auditor's Report along with the requisite schedules, footnotes, summary etc.

e. **Key Operational and Financial Parameters on a consolidated basis and a standalone basis in respect of the financial information provided under clauses (a) to (c) above:**

Standalone basis:

(Rs. In Lakhs)

Parameters	31-Mar-22	31-Mar-23	31-Mar-24	30-June-24
	Audited Ind AS	Audited Ind AS	Audited Ind AS	Un-Audited Ind AS
Net worth	29,839.51	31,249.09	38,760.40	39,618.11
Total Debt	92,914.87	1,49,383.53	1,79,357.83	1,86,822.87
Current Liabilities+ Provisions				
Other financial liabilities	2,548.90	6,303.65	7,857.52	8,893.64
Non-financial Liabilities	676.45	817.91	797.40	1,168.42
Total Outside Liabilities (B)	96,140.21	1,56,505.09	1,88,012.75	1,96,884.93
Net Fixed Assets	2,070.43	3,079.02	3,838.76	3,742.15
Non-Current Assets				
Other Non-financial assets	4,697.03	5,324.90	4,265.66	4,524.20
Cash and Cash equivalents	14,723.92	17,252.44	37,579.46	33,456.11
Current assets				
Other Financial assets	3,416.18	1,820.01	1,555.57	2,773.10
Provisions on loans	6,752.60	3,610.04	4,448.75	4,906.06
Assets Under Management including interest receivable	1,07,674.98	1,63,251.54	1,83,982.46	1,97,160.79
Off balance sheet assets				
Interest Income (Revenue from operations)	27,230.15	35,553.21	52,319.42	13,547.50

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Parameters	31-Mar-22	31-Mar-23	31-Mar-24	30-June-24
	Audited Ind AS	Audited Ind AS	Audited Ind AS	Un-Audited Ind AS
Other income	1,446.98	2,648.69	4,192.43	946.63
Interest Expense	11,967.82	16,059.24	23,442.32	6,658.82
Other Expenses	10,532.02	14,220.69	17,882.76	4,587.87
Provisioning & write Offs	6,006.80	5,837.39	8,180.39	1,663.77
Tax	113.46	648.34	2,253.43	388.09
PAT	57.03	1,436.25	4,752.95	1,195.58
Gross NPA (%)	9.20%	4.00%	2.98%	3.20%
Net NPA (%)	4.30%	2.36%	1.26%	1.37%
Tier I Capital Adequacy Ratio (%)	24.93%	22.64%	17.22%	16.14%
Tier II Capital Adequacy Ratio (%)	0.40%	0.00%	2.20%	5.40%

Consolidated basis: N.A.

3.2 The amount of corporate guarantee or letter of comfort issued by the issuer along with details of the counterparty (viz. name and nature of the counterparty, whether a subsidiary, joint venture entity, group company etc.) on behalf of whom it has been issued:

NIL

3.3 Details of any other contingent liabilities of the Issuer based on the last audited financial statements including amount and nature of liability:

The dues outstanding with respect to, income tax, sales tax, service tax, value added tax, GST, customs duty, excise duty on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs in Lakhs)	Period to which the amount relates	Forum where dispute is pending
N.A.	N.A.	N.A.	N.A.	N.A.

3.4 A brief history of Issuer since its incorporation giving details of its following activities:

(a) **Details of Share Capital as on last quarter end, i.e., June 30, 2024:**

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Share Capital	Amount (INR)
Authorised Share Capital	
Equity Share Capital	1190000000
Preference Share Capital	400000000
TOTAL	1590000000
Issued, Subscribed and Paid- up Share Capital	
Equity Share Capital	1166647700
Preference Share Capital	Nil
TOTAL	1166647700

(b) **Changes in its capital structure as on last quarter end i.e. June 30, 2024 for the last three financial years and current financial year:**

Date of Change (AGM/EGM)	Authorised Capital (INR)	Particulars
NIL		

(c) **Details of the equity share capital as at last quarter end i.e. June 30, 2024, for the preceding three financial years and current financial year:**

Date of Allotment	No of Equity Shares	Face Value (Rs.)	Issue Price (Rs.)	Consideration (cash, other than cash)	Nature of Allotment	Cumulative			Remarks
						No of Equity Shares	Equity Shares Capital (Rs)	Equity Share Premium (Rs)	
April 13, 2024	3,55,165	100	*Nil	*Other than cash	Conversion of CCPS	1,16,66,477	1,16,66,47,700	355,04,84,000/-	NA
April 13, 2024	2,62,918	100	*Nil	*Other than cash	Conversion of CCPS				NA
April 13, 2024	1,61,250	100	*Nil	*Other than cash	Conversion of CCPS				NA

*Conversion of CCPS into equity in 1:1 ratio.
Notes, if any: Nil

3.5 Details of any Acquisition or Amalgamation with any entity in the last 1 (one) year:

Type of Event	Date of Announcement	Date of Completion	Details
NIL			

3.6 Details of any Reorganization or Reconstruction in the last 1 (one) year:

Type of Event	Date of Announcement	Date of Completion	Details
NIL			

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

3.7 Details of the shareholding of the Company as on the latest quarter end, i.e., June 30, 2024

(a) **Shareholding pattern of the Company as on last quarter end, i.e. June 30, 2024 as per the format specified under the listing regulations:**

Sr No	Name of Equity Shareholder	Total No of Equity Shares	No. of shares in demat form	Total Shareholding as a % of total no of equity shares
1	Dvara Trust	34,96,583	34,96,583	29.97
2	Dvara Holdings	161,250	161,250	1.38
3	Accion Africa-Asia Investment Company	27,20,061	27,20,061	23.32
4	Leapfrog Financial Inclusion India (II) Ltd	25,08,105	25,08,105	21.50
5	Stakeboat Capital Fund–I	6,56,874	6,56,874	5.63
6	NMI Fund IV KS	21,02,166	21,02,166	18.02
7	Dvara KGFS Trust	21,438	Nil	0.18
	Total	1,16,66,477	11,645,039	100

Notes: Details of shares pledged or encumbered by the promoters (if any): Nil

(b) **List of top 10 holders of equity shares of the Company as on the latest quarter end, i.e. June 30, 2024:**

S. No.	Name of the shareholders	Total no. of Equity shares	No. of shares in demat form	Total shareholding as % of total no. equity shares
1	Dvara Trust	34,96,583	34,96,583	29.97
2	Dvara Holdings	161,250	161,250	1.38
3	Accion Africa-Asia Investment Company	27,20,061	27,20,061	23.32
4	Leapfrog Financial Inclusion India (II) Ltd	25,08,105	25,08,105	21.50
5	Stakeboat Capital Fund–I	6,56,874	6,56,874	5.63
6	NMI Fund IV KS	21,02,166	21,02,166	18.02
7	Dvara KGFS Trust	21,438	Nil	0.18
	Total	1,16,66,477	11,645,039	100

3.8 Following details regarding the directors of the Company*:

(a) **Details of the current directors of the Company:**

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

S. No.	Name of the Directors	Designation	Date of Birth	Address	DIN	Director of the company since	Director in other company
1	Bindu Ananth	Chairperson	12/05/1979	9-C, Dover Court, Srikandath Road Opposite Saraf Hospital Kochi M.G. Road Ernakulam 682016	02456029	1/30/2019	Neogrowth Credit Private Limited Dvara Money Private Limited Dvara Research Foundation Dvara Trusteeship Services Private Limited Dvara Research Foundation
2	Samir Shah	Vice Chair	18/10/1968	901 Satguru Sanskar Co Operative Housing Society Limited, No 19 TPS IV 3rd Road, Off Turner Road, Bandra West, Mumbai	00912693	3/1/2018	Dvara Money Private Limited Northern Arc Capital Limited Dvara research Foundation Dvara E-Registry Private Limited Dvara Smartgold Private Limited Dvara E-Dairy Solutions Private Limited Dvara Trusteeship Services Private Limited Dvara Solutions Private Limited Northern Arc Foundation
3	Gowri Thyagarajan	Independent Director	25/04/1979	No. 28/1 Musuri Subramaniam Road, Mylapore - Chennai - 600004	07029599	8/1/2022	Creditmantri Finserv Private Limited
4	Pranav Kumar	Nominee Director	24/07/1984	50, Bayshore Road, #17-05 Bayshore Park, Singapore - 469977	07896173	1/30/2019	Neogrowth Credit Private Limited Dvara Solutions Private Limited
	Hemant Ratnakar Adarkar	Independent Director	05/01/1962	B-11, Plot No 204, Seema Apartments CHS	03127893	5/24/2023	National Commodity and Derivatives

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S. No.	Name of the Directors	Designation	Date of Birth	Address	DIN	Director of the company since	Director in other company
				LTD, Bullock Road, Near Bandstand, Mumbai – 400050			Exchange Limited; Godrej Finance Limited & Zensung Software Private Limited
5	Lone Søndergaard	Nominee Director	07/04/1978	Nybro Vaenge 61, Lyngby 2800	10711271	26/07/2024	NIL
6	Anisha Motwani	Independent Director	6/21/1963	House No. 24, Block No. 8; South Patel Nagar New Delhi - 110008	06943493	11/13/2019	Prataap Snacks Limited L&T Investment Management Limited Abbott India Limited Angel Broking Limited Welspun India Limited India Shelter Finance Corporation Limited She Matters LLP Star Health And Allied Insurance Company Limited Company Home Innovation Limited
7	Raman Uberoi	Independent Director	9/7/1967	C 32 Kalindi Colony New Delhi 110065	03407353	5/25/2021	Principal Trustee Company Private Limited Pipal Research Analytics And Information Services India Private Limited Mercator Info-Services India Private Limited Coalition Development Systems (India)

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S. No.	Name of the Directors	Designation	Date of Birth	Address	DIN	Director of the company since	Director in other company
							Private Limited Receivables Exchange Of India Limited
8	John Henry Fischer	Nominee Director	4/27/1966	1901B, Adonia Building, Hiranandani Gardens'Powai, Mumbai, Maharashtra – 400076	07908218	9/30/2022	Saija Finance Private Limited Dvara Solutions Private Limited
9	LVLN Murty	Managing Director & CEO	1/25/1971	319 Block A, SMR Cascades Jagdish Nagar, G M Palya, New Thippasandra Bangalore - 560075 Karnataka INDIA	09618861	5/27/2022	NIL

**Company to disclose name of the current directors who are appearing in the RBI defaulter list and/or ECGC default list, if any:* - Nil

(b) **Details of change in directors in the preceding three financial years and current financial year:**

S. No.	Name	Designation	DIN	Date of Appointment/ Resignation	Director of the Company since (in case of resignation	Rem arks
1	Mr PK Gupta	Director	08454530	August 31, 2021	May 25, 2021	NA
2	Mr LVLN Murty	Director	09618861	May 27, 2022	NA	NA
3	Ms Gowri Thayagarajan	Director	07029599	August 1, 2022	NA	NA
4	Mr Abhishek Agrawal	Director	09624370	August 16, 2022	January 30, 2019	NA
5	Mr John Fischer	Director	01564937	September 30, 2022	NA	NA
6	Mr NT Arunkumar	Director	02407722	March 10, 2023	February 1, 2019	NA
7	Mr Hemant Adarkar	Director	03127893	May 24, 2023	NA	NA
8	Mr Thomas Klungsoeyr	Director	08575466	July 24, 2024	October 12, 2019	NA
9	Ms. Lone Søndergaard	Director	10711271	July 26, 2024	NA	NA

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(c) **Details of directors' remuneration, and such particulars of the nature and extent of their interests in the issuer (during the current year and preceding three financial years):**

(i) **Remuneration payable or paid to a director by the issuer, its subsidiary or associate company; shareholding of the director in the company, its subsidiaries and associate companies on a fully diluted basis;**

Remuneration payable or paid to a director by the issuer, its subsidiary or associate company:

Name	FY 24-25 (Current Year)	FY 23-24	FY 22-23	FY 21-22
*Anisha Motwani	200,000	12,00,000	11,70,000.00	11,00,000.00
*Gowri Thyagarajan	50,000	10,00,000	5,85,000.00	-
*N.T.Arun Kumar	-	-	18,00,000.00	16,50,000.00
*Raman Uberoi	200,000	13,50,000	14,85,000.00	9,00,000.00
*Swaminathan Viswanathan	-	-	-	5,00,000.00
*P K Gupta	-	-	-	5,50,000.00
*Hemant Ratnakar	3,00,000	11,50,000		
**Mr. L.V. L.N. Murty	5,407,686.00	1,05,69,389	93,92,009.00	77,60,045.00

Shareholding of the director in the company, its subsidiaries and associate companies on a fully diluted basis – as on June 30, 2024

Name of the Directors	No. of shares held	% of total shareholding
	Nil	

(ii) **Appointment of any relatives to an office or place of profit of the Issuer, its subsidiary or associate company;**

Nil

(iii) **Full particulars of the nature and extent of interest, if any, of every director:**

A. **in the promotion of the Issuer company; or**

Nil

B. **in any immoveable property acquired by the Issuer in the two years preceding the date of the issue document or any immoveable property proposed to be acquired by it; or**

Nil

C. **where the interest of such a director consists in being a member of a firm or company, the nature and extent of his interest in the firm or company, with a statement of all sums paid or agreed to be paid to him or to the firm or company in cash or shares or otherwise by any person either to induce him to become, or to help him qualify as a director, or otherwise for services rendered by him or by the firm or company, in connection with the promotion or formation of the issuer company shall be disclosed**

Nil

(d) **Contribution being made by the directors as part of the offer or separately in furtherance of such objects.**

Nil

3.9 Any financial or other material interest of the directors, promoters, key managerial personnel or senior management in the offer and the effect of such interest in so far as it is different from the interests of other persons.

Nil

3.10 Following details regarding the auditors of the Company:

(a) **Details of the auditor of the Company:**

Name of the Auditor	Address	Date of appointment
PKF Sridhar & Santhanam LLP	7th Floor, KRD GEE GEE Crystal, 91, 92, Dr Radha Krishnan Salai, Mylapore, Chennai - 600004	FY 2021-22 (Appointment approved at the AGM held on September 17, 2021

(b) **Details of change in auditors for the preceding three financial years and current financial year:**

Name of the Auditor	Address	Date of Appointment	Date of cessation, if applicable	Date of resignation, if applicable
B S R & Co LLP	No.1 KRM Towers, Harrington Road, Chetpet, Chennai - 600031	-	-	September 17, 2021

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Name of the Auditor	Address	Date of Appointment	Date of cessation, if applicable	Date of resignation, if applicable
PKF Sridhar & Santhanam LLP	7th Floor, KRD GEE GEE Crystal, 91, 92, Dr Radha Krishnan Salai, Mylapore, Chennai – 600004	September 17, 2021		

3.11 Details of the following liabilities of the Company, as at the latest quarter end i.e. March 31, 2024:

(a) **Details of Outstanding Secured Loan Facilities**:

(Rs in Crore)

Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Aditya Birla Finance Limited	Term Loan	15.00	8.07	05-03-2025	110.00%	N.A.	Standard
Alteria Capital	NCD	15.00	10.43	11-08-2025	110.00%	N.A.	Standard
Arohan Finance Services Pvt Ltd	Term Loan	10.00	7.37	30-08-2025	110.00%	N.A.	Standard
Arohan Finance Services Pvt Ltd	Term Loan	10.00	7.74	30-09-2025	110.00%	N.A.	Standard
Bandhan Bank	Term Loan	14.00	14.00	01-04-2026	110.00%	N.A.	Standard
Blue Orchard	ECB - Term Loan	41.00	41.71	29-06-2026	110.00%	N.A.	Standard
Capri Global Capital	Term Loan	10.00	6.67	04-07-2025	110.00%	N.A.	Standard
Caspian Impact Investments Pvt Ltd	Term Loan	7.00	3.16	18-02-2025	110.00%	N.A.	Standard
Caspian Impact Investments Pvt Ltd	Term Loan	8.00	5.33	31-03-2026	110.00%	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Cholamandalam Investement and Finance Company Limited	Term Loan	10.00	4.14	05-10-2024	110.00%	N.A.	Standard
City Union Bank	Term Loan	10.00	5.05	31-01-2025	125.00%	CARE BBB+/Stable	Standard
City Union Bank	Term Loan	10.00	10.10	02-02-2027	110.00%	CARE BBB+/Stable	Standard
Credit Saison Limited (Kisetsu Saison)	Term Loan	15.00	11.25	15-09-2025	110.00%	N.A.	Standard
DCB Bank Limited	Term Loan	10.00	9.16	31-12-2025	110.00%	N.A.	Standard
DCB Bank Limited	Term Loan	5.00	5.00	31-05-2026	110.00%	N.A.	Standard
Eclear Finance Capital Ltd	Term Loan	5.00	0.71	05-06-2024	110.00%	N.A.	Standard
Enabling Capital Limited	ECB - Term Loan	58.18	58.39	25-11-2027	110.00%	N.A.	Standard
Federal Bank	Foreign Currency Term Loan	35.00	25.73	12-02-2027	115.00%	Acuite A-/Negative	Standard
Federal Bank	Foreign Currency Term Loan	40.00	40.06	25-02-2026	110.00%	CARE BBB+/Stable	Standard
Fincare Small Finance Bank Ltd	Term Loan	15.00	6.10	30-12-2024	110.00%	N.A.	Standard
FMO	ECB - Term Loan	166.00	150.14	15-12-2028	110.00%	N.A.	Standard
IDFC First Bank Limited	Term Loan	20.00	19.43	01-03-2025	110.00%	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Incred Financial Services Limited	NCD	25.00	13.33	31-07-2025	110.00%	N.A.	Standard
Incred Financial Services Limited	Term Loan	5.00	1.39	10-09-2024	105.00%	N.A.	Standard
Incred Financial Services Limited	Term Loan	6.00	3.85	10-08-2025	110.00%	N.A.	Standard
Incred Financial Services Limited	NCD	15.00	10.70	30-09-2025	110.00%	N.A.	Standard
Incred Financial Services Limited	Term Loan	5.00	4.07	10-10-2025	110.00%	N.A.	Standard
Indian Bank	CC	10.00	9.29	27-03-2024	125.00%	Crisil BBB+/Stable	Standard
Indian Bank	Term Loan	25.00	9.20	31-03-2025	110.00%	Crisil BBB+/Stable	Standard
Individual	Unlisted NCD	0.10	0.10	03-05-2024	100.00%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.10	03-05-2024	100.00%	N.A.	Standard
Individual	Unlisted NCD	0.15	0.15	03-05-2024	100.00%	N.A.	Standard
Individual	Unlisted NCD	0.15	0.15	03-05-2024	100.00%	N.A.	Standard
Individual	Unlisted NCD	0.15	0.15	03-05-2024	100.00%	N.A.	Standard
Individual	Unlisted NCD	0.50	0.50	28-08-2024	100.00%	N.A.	Standard
Individual	NCD	0.50	0.50	10-04-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.11	10-04-	10	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
				2026	0.00%		
Individual	Unlisted NCD	0.12	0.12	30-12-2025	10 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.12	07-06-2025	10 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.25	0.31	07-06-2025	10 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.35	0.43	07-06-2025	10 0.00%	N.A.	Standard
Individual	NCD	0.10	0.10	02-02-2026	11 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.10	30-12-2025	10 0.00%	N.A.	Standard
Individual	NCD	0.10	0.10	02-02-2026	11 0.00%	N.A.	Standard
Individual	NCD	0.10	0.10	02-02-2026	11 0.00%	N.A.	Standard
Individual	NCD	**0.15**	0.17	02-02-2026	11 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.12	30-12-2025	10 0.00%	N.A.	Standard
Individual	NCD	0.30	0.35	02-02-2026	11 0.00%	N.A.	Standard
Individual	NCD	0.15	0.17	02-02-2026	11 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.14	03-05-2024	10 0.00%	N.A.	Standard
Individual	Unlisted NCD	0.20	0.20	13-07-2025	10 0.00	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
					0%		
Individual	Unlisted NCD	0.20	0.20	13-07-2025	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.10	03-05-2024	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.25	0.33	08-12-2024	10 0.0 0%	N.A.	Standard
Individual	NCD	0.15	0.17	02-02-2026	11 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.13	03-12-2024	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.12	0.14	30-12-2025	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.12	25-08-2025	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.13	08-12-2024	10 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.14	23-08-2024	10 0.0 0%	N.A.	Standard
Individual	NCD	0.20	0.23	02-02-2026	11 0.0 0%	N.A.	Standard
Individual	NCD	0.20	0.23	02-02-2026	11 0.0 0%	N.A.	Standard
Individual	Unlisted NCD	0.10	0.28	03-05-2024	10 0.0 0%	N.A.	Standard
Individual	NCD	0.20	0.20	26-05-2026	10 0.0 0%	N.A.	Standard
Individual	NCD	0.14	0.16	10-04-2026	10 0.0 0%	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Individual	NCD	0.20	0.20	03-07-2026	110.00%	N.A.	Standard
Individual	NCD	0.10	0.11	26-05-2026	110.00%	N.A.	Standard
Individual	NCD	0.20	0.20	11-07-2026	110.00%	N.A.	Standard
Individual	NCD	0.15	0.15	26-07-2026	110.00%	N.A.	Standard
Individual	NCD	0.15	0.15	24-08-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.13	14-09-2026	100.00%	N.A.	Standard
Individual	NCD	0.15	0.16	14-09-2026	100.00%	N.A.	Standard
Individual	NCD	0.20	0.21	24-08-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.11	14-09-2026	100.00%	N.A.	Standard
Individual	NCD	0.15	0.15	11-10-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.10	14-09-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.10	22-12-2026	100.00%	N.A.	Standard
Individual	NCD	0.15	0.15	22-12-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.10	22-12-2026	100.00%	N.A.	Standard
Individual	NCD	0.10	0.10	22-12-	10	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
				2026	0.00%		
Individual	NCD	0.10	0.10	22-12-2026	10 0.00%	N.A.	Standard
Individual	NCD	0.10	0.10	27-12-2026	10 0.00%	N.A.	Standard
Karur Vysya Bank	Term Loan	25.00	22.64	05-11-2026	11 5.00%	N.A.	Standard
Karvy Capital Ltd	Listed NCD	10.00	10.02	25-07-2025	11 0.00%	N.A.	Standard
Kissanadhan Agri Financial Services Pvt Ltd	Term Loan	8.60	6.31	31-08-2025	11 0.00%	N.A.	Standard
Kotak Mahindra Bank	Term Loan	20.00	5.81	30-10-2024	11 5.00%	Crisil BBB+/Stable	Standard
Maanaveeya development & finance private limited	Term Loan	30.00	20.00	30-09-2025	11 0.00%	N.A.	Standard
Maanaveeya development & finance private limited	Term Loan	25.00	8.33	31-03-2025	11 0.00%	N.A.	Standard
Manappuram Finance Limited	Term Loan	15.00	4.13	30-09-2024	12 0.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	3.50	0.58	04-07-2025	11 0.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.25	01-07-2025	11 0.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	3.50	0.58	11-08-2025	11 0.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.25	30-08-2025	11 0.0	N.A.	Standard

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
					0%		
MAS Financial Services Limited	Term Loan	3.50	0.58	31-08-2025	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.25	25-07-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	3.50	0.44	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.19	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.19	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	3.50	0.44	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	3.50	0.44	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	1.50	0.19	10-06-2024	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	5.00	3.96	04-10-2025	110.00%	N.A.	Standard
MAS Financial Services Limited	Term Loan	5.00	3.96	04-10-2025	110.00%	N.A.	Standard
Muthoot Capital Services Ltd	Term Loan	5.00	1.67	31-03-2025	110.00%	N.A.	Standard
Muthoot Capital Services Ltd	Term Loan	5.00	2.22	22-07-2025	110.00%	N.A.	Standard
Muthoot Finance Limited	Term Loan	10.00	3.28	30-11-2024	110.00%	N.A.	Standard
Muthoot Money Limited	Term Loan	10.00	8.32	30-11-2025	110.00%	N.A.	Standard

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Nabkisan Finance Limited	Term Loan	12.00	5.14	01-11-2024	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Listed NCD	20.00	20.00	28-06-2024	10 5.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Unlisted NCD	20.00	20.00	17-10-2024	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Term Loan	30.00	7.34	07-10-2024	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Term Loan	40.00	2.50	05-04-2025	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Term Loan	30.00	17.34	31-03-2025	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Term Loan	25.00	10.26	05-12-2024	11 0.0 0%	N.A.	Standard
Northern Arc Capital Ltd	Term Loan	15.00	13.13	30-09-2025	11 0.0 0%	N.A.	Standard
OXYZO Financial Pvt Ltd	Term Loan	10.00	8.89	28-02-2026	11 0.0 0%	N.A.	Standard
Piramal Enterprises Limited	Term Loan	30.00	17.50	10-05-2025	11 0.0 0%	N.A.	Standard
Profectus Capital Pvt Ltd	Term Loan	5.50	1.02	12-07-2024	11 0.0 0%	N.A.	Standard
Profectus Capital Pvt Ltd	Term Loan	5.20	3.63	01-07-2025	11 0.0 0%	N.A.	Standard
Protium Finance	Term Loan	10.00	5.79	31-12-2024	11 0.0 0%	N.A.	Standard
RAR Fincare Limited	Term Loan	1.00	0.05	25-04-2024	12 5.0 0%	N.A.	Standard

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
RAR Fincare Limited	Term Loan	1.00	0.23	26-08-2024	12 5.0 0%	N.A.	Standard
RAR Fincare Limited	Term Loan	2.00	1.57	08-06-2026	11 0.0 0%	N.A.	Standard
Shivalik Small Finance Bank	Term Loan	15.00	13.32	29-12-2025	11 0.0 0%	N.A.	Standard
SIDBI	Term Loan	45.00	45.00	10-03-2026	12 5.0 0%	N.A.	Standard
State Bank of India	Term Loan	150.00	87.49	31-12-2025	12 5.0 0%	Crisil BBB+/Stable	Standard
State Bank of India	Term Loan	80.00	5.00	13-06-2024	13 3.0 0%	Crisil BBB+/Stable	Standard
State Bank of India	Term Loan	150.00	150.00	01-07-2026	12 5.0 0%	Crisil BBB+/Stable	Standard
Suryoday Small Finance Bank	Term Loan	20.00	13.94	05-07-2025	11 0.0 0%	Crisil BBB+/Stable	Standard
Tata Capital Financial Services Limited	Term Loan	25.00	8.48	10-11-2024	11 5.0 0%	N.A.	Standard
Tata Capital Financial Services Limited	Term Loan	18.00	16.50	10-01-2026	11 5.0 0%	N.A.	Standard
UC Inclusive Credit Pvt Ltd	Term Loan	5.00	2.20	01-06-2025	11 0.0 0%	N.A.	Standard
Vivriti Asset Management Private Limited	Unlisted NCD	22.00	7.33	07-03-2025	10 0.0 0%	N.A.	Standard
Vivriti Asset Management Private Limited	NCD	25.00	25.00	07-04-2026	11 0.0 0%	N.A.	Standard
Vivriti Capital Limited	Term Loan	10.00	2.51	15-09-2024	11 0.0 0%	N.A.	Standard

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset Classification
Vivriti Capital Limited	Term Loan	5.00	0.42	26-05-2024	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	10.00	4.58	02-02-2025	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	5.00	0.42	26-05-2024	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	5.00	0.42	26-05-2024	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	10.00	3.75	28-12-2024	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	5.00	1.88	01-12-2024	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	7.00	4.37	09-06-2025	110.00%	N.A.	Standard
Vivriti Capital Limited	Term Loan	11.50	11.50	30-04-2026	110.00%	N.A.	Standard
Watercredit Investment	Listed NCD	23.30	23.30	12-02-2026	100.00%	N.A.	Standard
Watercredit Investment	Listed NCD	38.10	38.10	25-10-2025	100.00%	N.A.	Standard
WLB Asset II D PTE LTD	Unlisted NCD	66.00	66.39	03-01-2027	100.00%	N.A.	Standard
WLB Asset II D PTE LTD	Listed NCD	120.11	120.11	06-12-2027	120.00%	N.A.	Standard

(b) **Details of Outstanding Unsecured Loan Facilities**:

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Name of Lender	Type of Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Repayment Terms	Security, if Applicable	Credit Rating, if applicable	Asset Classification
Creation Investment FPI LLC	NCD	18.00	18.00	15-05-2026	Monthly	NA	Crisil BBB+/Stable	NA
Dvara Holdings Pvt Ltd	Term Loan	14.72	13.91	09-02-2025	Payable on demand, MOnthly interest	NA	NA	NA
Dvara Holdings Pvt Ltd	Term Loan	2.50	2.00	20-03-2025	Payable on demand, MOnthly interest	NA	NA	NA
Dvara Trust	Term Loan	1.25	1.26	09-02-2025	Payable on demand, MOnthly interest	NA	NA	NA
IDFC First Bank Limited	Sub Debt	5.00	5.00	17-05-2024	Bullet principal & monthly interest	NA	Crisil BBB+/Stable	NA
IDFC First Bank Limited	Sub Debt	15.00	15.00	01-04-2025	Bullet principal & monthly interest	NA	NA	NA
Individual	Unlisted NCD	0.15	0.15	03-05-2024	Bullet principal & monthly interest	NA	NA	NA
Individual	Unlisted NCD	0.20	0.20	03-05-2024	Bullet principal & monthly interest	NA	NA	NA
Individual	Unlisted NCD	0.10	0.10	03-05-2024	Bullet principal & monthly interest	NA	NA	NA
Karvy Capital Ltd	Listed NCD	20.00	4.01	30-05-2024	Bullet principal & monthly interest	NA	NA	NA
Maanaveeya	Sub Debt	15.00	15.00	27-12-2029	Bullet principal & monthly interest	NA	NA	NA

development & finance private limited								
Triple Jump	ECB - Sub Debt	41.00	41.71	15-07-2030	Bullet principal & Quarterly interest	NA	NA	NA

(c) **Details of Outstanding Non-Convertible Securities in the following format**:

Series of Non-Convertible Securities	ISIN	Tenor/Period of maturity (in months)	Coupon	Amount (In Crores)	Date of allotment	Redemption Date / Schedule	Credit Rating	Secured/ Unsecured	Security
NA	INE179P07316	24	13.75%	10.43	11-08-2023	11-08-2025	-	Secured	110.00%
NA	INE179P08058	38	14.50%	18.00	18-12-2023	15-05-2026	CRISIL, BBB+	Un-secured	0.00%
NA	INE179P07308	30	15.00%	13.33	14-02-2023	31-07-2025	-	Secured	110.00%
NA	INE179P07340	25	13.50%	10.70	22-09-2023	30-09-2025	-	Secured	110.00%
NA	NA	29	13.50%	0.10	29-12-2021	03-05-2024	-	Secured	100.00%
NA	NA	29	13.50%	0.10	29-12-2021	03-05-2024	-	Secured	100.00%
NA	NA	29	12.50%	0.15	29-12-2021	03-05-2024	-	Un-Secured	0.00%
NA	NA	29	18.50%	0.15	29-12-2021	03-05-2024	-	Secured	100.00%
NA	NA	29	18.50%	0.15	29-12-2021	03-05-2024	-	Secured	100.00%
NA	NA	29	18.50%	0.15	29-12-2021	03-05-2024	-	Secured	100.00%
NA	NA	29	12.50%	0.20	29-12-2021	03-05-2024	-	Un-Secured	0.00%
NA	NA	38	12.50%	0.50	19-07-2021	28-08-2024	-	Secured	100.00%
NA	NA	39	13.00%	0.50	10-02-2023	10-04-2026	-	Secured	100.00%
NA	NA	37	13.00%	0.11	24-03-2023	10-04-2026	-	Secured	100.00%
NA	NA	37	13.00%	0.12	30-12-2022	30-12-2025	-	Secured	100.00%
NA	NA	37	12.50%	0.12	16-05-2022	07-06-2025	-	Secured	100.00%
NA	NA	37	12.50%	0.31	16-05-2022	07-06-2025	-	Secured	100.00%
NA	NA	37	12.50%	0.43	19-05-2022	07-06-2025	-	Secured	100.00%

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Series of Non-Convertible Securities	ISIN	Tenor/Period of maturity (in months)	Coupon	Amount (In Crores)	Date of allotment	Redemption Date / Schedule	Credit Rating	Secured/ Unsecured	Security
NA	NA	37	13.00%	0.10	13-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	13.00%	0.10	30-12-2022	30-12-2025	-	Secured	100.00%
NA	NA	37	13.00%	0.10	13-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	13.00%	0.10	13-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	12.50%	0.17	09-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	38	13.00%	0.12	17-11-2022	30-12-2025	-	Secured	100.00%
NA	NA	37	13.00%	0.35	06-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	13.00%	0.17	14-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	12.50%	0.14	03-05-2021	03-05-2024	-	Secured	100.00%
NA	NA	38	12.50%	0.20	13-06-2022	13-07-2025	-	Secured	100.00%
NA	NA	38	12.50%	0.20	10-06-2022	13-07-2025	-	Secured	100.00%
NA	NA	37	12.50%	0.10	03-05-2021	03-05-2024	-	Secured	100.00%
NA	NA	38	12.50%	0.33	14-10-2021	08-12-2024	-	Secured	100.00%
NA	NA	37	13.00%	0.17	09-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	12.50%	0.13	03-12-2021	03-12-2024	-	Secured	100.00%
NA	NA	37	13.00%	0.14	30-12-2022	30-12-2025	-	Secured	100.00%
NA	NA	37	12.50%	0.12	01-08-2022	25-08-2025	-	Secured	100.00%
NA	NA	38	12.50%	0.13	21-10-2021	08-12-2024	-	Secured	100.00%
NA	NA	36	12.50%	0.14	29-05-2021	23-08-2024	-	Secured	100.00%
NA	NA	37	13.00%	0.23	07-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	13.00%	0.23	09-01-2023	02-02-2026	-	Secured	110.00%
NA	NA	37	12.50%	0.28	03-05-2021	03-05-2024	-	Secured	100.00%
NA	NA	36	12.50%	0.10	03-05-2021	03-05-2024	-	Un-Secured	0.00%
NA	NA	38	13.50%	0.20	03-04-2023	26-05-2026	-	Secured	100.00%
NA	NA	37	13.00%	0.16	10-04-2023	10-04-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.20	14-06-2023	03-07-2026	-	Secured	110.00%
NA	NA	36	13.00%	0.11	30-04-2023	26-05-2026	-	Secured	110.00%
NA	NA	36	13.00%	0.20	07-07-2023	11-07-2026	-	Secured	110.00%
NA	NA	36	13.00%	0.15	18-07-2023	26-07-2026	-	Secured	110.00%
NA	NA	36	13.00%	0.15	14-08-2023	24-08-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.13	26-08-2023	14-09-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.16	26-08-2023	14-09-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.21	21-08-2023	24-08-2026	-	Secured	100.00%

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Series of Non-Convertible Securities	ISIN	Tenor/Period of maturity (in months)	Coupon	Amount (In Crores)	Date of allotment	Redemption Date / Schedule	Credit Rating	Secured/ Unsecured	Security
NA	NA	36	13.00%	0.11	25-08-2023	14-09-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.15	20-09-2023	11-10-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	11-09-2023	14-09-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	27-11-2023	22-12-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.15	27-11-2023	22-12-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	29-11-2023	22-12-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	30-11-2023	22-12-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	16-12-2023	22-12-2026	-	Secured	100.00%
NA	NA	36	13.00%	0.10	28-12-2023	27-12-2026	-	Secured	100.00%
NA	INE179P08033	61	13.71%	4.01	30-05-2019	30-05-2024	-	Unsecured	0.00%
NA	INE179P07274	37	15.00%	10.02	25-07-2022	25-07-2025	-	Secured	110.00%
NA	INE179P07225	37	14.10%	20.00	28-06-2021	28-06-2024	-	Secured	105.00%
NA	INE179P07175	42	14.93%	20.00	17-05-2021	17-10-2024	-	Secured	110.00%
NA	INE179P07266	33	14.00%	7.33	09-06-2022	07-03-2025	-	Secured	100.00%
NA	INE179P07324	31	13.50%	25.00	30-09-2023	07-04-2026	-	Secured	110.00%
NA	INE179P07282	43	11.00%	23.30	12-08-2022	12-02-2026	-	Secured	100.00%
NA	INE179P07258	43	11.00%	38.10	25-04-2022	25-10-2025	-	Secured	100.00%
NA	INE179P07290	49	13.50%	66.39	28-12-2022	03-01-2027	CRISIL, BBB+	Secured	100.00%
NA	INE179P07332	46	13.60%	120.11	22-02-2024	06-12-2027	CRISIL, BBB+	Secured	120.00%

(d) **Details of commercial paper issuances as at the end of last quarter in the following format: -**

Series of NCS	ISIN	Tenor / Period of Maturity	Coupon	Amount outstanding (INR Crore)	Date of allotment	Redemption date / schedule	Credit rating	Secured / Unsecured	Security	Other Details viz. Details of IPA, Details of CRA

Nil

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3.12 List of top 10 holders of non-convertible securities in terms of value (in cumulative basis)

Sr. No.	Name of holders of non-convertible securities	Category of Holder	Face Value of Holding	Amount (Rs in Crore)	Holding as a percentage (%) of total outstanding non-convertible securities of the Issuer
1	Creation Investment FPI LLC	Others	10.43	18.00	2.63%
2	Incred Financial Services Limited	NBFC	18.00	13.33	4.54%
3	Incred Financial Services Limited	NBFC	13.33	10.70	3.36%
4	Northern Arc Capital Ltd	NBFC	10.70	20.00	2.70%
5	Northern Arc Capital Ltd	NBFC	20.00	20.00	5.05%
6	Vivriti Asset Management Private Limited	others	20.00	25	5.05%
7	Water credit Investment	Others	25.00	38.10	6.31%
8	Water credit Investment	Others	23.30	23.20	5.88%
9	WLB Asset II D PTE LTD	Others	38.10	120.11	9.61%
	WLB Asset II D PTE LTD	Others	66.39	66.39	16.75%

3.13 List of top 10 holders of Commercial Paper in terms of value (on cumulative basis):

Sr. No.	Name of holders	Category of Holder	Face Value of Holding	Amount	Holding as a percentage (%) of total commercial paper outstanding of the Issuer
Nil					

3.14 Details of the bank fund based facilities / rest of the borrowing (if any including hybrid debt like FCCB, Optionally Convertible Debentures / Preference Shares) from financial institutions or financial creditors:

Name of Party (in case of facility) / Name of Instrument	Type of facility / Instrument	Amount sanctioned / issued	Principal Amount outstanding	Date of Repayment / Schedule	Credit Rating	Secured / Unsecured	Security
Nil							

3.15 The amount of corporate guarantee or letter of comfort issued by the Issuer along with the name of the counterparty (like name of the subsidiary, joint venture entity, group company, etc.) on behalf of whom it has been issued, contingent liability including debt service reserve account guarantees/ any put option etc. (Details of any outstanding borrowing taken / debt securities issued for consideration other than cash).

This information shall be disclosed whether such borrowing / debt securities have been taken / issued: (i) in whole or part, (ii) at a premium or discount, or (iii) in pursuance of an option or not -

Nil

3.16 Where the Issuer is a non-banking finance company or housing finance company, the following disclosures on Asset Liability Management (ALM) shall be provided for the latest audited financials:

Please refer to Annexure J of the General Information Document.

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SECTION 4: MATERIAL CHANGES, IF ANY, IN THE INFORMATION PROVIDED IN THE GENERAL INFORMATION DOCUMENT, AND OTHER DISCLOSURES UNDER SCHEDULE I OF SECURITIES EXCHANGE BOARD OF INDIA (ISSUE AND LISTING OF NON-CONVERTIBLE SECURITIES) REGULATIONS, 2021

This Key Information Document is prepared in accordance with the provisions of regulations issued by SEBI, RBI and Companies Act. Other than to the limited extent set out hereunder, please refer to Section 4 of the General Information Document for other disclosures under the Schedule I of the Securities Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 issued vide circular number SEBI/LAD-NRO/GN/2021/39 dated August 09, 2021, as amended from time to time.

4.1 Issue schedule

ISSUE SCHEDULE	
Issue Opening Date	September 26, 2024
Issue Closing Date	September 26, 2024
Pay in Date	September 27, 2024
Deemed Date Of Allotment	September 27, 2024

4.2 Project cost and means of financing, in case of funding of new projects.

Name:	DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED
Legal Counsel	VERIST LAW Name: Verist Law Address: Empire Business Centre, 414 Senapati Bapat Marg, Lower Parel, Mumbai- 400013 Website: www.veristlaw.in Email address: Srishti.ojha@veristlaw.com Telephone Number: 022-66907368 Contact Person: Srishti Ojha
Merchant banker and Co-managers to the issues	SKI CAPITAL SERVICES LIMITED Address: Address: 718, Dr Joshi Road, Karol Bagh, New Delhi- 110005 Tel No.: +91-011-41189899 Contact Person: Manick Wadhwa Email: dcm@skicapital.net Website: https://www.skicapital.net/
Guarantor	Not Applicable
Arrangers, if any	Not Applicable

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Debenture Trustee:	Catalyst Trusteeship Limited Registered Office: GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune – 411038, & Corporate office: Unit No-901, 9th Floor, Tower-B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai-400013 Tel: +91 (022) 4922 0555 Email: ComplianceCTL-Mumbai@ctltrustee.com Contact Person: Mr. Umesh Salvi, Managing Director
Register and Transfer Agent	Name: Integrated Registry Management Services Private Limited Address: 1, Ramakrishna St, T. Nagar, Chennai, Tamil Nadu 600017 Tel: +91 (044) 28141072 Email: yuvraj@integratedindia.in Contact Person: Mr Yuvraj, Manager
Credit Rating Agency	Name: CRISIL Ratings Limited Address: CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai- 400 076, India Tel: +91 (022) 3342 3000 Email: crisilratingdesk@crisil.com Contact Person: Ms. Nivedita Shibu, Director - Ratings
Auditors:	Name: PKF Sridhar & Santhanam LLP Logo: Address: 7th Floor, KRD GEE GEE Crystal, 91, 92, Dr Radha Krishnan Salai, Mylapore, Chennai - 600004 Email address: sands@pkfindia.in Telephone Number: 044 2811 2985 Fax Number: 044 2811 2985 Contact Person: P. Devi Peer review no.: 014539

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Valuation Agency	Not Applicable

4.3 About the Issuer

(a) **Details of branches or units where the issuer carries on its business activities, if any may be provided in the form of a static Quick Response (QR) code and web link.**

If the issuer provides the details of branches or units in the form of a static QR code and web link, the details of the said branches or units shall be provided to the debenture trustee as well and kept available for inspection as specified in clause (8) (g) of paragraph XXXI of this Schedule to this Key Information Document. A checklist item in the 'Security and Covenant Monitoring System' shall also be included for providing information about branches or units of the issuer to the debenture trustee and confirmation of the same by the debenture trustee.

(b) **Use of proceeds (in the order of priority for which the said proceeds will be utilized): (i) purpose of the placement; (ii) break-up of the cost of the project for which the money is being raised; (iii) means of financing for the project; (iv) proposed deployment status of the proceeds at each stage of the project.**

Not Applicable

4.4 Expenses of the Issue:

Expenses*	Fees Amount (in Rs.)	Fees as a percentage of total issue expenses (%)	Fees as a percentage of total issue size (%)
Lead manager(s) fees	Nil	Nil	Nil
Underwriting commission	Nil	Nil	Nil
Brokerage, selling commission and upload fees	Nil	Nil	Nil
Fees payable to the registrars to the issue	5,000	1.20%	0.00%
Advertising and marketing expenses	Nil	Nil	Nil
Fees payable to the regulators including stock exchanges	1,82,425	43.70%	0.04%
Expenses incurred on printing and distribution of issue stationary	Nil	Nil	Nil
Any other fees, commission or payments under whatever nomenclature	2,30,000	55.10%	0.05%
Total	4,17,425	100.00%	0.08%

*Above expenses is based on best estimate basis.

4.5 Contribution being made by the directors as part of the offer or separately in furtherance of such objects.

NIL

4.6 Any financial or other material interest of the directors, promoters, key managerial personnel or senior management in the offer and the effect of such interest in so far as it is different from the interests of other persons.

NIL

4.7 In case the issuer is a Non-Banking Finance Company (NBFC) and the objects of the issue entail loan to any entity who is a 'group company' then disclosures shall be made in the following format:

Not applicable.

4.8 Consent of directors, auditors, bankers to issue, trustees, solicitors or advocates to the issue, legal advisors to the issue, lead managers to the issue, Registrar to the Issue, and lenders (if required, as per the terms of the agreement) and experts:

(i) Consent of Directors: Consent of the Board of Directors has been obtained via resolution passed by the Board of Directors of the Company dated May 24, 2023 read with the resolution passed by the Debenture Committee of Board of Directors dated September 19, 2024.
(ii) Consent of Auditors: N.A.
(iii) Consent of Bankers: N.A.
(iv) Consent of Debenture Trustee: Consent letter dated September 19, 2024, has been obtained from the Debenture Trustee.
(v) Consent of Solicitors / Advocates / Legal Advisors: N.A.
(vi) Consent of Registrar: Consent letter dated September 24, 2024, has been obtained from Integrated Registry Management Services Private Limited
(vii) Consent of Lenders: N.A.
(viii) Consent of Experts: N.A.
(ix) Consent of Merchant Banker: Consent letter dated September 24, 2024, has been obtained from SKI Capital Services Limited;

4.9 Names of the Debentures Trustees shall be mentioned with statement to the effect that debenture trustee(s) has given its consent for appointment along with the copy of the consent letter from the debenture trustee:

The Debenture Trustee of the proposed Debentures is Catalyst Trusteeship Limited. Catalyst Trusteeship Limited has given its written consent for its appointment as debenture trustee to the Issue and inclusion of its name in the form and context in which it appears in this Key Information Document. The consent letter from the Debenture Trustee is provided in **Annexure V** of this Key Information Document.

4.10 Rating and Rating Rationale:

The Rating Agency has assigned a rating of "CRISIL BBB+/Stable" (pronounced as "CRISIL Triple B Plus" with 'Stable' outlook) *vide* the rating rationale and the rating letter which has been attached in **Annexure IV.**

4.11 If the security is backed by a guarantee or letter of comfort or any other document / letter with similar intent, a copy of the same shall be disclosed. In case such document does not contain detailed payment

structure (procedure of invocation of guarantee and receipt of payment by the investor along with timelines), the same shall be disclosed in the offer document.

N.A.

4.12 Consent Letter from the Debenture Trustee

The consent letter from the Debenture Trustee is provided in **Annexure V** of this Key Information Document.

4.13 Disclosure of Cash flow with date of interest/ dividend/ redemption payment as per day count convention

A. The day count convention for dates on which the payments in relation to the non-convertible securities which need to be made, should be disclosed:

Please refer to **Annexure III** hereto.

B. Procedure and time schedule for allotment and issue of securities should be disclosed:

Please refer to S.no 4 of paragraph II (*Disclosures as per SEBI Debt Listing Regulations*) of Part A of this Key Information Document.

C. Cash flows emanating from the non-convertible securities shall be mentioned in the offer document, by way of an illustration:

Please refer to **Annexure III** hereto.

4.14 Names of all the recognized stock exchanges where the debt securities are proposed to be listed clearly indicating the designated stock exchange and the details of their in-principle approval for listing obtained from these stock exchange(s).:

The Debentures are proposed to be listed on the WDM segment of BSE. The Issuer has obtained an "in-principle" approval from BSE dated February 15, 2024, for all issues to be made under the General Information Document (which would include the Issue under this Key Information Document), and is annexed to **Annexure VI** of this Key Information Document.

4.15 Other details:

(a) **Issue / instrument specific regulations:**

i. The Debentures are governed by and will be construed in accordance with the Indian Law. The Issuer, the Debentures and Issuer's obligations under the Debentures shall, at all times, be subject to the directions of the Reserve Bank of India (RBI), Securities & Exchange Board of India (SEBI), Stock Exchanges, Companies Act, 2013 and other applicable laws and regulations from time to time.

a) the Companies Act, 2013;
b) the Companies Act, 1956 (to the extent applicable and in force);
c) the Securities Contracts (Regulation) Act, 1956;
d) the Companies (Share Capital and Debentures) Rules, 2014;

e) the Companies (Prospectus and Allotment of Securities) Rules, 2014;
f) the Securities and Exchange Board of India Act, 1992;
g) the Depositories Act, 1996;
h) the NCS Listing Regulations, as amended from time to time;
i) the SEBI LODR Regulations, as amended from time to time;
j) the Master Circular for Debenture Trustees, as amended from time to time;
k) the Listed NCDs Master Circular, as amended from time to time;
l) the SEBI Merchant Banker Regulations, as amended from time to time;
m) the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, as amended from time to time; and
n) all other relevant laws (including rules, regulations, clarifications, notifications, directives, circulars as may be issued by the Securities Exchange Board of India, the Reserve Bank of India and any statutory, regulatory, judicial, quasi-judicial authority).

Over and above, the said debentures shall be subject to the term and conditions as contained in the General Information Document/ Key Information Document, application form and the Debenture Trust Deed / Trustee Agreement.

ii. In the event the Issuer proposed to issue Debentures with face value of INR 10,000/- (Indian Rupees Ten Thousand Only), the Issuer shall appoint a Merchant Banker for the issue for performing the role, responsibilities and obligations same as they would be in case of public issue of debt security or non-convertible redeemable preference share, as provided under clause 1.3 of Chapter V (Denomination of issuance and trading of Non-convertible Securities) of the Listed NCDs Master Circular,

"*Issuer may issue debt security or non-convertible redeemable preference share on private placement basis at a face value of Rs. Ten Thousand;*

(i) (i) Subject to the following conditions:

a) The issuer shall appoint at least one Merchant Banker. Provided that the role, responsibilities and obligations of the Merchant Banker(s) shall be same as they would be in case of public issue of debt security or non-convertible redeemable preference share.

b) Such debt security or non-convertible redeemable preference share shall be interest/ dividend bearing security paying coupon/ dividend at regular intervals with a fixed maturity without any structured obligations…."

(b) **Default in Payments**

Any payment obligations due on the Debentures including any Coupon and/or principal amounts and/or any other payment to be made by the Company in connection with the Debentures shall, in case the same be not paid on the respective due dates, carry further default interest of 2% (Two Percent) per annum over the Coupon Rate computed on the entire unpaid amounts, for the period commencing from the respective due dates for such amounts and expiring on the date on which such payment is actually made.

In case of any delay in execution of Debenture Trust Deed and the Deed of Hypothecation, the Company will refund the subscription monies with an agreed rate of interest or will pay interest of 2% (Two percent) per annum over and above the Coupon Rate till these conditions are complied with at the option of the Debenture Holder.

(c) **Application process:**

The application process for the Issue is as provided in Section 7 of this Key Information Document.

(d) **Project Details: gestation period of the project; extent of progress made in the project; deadlines for completion of the project; the summary of the project appraisal report (if any), schedule of implementation of the project:**

Not Applicable

(e) **The issue document shall include the following other matters and reports, namely:**

(a) If the proceeds, or any part of the proceeds, of the issue of the debt securities/non-convertible redeemable preference shares are or is to be applied directly or indirectly: (i) in the purchase of any business; or (ii) in the purchase of an interest in any business and by reason of that purchase, or anything to be done in consequence thereof, or in or both, in such business exceeding fifty per cent. Thereof, a report made by a chartered accountant (who shall be named in the issue document) upon – A. the profits or losses of the business for each of the three financial years immediately preceding the date of the issue document; and B. the assets and liabilities of the business as on the latest date to which the accounts of the business were made up, being a date not more than one hundred and twenty days before the date of issue of the issue document.

NA

(b) If the proceeds, or any part of the proceeds, of the issue of the debt securities are or is to be applied in purchase or acquisition of any immoveable property including indirect acquisition of immoveable property for which advances have been paid to third parties, disclosures regarding: (i) the names, addresses, descriptions and occupations of the vendors; (ii) the amount paid or payable in cash, to the vendor and where there is more than one vendor, or the company is a sub-purchaser, the amount so paid or payable to each vendor, specifying separately the amount, if any, paid or payable for goodwill; (iii) the nature of the title or interest in such property proposed to be acquired by the company; and (iv) the particulars of every transaction relating to the property completed within the two preceding years, in which any vendor of the property or any person who is or was at the time of the transaction, a promoter or a director or proposed director of the company, had any interest, direct or indirect, specifying the date of the transaction and the name of such promoter, director or proposed director and stating the amount payable by or to such vendor, promoter, director or proposed director in respect of the transaction: Provided that if the number of vendors is more than five, then the disclosures as required above shall be on an aggregated basis, specifying the immoveable property being acquired on a contiguous basis with mention of the location/total area and the number of vendors from whom it is being acquired and the aggregate value being paid. Details of minimum amount, the maximum amount and the average amount paid/ payable should also be disclosed for each immovable property.

Provided further that for the remaining vendors, such details may be provided on an aggregated basis in the offer document, specifying number of vendors from whom it is being acquired and the aggregate value being paid; and the detailed disclosures as specified in sub-clauses (i) to (iv) above may be provided by way of static QR code and web link. If the issuer provides the said details in the form of a static QR code and web link, the same shall be provided to the debenture trustee as well and kept available for inspection as specified in clause (8) (g) of paragraph XXXI of this Schedule to this Key Information Document. A checklist item in the 'Security and Covenant Monitoring System' shall also be included for providing the detailed disclosures, as specified in sub-clauses (i) to (iv) above, to the debenture trustee and confirmation of the same by the debenture trustee.

NA

(c) If: (i) the proceeds, or any part of the proceeds, of the issue of the debt securities/non-convertible redeemable preference shares are or are to be applied directly or indirectly and in any manner resulting in the acquisition by the company of shares in any other body corporate; and (ii) by reason of that acquisition or anything to be done in consequence thereof or in connection therewith, that body corporate shall become a subsidiary of the company, a report shall be made by a Chartered Accountant (who shall be named in the issue document) upon – A. the profits or losses of the other body corporate for each of the three financial years immediately preceding the issue of the issue document; and B. the assets and liabilities of the other body corporate as on the latest date to which its accounts were made up.

NA

(d) The said report shall indicate how the profits or losses of the other body corporate dealt with by the report would, in respect of the shares to be acquired, have concerned members of the issuer company and what allowance would have been required to be made, in relation to assets and liabilities so dealt with for the holders of the balance shares, if the issuer company had at all material times held the shares proposed to be acquired; and where the other body corporate has subsidiaries, deal with the profits or losses and the assets and liabilities of the body corporate and its subsidiaries in the manner as provided in paragraph (c) (ii) above.

(e) The broad lending and borrowing policy including summary of the key terms and conditions of the term loans such as re-scheduling, prepayment, penalty, default; and where such lending or borrowing is between the issuer and its subsidiaries or associates, matters relating to terms and conditions of the term loans including re-scheduling, prepayment, penalty, default shall be disclosed.

NA

(f) The aggregate number of securities of the issuer company and its subsidiary companies purchased or sold by the promoter group, and by the directors of the company which is a promoter of the issuer company, and by the directors of the issuer company and their relatives, within six months immediately preceding the date of filing the issue document with the Registrar of Companies, shall be disclosed.

NIL

(g) The matters relating to:

(i) Material contracts:

S. No.	Nature of Contract
1.	Certified true copy of the Memorandum & Articles of Association of the Issuer.
2.	Board Resolution dated May 24, 2023, authorizing the issue of Debentures offered under the terms of this Key Information Document.
3.	Shareholder Resolution under Section 180 (1) (a) and Section 180 (1) (c) dated March 12, 2021 authorizing the borrowing by the Company and the creation of security.
4.	Shareholders' Resolution dated March 12, 2021 authorizing the issue of non-convertible debentures by the Company.
5.	Copies of Annual Reports of the Company for the last three financial years.
6.	Credit rating letter from the Rating Agency dated September 12, 2024.
7.	Letter from Debenture Trustee dated September 19, 2024 giving its consent to act as Debenture Trustee. ("**Consent Letter**").
8.	Letter for Register and Transfer Agent dated September 24, 2024.
9.	Consent Letter from Merchant Banker dated September 24, 2024.
10.	Certified true copy of the certificate of incorporation of the Company.
11.	Certified true copy of the tripartite agreement between the Company, the Registrar & Transfer Agent and the NSDL/CDSL.
12.	Debenture Trustee Agreement dated September 25, 2024 executed between the Issuer and the Debenture Trustee.
13.	Debenture Trust Deed to be executed on or around the date of this Key Information Document between the Issuer and the Debenture Trustee.
14.	Deed of Hypothecation to be executed on or around the date of this Key Information Document between the Issuer and the Debenture Trustee.

(ii) Time and place at which the contracts together with documents will be available for inspection from the date of issue document until the date of closing of subscription list.

The contracts and documents referred to hereunder are material to the Issue, may be inspected at the registered office of the Company between on 10.00 am to 4.00 pm on Business Days.

(h) Reference to the relevant page number of the audit report which sets out the details of the related party transactions entered during the three financial years immediately preceding the issue of issue document.

FY 2021-22- Page No. 77
FY 2022-23 Page No. 159
FY 2023-24 Page No. 252

(i) The summary of reservations or qualifications or adverse remarks of auditors in the three financial years immediately preceding the year of issue of issue document, and of their impact on the financial statements and financial position of the company, and the corrective steps

taken and proposed to be taken by the company for each of the said reservations or qualifications or adverse remarks.

NA

(j) The details of: any inquiry, inspections or investigations initiated or conducted under the securities laws or Companies Act, 2013 (18 of 2013) or any previous companies law; prosecutions filed, if any (whether pending or not); and fines imposed or offences compounded, in the three years immediately preceding the year of issue of issue document in the case of the issuer being a company and all of its subsidiaries.

NA

(k) The details of acts of material frauds committed against the issuer in the preceding three financial years and current financial year, if any, and actions taken by the issuer.

NA

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SECTION 5: ANY MATERIAL DEVELOPMENTS NOT DISCLOSED IN THE GENERAL INFORMATION DOCUMENT, SINCE THE ISSUE OF THE GENERAL INFORMATION DOCUMENT RELEVANT TO THE OFFER OF NON-CONVERTIBLE SECURITIES IN RESPECT OF WHICH THIS KEY INFORMATION DOCUMENT IS BEING ISSUED

There are no material developments since the issue of the General Information Document relevant to the offer of the Debentures in respect of which this Key Information Document is being issued.

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SECTION 6: PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER

PART – A

FORM NO PAS-4 PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER

[Pursuant to Section 42 and Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014]

6.1 General Information:

(a) **Name, address, website and other contact details of the Company, indicating both registered office and the corporate office:**

Issuer / Company:	Dvara Kshetriya Gramin Financial Services Private Limited (hereinafter referred to as the "**Issuer**" / "**Company**")
Registered Office:	10th Floor, Phase-1, A1, IIT Madras Research Park, Kanagam Village, Taramani, Chennai-600113, Tamil Nadu, India
Corporate Office:	10th Floor-E Block IIT-Madras Research Park Kanagam Village Taramani Chennai 600113
Telephone No.:	04466687000
Website:	www.dvarakgfs.com
Fax:	NA
Contact Person:	Ms Deepika Bhatt
Email:	deepika.bhatt@dvarakgfs.com

(b) **Date of Incorporation of the Company:**

04/03/1993

(c) **Business carried on by the Company and its subsidiaries with the details of branches or units, if any;**

(i) **The description of the Company's principal business activities are as under:**

Dvara KGFS was set up by Dvara Trust, a private trust set up with the mission "To ensure that every and every enterprise has complete access to financial services." Dvara KGFS works to achieve this goal by setting up a network of branches in remote rural areas that offer a range of financial products and services. Dvara KGFS currently operates in the states of Tamil Nadu, Odisha, Uttarakhand, Chhattisgarh, Karnataka, Jharkhand, Uttar Pradesh, Bihar, Punjab and Haryana serving individual customers and enterprises in remote rural areas. The organisation instils this mission into business by facilitating and originating financial products and services on behalf of financial institutions (NBFCs & Banks) through a unique branch-based business model called Kshetriya Gramin Financial Services (KGFS: KGFS translates to Regional Rural Financial Services). Dvara KGFS follows a customer-centric model and offers products and services through "Wealth Management." Dvara KGFS operates through a customer centric technology enabled model, whereby household information like-assets, liabilities, income, expense, households' financial goals are collected to generate a financial well-being report which is a tool to determine the suitability of a product opted by a customer.

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(ii) **Details of subsidiaries of the Company with the details of branches / units of the Company with address as on June 30, 2024, is as follows:**

Subsidiary details:

NIL

Details of branches is as follows:

The Company's corporate office and registered office is situated at 10th Floor-E Block IIT-Madras Research Park Kanagam Village Taramani Chennai 600113 and has 408 branches/Offices, the details of these are provided in **Annexure VI** of this Private Placement Offer Cum Application Letter

(d) **Brief particulars of the management of the Company:**

(i) **Details of the Board of Directors of the Company and their Profile:**

Details of Board of Directors		
Name	**Designation**	**Description / Profile**
MS BINDU ANANTH	Chair	Bindu is the Chair of Dvara Trust. Prior to this, Bindu worked in ICICI Bank's microfinance team between 2001 and 2005 and was head of the new product development team within their Rural Banking Group in 2007. Bindu has co-edited "Financial Engineering for Low-Income Households", a book published by SAGE. She has also published in the Economic and Political Weekly, OECD Trade Paper Series and the Small Enterprise Development Journal. She was a member of the RBI Committee on Comprehensive Financial Services for Low-Income Households and Small Businesses (2013). She was a member of the Government of India's High Level Committee on Women (2014-15). She is a member of the Taskforce of the Insolvency & Bankruptcy Board of India (2017) In 2017, Bindu was featured by Forbes as one of India's leading women leaders.
MR SAMIR SHAH	Vice Chair	Mr. Samir Shah served as MD & CEO of NCDEX Ltd. Earlier, Mr. Shah served as Chief Business Officer of Dubai Gold and Commodities Exchange. Mr. Shah has two decades of experience in building institutions and market infrastructure. Mr. Shah worked at global information company Thomson Reuters for 17 years. He began his career as an investment banker in Mumbai helping companies unlock value through public offerings and buy-out deals. He is an MBA in Finance, a Mechanical Engineer and has completed an Advanced Management Program from Wharton.
MS GOWRI THYAGARAJAN	Director	Gowri is Co-Founder of Creditmantri. CreditMantri helps borrowers and lenders make better credit decisions by leveraging data and technology.

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		19 years of working in Banking and financial services firms with extensive experience in running Digital businesses. Chairperson of the Reserve Bank of India Commitee on securing card transactions in India
MR PRANAV KUMAR	Director	Pranav is a member of LeapFrog's Asia team, sourcing, evaluating and managing investments across South and Southeast Asia. Pranav has more than ten years of experience in private equity investment, management consulting and development financing. Before joining LeapFrog, Pranav worked with the World Bank Group based in Singapore on strategy and design of investment funds and grants for SMEs and startups in Southeast Asia, MENA and Africa. Prior to that, Pranav was an Engagement Manager at McKinsey & Co. based in India where he led teams on strategy and business transformation projects for banks, insurance and NBFCs.
MR HEMANT RATNAKAR ADARKAR	Director	A professional with over 29 years of experience in system development, architecture, technology consulting, outsourcing and off-shoring primarily in banking and financial services across several countries across the globe. Contributed to mSign and OASIS technical committees. Large scale digital transformation expert in banking and exchanges. TOGAF Certified Enterprise Architect. He is the chief architect for the core banking solution for the largest co-operative bank in Asia. Member of system and technology committee of the National Commodity and Derivatives Exchange (NCDEX), National Securities Depository Limited (NSDL) and National eRepository Limited (NERL). He conceptualized a digital only bank within the Bank of Baroda group - India's third largest public sector bank – primarily for the unbanked – at the bottom of the pyramid. He has been an external examiner and a guest lecturer in IIT Bombay, IIM Bangalore, NMIMS and National Insurance Academy. He has been involved in implementation of UPI (India's payment platform) for India's top PSU bank to credit unions (cooperative banks and cooperative credit societies) that provide banking services to the poorest. He carried out the technical audit of government payment system for girls and women in Zambia – a project sponsored by the World Bank. He has also advised the Bangladesh ministry of finance on prospective financial infrastructure.

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		He also mentors start-ups in IoT, blockchain and Web 3.0 area. He serves as an independent director on boards of Godrej Finance Ltd and NCDEX.
MR THOMAS KLUNGSOEYR	Director	Ms Lone serves as an Investment Director. Lone oversees Abler Nordic's social performance activities and runs our Danish office. Prior to joining Abler Nordic, she was program- and project manager at Danske Bank, working with operational excellence, process optimization and lean leadership. Lone started her career at MYC4, where she was responsible for establishing partnerships with African microfinance institutions. Thereafter, she worked as a consultant for Fusion Investments – a British start-up investment firm, focused on East Africa. Concurrently, she fulfilled several assignments for Danish Forum for Microfinance and taught microfinance at Copenhagen University. Lone holds a Master's Degree in International Business from Copenhagen Business School.
MS ANISHA MOTWANI	Director	Ms. Anisha Motwani is currently an advisor with the World Bank on the prestigious 'Swachh Bharat Programme' , 'Adoption of Solar Rooftops' & 'National Mission for Clean Ganga. She also mentors the CEO and business at MAS Holdings India Pvt Ltd & Welspun India Ltd
MR RAMAN UBEROI	Director	Mr. Raman Uberoi is a Chartered Accountant by profession and has nearly three decades of experience of working in the financial services industry in India. He has extensive understanding of corporate India; industries, companies and managements and the risk architecture. He has worked on CRISIL, India's leading rating and research company for 24 years where he has looked at over 2000 large and mid- sized corporates and has strong relationships with most corporate houses, regulators and policy makers. He has extensive experience of running large teams and businesses and has established new businesses and also led strategy and acquisition practices. He served in various position in CRISIL like the COO and President and Head of the Ratings business. He has been part of various committee on debt and capital markets, infrastructure debt funds, etc. formed by various regulators and Government of India. He is currently actively involved in advising a few start-ups in their growth path and also continues to advise CRISIL in Government and regulatory areas. He has worked on multiple assignments with multilaterals in the areas of capital markets, SME sector and banking. He is also a member of the Advisory Board of the Structured Finance Group of Piramal Finance Limited.
MR JOHN HENRY FISCHER	Director	John Fischer, Accion's Chief Investment Officer, oversees all of Accion's investments into the products and services that benefit the world's three billion financially underserved. By making equity and quasi-equity investments in inclusive fintech startups, microfinance institutions, and other financial service providers, Accion creates well-run, mission driven, and efficient organizations that achieve

		scale, impact, and returns. As part of his role, John serves on the boards of directors for numerous Accion partners. John joined Accion in August 2000 as an investment professional working with the Accion Latin American Bridge Fund, a loan guarantee fund for microfinance institutions in Latin America and the Caribbean and the Accion Gateway Fund, an equity investment fund for microfinance institutions worldwide. In 2002, he helped develop a $20 million private equity fund for microfinance institutions worldwide, Accion Investments in Microfinance, SPC, and in 2007, John led the successful $30 million capital raise for Accion Investments, incorporating new private investors to the fund. In these roles, John has served on the boards of directors and key committees of leading microfinance institutions worldwide such as Mibanco Banco de la Microempresa (Peru), Banco Solidario (Ecuador), Banco Popular Covelo (Honduras), Sociedad de Ahorro y Credito Integral (El Salvador), Akiba Commercial Bank (Tanzania), Pan-African Savings and Loans (Ghana), and Accion Microfinance Bank (Nigeria). He led successful purchases and recapitalizations of Banco Popular Covelo (Honduras) and Akiba Commercial Bank (Tanzania). He has direct responsibility for Accion Global Investments and the Accion Frontier Investments portfolio, managed by Quona Capital, and sits on the Investment Committees of Accion Venture Lab and the Accion Frontier Inclusion Fund. John has been trained in Accion's CAMEL diagnostic tool, used to evaluate and rate microfinance institutions worldwide. John holds a B.A. from Haverford College and master's of business administration and international relations from Boston University.
MR LVLN MURTY	Director	Murty has diverse experience of over 24 years spanning across the domains of Sales, Channel Distribution, Operations, Strategy, Micro-finance, Financial Inclusion, Remittances, Customer Protection and Capacity Building for remote rural markets.

(ii) **Details of Key Management Personnel of the Company and their Profile:**

Management Details		
Name	**Designation**	**Description**
MR LVLN MURTY	Managing Director & CEO	Murty has diverse experience of over 24 years spanning across the domains of Sales, Channel Distribution, Operations, Strategy, Micro-finance, Financial Inclusion, Remittances, Customer Protection and Capacity Building for remote rural markets.
MS SHILPA BHATTER	CFO	Shilpa is a very passionate finance professional having over 17 years of experience in the Banking and Financial Services industry. A Chartered Accountant by profession, Shilpa has thorough domain expertise and takes keen interest in developing liaison with financial institutions and investment banks for sourcing of funds (including private equity and IPO) and building business partnerships, development of financial strategy and providing decision support,

		budgeting, statutory reporting and management accounting, rationalization of financial processes and procedures, handling business support functions, business controls and financial risk management, financial restructuring and statutory compliance. In her over 15 years of a very successful stint with the Religare Group, Shilpa excelled in managing the treasury of Broking Companies, NBFC and HFC within the group. Her last held position was Executive Vice President, Treasury, Religare Finvest Limited.
MS DEEPIKA BHATT	CS	Deepika is a qualified Company Secretary and Law Graduate with an impressive ten years of experience in the field of secretarial, compliance, and legal functions. She holds a Law Degree from Chaudhary Charan Singh University and a Master's Degree in Commerce from Kumaun University, Nainital. Her diverse experience spans across the manufacturing, service, finance and skill development sectors. Deepika has a good understanding of RBI, SEBI, RoC, and other regulatory compliances. Her most recent positions include Company Secretary and Legal Head at Saija Finance Private Limited, BASIX Group and Franco Leone Limited. As a professional, Deepika is dedicated to providing stakeholders with superior service and compliance guidance.

(e) **Name, addresses, DIN and occupations of the directors**:

S. No.	Name of the Director	Occupation	DIN No	Address
1.	Bindu Ananth	Service	02456029	9-C, Dover Court, Srikandath Road Opposite Saraf Hospital Kochi M.G. Road Ernakulam 682016
2.	Samir Shah	Service	00912693	901 Satguru Sanskar Co Operative Housing Society Limited, No 19 TPS IV 3rd Road, Off Turner Road, Bandra West, Mumbai
3.	Gowri Thyagarajan	Professional	07029599	No. 28/1 Musuri Subramaniam Road, Mylapore - Chennai - 600004
4.	Pranav Kumar	Service	07896173	50, Bayshore Road, #17-05 Bayshore Park, Singapore - 469977
5.	Hemant Ratnakar Adarkar	Professional	03127893	B-11, Plot No 204, Seema Apartments CHS LTD, Bullock Road, Near

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S. No.	Name of the Director	Occupation	DIN No	Address
				Bandstand, Mumbai – 400050
6.	Lone Søndergaard	Service	10711271	Nybro Vanege, Lyngby 2800
7.	Anisha Motwani	Professional	06943493	House No. 24, Block No. 8; South Patel Nagar New Delhi - 110008
8.	Raman Uberoi	Professional	03407353	C 32 Kalindi Colony New Delhi 110065
9.	John Henry Fischer	Service	07908218	1901B, Adonia Building, Hiranandani Gardens'Powai, Mumbai, Maharashtra – 400076
10.	LVLN Murty	Service	09618861	319 Block A, SMR Cascades Jagdish Nagar, G M Palya, New Thippasandra Bangalore - 560075 Karnataka INDIA

6.2 MANAGEMENT PERCEPTION OF RISK FACTORS:

Please refer to Section 3 of General Information Document.

6.3 RISKS RELATED TO THE BUSINESS OF THE ISSUER

Please refer to Section 9 of this Key Information Document.

6.4 Details of defaults, if any, including the amounts involved, duration of default, and present status, in repayment of:

(i) Statutory Dues: NIL
(ii) Debentures and interest thereon: NIL
(iii) Deposits and interest thereon: NIL
(iv) Loan from any bank or financial institution and interest thereon: NIL

6.5 Name, designation, address and phone number, email ID of the nodal / compliance officer of the Company, if any, for the private placement offer process:

Name: Deepika Bhatt
Designation: Company Secretary

Address: IIT M Research Park, 10th Floor-Phase 1, Kanagam Village, Taramani, Chennai 600113 Tamil Nadu, India
Phone No.: 04466687000
Email: deepika.bhatt@dvarakgfs.com

6.6 Any default in annual filing of the Company under the Companies Act, 2013 or the rules made thereunder:

NIL

6.7 Registrar of the Issue

Please refer to paragraph III of Part A of this Key Information Document.

6.8 Valuation Agency

NA

6.9 Details of Auditors of the Company:

Please refer to paragraph III of Part A of this Key Information Document.

6.10 Particulars of the Offer:

Financial position of the Company for the last 3 (three) financial years	Please refer to **Annexure I** of this Key Information Document.
Date of passing of Board Resolution	Board resolution passed under section 179 of the Companies Act, 2013 dated May 24, 2023 read with the resolution passed by the Debenture Committee of the Board of Directors dated September 19, 2024.
Date of passing of resolution in general meeting, authorizing the offer of securities	Shareholders' resolution passed in the Extra Ordinary General Meeting of the Company under Section 180(i)(a) and Section 180(1)(c) of the Companies Act, 2013 dated March 12, 2021.
Kind of securities offered (i.e. whether share or debenture) and class of security; the total number of shares or other securities to be issued	Up to 50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) on a private placement basis (the "**Issue**").
Price at which the security is being offered, including premium if any, along with justification of the price	The Debentures are being offered at face value of INR 10,000/- (Indian Rupees Ten Thousand Only) per Debenture.
Name and address of the valuer who performed valuation of the security offered, and basis	Not Applicable as the Debentures are being offered at face value of INR 10,000/- (Indian Rupees Ten Thousand Only) per Debenture.

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on which the price has been arrived at along with report of the registered valuer	
Relevant date with reference to which the price has been arrived at **[Relevant Date means a date at least 30 days prior to the date on which the general meeting of the Company is scheduled to be held]**	Not Applicable
The class or classes of persons to whom the allotment is proposed to be made	The following categories of investors, when specifically approached and have been identified upfront, are eligible to apply for this private placement of Debentures subject to fulfilling their respective investment norms/rules and compliance with laws applicable to them by submitting all the relevant documents along with the Application Form ("**Eligible Investors**"): (a) Mutual Funds (b) NBFCs (c) Provident Funds and Pension Funds (d) Corporates (e) Banks (f) Foreign Institutional Investors (FIIs) (g) Qualified Foreign Investors (QFIs) (h) Foreign Portfolio Investors (FPIs) (i) Insurance Companies (j) Any other person (not being an individual or a group of individuals) eligible to invest in the Debentures. All potential investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this issue of Debentures. **Note:** Participation by potential investors in the Issue may be subject to statutory and/or regulatory requirements applicable to them in connection with subscription to Indian securities by such categories of persons or entities. Applicants are advised to ensure that they comply with all regulatory requirements applicable to them, including exchange controls and other requirements. Applicants ought to seek independent legal and regulatory advice in relation to the laws applicable to them.
Intention of promoters, directors or key managerial personnel to subscribe to the offer (applicable in case they intend to subscribe to the offer)	N.A

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<table>
<tr><td>The proposed time within which the allotment shall be completed</td><td>Issue Opening Date: September 26, 2024;
Issue Closing Date: September 26, 2024;
Pay-in Date: September 27, 2024; and
Deemed Date of Allotment: September 27, 2024</td></tr>
<tr><td>The names of the proposed allottees and the percentage of post private placement capital that may be held by them</td><td>Not applicable.</td></tr>
<tr><td>The change in control, if any, in the company that would occur consequent to the private placement</td><td>No change in control would occur consequent to this private placement.</td></tr>
<tr><td>The number of persons to whom allotment on preferential basis / private placement / rights issue has already been made during the year, in terms of securities as well as price</td><td>
<table>
<tr><th>Name of the Allottee</th><th>Price per security (in INR)</th><th>Subscription Consideration</th><th>Type of security</th><th>No. of securities</th><th>Nature of Allotment</th></tr>
<tr><td>Vivriti Capital Limited</td><td>100,000</td><td>200,000,000</td><td>NCD</td><td>2,000</td><td>Private Placement</td></tr>
<tr><td>Creations</td><td>100,000</td><td>220,000,000</td><td>NCD</td><td>2200</td><td>Private Placement</td></tr>
<tr><td>Sulogna Bhattacharya</td><td>100,000</td><td>2000000.00</td><td>NCD</td><td>20</td><td>Private Placement</td></tr>
<tr><td>Rajeev Agarwal</td><td>100,000</td><td>3000000.00</td><td>NCD</td><td>50</td><td>Private Placement</td></tr>
<tr><td>Palak Agarwal</td><td>100,000</td><td>1000000.00</td><td>NCD</td><td>10</td><td>Private Placement</td></tr>
<tr><td>Aarthi Dhanasekharan</td><td>100,000</td><td>2000000.00</td><td>NCD</td><td>20</td><td>Private Placement</td></tr>
<tr><td>Aditya Dhanasekharan</td><td>100,000</td><td>2300000.00</td><td>NCD</td><td>25</td><td>Private Placement</td></tr>
<tr><td>Gayathri Ambika Dhanasekaran</td><td>100,000</td><td>2000000.00</td><td>NCD</td><td>20</td><td>Private Placement</td></tr>
<tr><td>Abhishek Krishna</td><td>100,000</td><td>10000000.00</td><td>NCD</td><td>100</td><td>Private Placement</td></tr>
<tr><td>L S Prabhavathi</td><td>100,000</td><td>1000000.00</td><td>NCD</td><td>10</td><td>Private Placement</td></tr>
<tr><td>Srinivasu Chittapragada</td><td>100,000</td><td>1000000.00</td><td>NCD</td><td>10</td><td>Private Placement</td></tr>
</table>
</td></tr>
<tr><td>The justification for the allotment proposed to be made for consideration other than cash together with valuation report of the registered valuer</td><td>Not Applicable</td></tr>
</table>

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<table>
<tr><td>Amount, which the Company intends to raise by way of proposed offer of securities</td><td>Up to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only)</td></tr>
<tr><td>Terms of raising of securities:</td><td><table>
<tr><td>Duration, if applicable:</td><td>27 (Twenty Seven) months from the Deemed Date of Allotment.</td></tr>
<tr><td>Rate of Interest or Coupon:</td><td>11% (Eleven Percent) per annum payable monthly from the Deemed Date of Allotment</td></tr>
<tr><td>Mode of Payment</td><td>cheque(s)/ demand draft/ electronic clearing services (ECS)/credit through RTGS system/funds transfer</td></tr>
<tr><td>Mode of Repayment</td><td>cheque(s)/ demand draft/ electronic clearing services (ECS)/credit through RTGS system/funds transfer</td></tr>
</table></td></tr>
<tr><td>Proposed time schedule for which the Issue/Offer Letter is valid</td><td>September 26, 2024</td></tr>
<tr><td>Purpose and objects of the Issue/Offer</td><td>The proceeds of the issuance of Debentures will be utilized by the Issuer for onward lending purposes only.</td></tr>
<tr><td>Contribution being made by the promoters or directors either as part of the offer or separately in furtherance of such objects</td><td>N.A.</td></tr>
<tr><td>Principal terms of assets charged as security, if applicable</td><td>The amounts outstanding under the Debentures shall be secured by the following that fulfil the eligibility criteria set out here below under the heading 'Eligibility Criteria' ("Hypothecated Assets") with the prescribed Security Cover (as defined below) on or prior to the Deemed Date of Allotment.
First ranking exclusive charge by way of hypothecation over certain identified receivables (“Hypothecated Assets”), originated by the Issuer, value of which shall not be less than the Security Cover (mentioned below).
A general lien and set-off right on all assets of the Issuer on a first ranking pari passu basis, whereby the Debenture Trustee will be entitled to recover its Outstanding Amounts from the sale of any existing and future assets of the Issuer at any point in time during the Tenor of the Debentures on an Event of Default
The Issuer shall not, under any circumstance, transfer, sell, assign or create any encumbrances over the Hypothecated Assets in favour of any third party without the prior written consent of the Debenture Trustee. Without prejudice to the foregoing, any sale, transfer or assignment of the Hypothecated Assets by the Issuer by way of an assignment or securitization transaction or otherwise shall be subject to the prior written consent of the Debenture Trustee.
Additional security
A demand promissory note and a letter of continuity.
2 Undated cheques covering the entire Debenture Amount
</td></tr>
</table>

	• 2 Undated cheques covering for the maximum EPI amount • NACH Mandate **Date of creation of security/likely date of creation of security:** The security over the Hypothecated Assets will be created upfront on the date of execution of the Hypothecation Agreement and perfected within the timelines prescribed under Applicable Laws. **Replacement of security:** The Issuer shall replace the receivables which do not meet the Eligibility Criteria with such Loans which meet the Eligibility Criteria on or before the 20th of any calendar month. In case of any repugnancy between the provisions of the clause herein for the creation of hypothecation and the terms provided in the Deed of Hypothecation for the creation of charge over the Hypothecated Assets, the terms of the Deed of Hypothecation shall prevail. **Revaluation of security:** The Debenture Trustee can do a valuation of the Hypothecated Assets and re-value the Hypothecated Assets, as and when it deems fit, if in its opinion the Security Cover is falling or is low and all costs for such valuation shall be borne by the Issuer. **Purchase/Securitization of Hypothecated Assets:** In case of an Event of Default, the Debenture Trustee shall have the option to buy the Hypothecated Assets or cause the Hypothecated Assets to be securitized (in whole or in part) and sold to a Special Purpose Vehicle ("**SPV**") at a future date at a purchase price mutually agreed upon by the Issuer and the Debenture Trustee based on prevailing market rates ("**Purchase Price**"). Any difference between the Outstanding Amount due under the Facility and the Purchase Price shall be repaid forthwith by the Issuer to the Debenture Trustee, at the option of the Debenture Trustee. The portion of the Hypothecated Assets that is securitised shall be selected by the Debenture Trustee based on the Debenture Trustee's due diligence and agreed Eligibility Criteria. **Interest to the Debenture Holder over and above the Coupon rate:** The Issuer's failure to create and perfect security over the Hypothecated Assets within the timeline stipulated under the Transaction Documents shall attract a 2% p.a. additional interest over the Coupon. **<u>Eligibility Criteria</u>** • The hypothecated Loans must have been originated while complying with all the extant 'know your customer' norms specified by the RBI; • The hypothecated Loans must be current/existing and not overdue at the time of inclusion in the Hypothecated Assets and should not have been terminated or prepaid; • The Loans constituting the Hypothecated Assets shall be unencumbered and not sold or assigned by the Issuer and no security interest of any kind shall

	exist over them except in accordance with the Transaction Documents; • The hypothecated Loans must not have been restructured or rescheduled; • Each Loan constituting the Hypothecated Assets should have been fully disbursed. • Loans constituting the Hypothecated Assets must be loans directly originated by the Issuer and not loans purchased from a third party. • Loans constituting the Hypothecated Assets shall have maximum ticket size of INR 1,00,000/- (Indian Rupees One Lakh). • Loans constituting the Hypothecated Assets at the time of inclusion in the initial hypothecated assets shall not be provided to individuals who have had a current overdue in any of the existing loans in bureau including Issuer loan. • Loans constituting the Hypothecated Assets must be a Loan not having any principal, interest, additional interest, fee or any other over dues of any kind for more than 0 (zero) days past due in the books of the Issuer at the time of inclusion in the Hypothecated Assets and is in accordance with guidelines prescribed by the RBI and which has not been restructured or under moratorium. • The Issuer shall replace all such assets constituting the Hypothecated Assets that are not qualifying as a DPD<=30 with Performing Loans that meet the Eligibility Criteria. • Portfolio Origination Period shall be 60 Days from the date of Disbursement. • Receivables from related parties shall not be included in Hypothecated Assets. **Minimum security cover:** The value of the Hypothecated Assets charged as Security in favour of the Debenture Trustee is maintained at least 1.1x (one point one zero times) of redemption amount and Outstanding Amount from the Deemed Date of Allotment and shall be maintained at all times thereafter until the redemption of the Debentures and payment of the Secured Obligations ("**Security Cover**") till the Final Redemption Date, (on the terms and conditions mentioned under the Transaction Documents) in accordance with Applicable Law and the Transaction Documents. The terms and process of creation of hypothecation shall be provided at length under the Deed of Hypothecation. If the Security in respect of Debentures falls below the Security Cover as specified in this Deed on any account, the Issuer shall within 20 (twenty) calendar days of such occurrence, hypothecate further assets or such additional Security as may be acceptable to the Debenture Trustee to maintain the Security Cover in the manner set out in the Deed of Hypothecation. **Security Cover Computation:** Security Cover shall be met only with Loans that does not have any principal, interest, additional interest, fee or any other expected payments overdue ("**Performing Loans**") and for this purpose the Issuer shall with written intimation to the Debenture Trustee replace any Loan constituting the Hypothecated Assets that has one or more instalments of principal, interest, additional interest, fee or any other expected payments which is overdue for more

	than 30 (Thirty) days with Performing Loans that meets the Eligibility Criteria. Such replacement shall be done on or before the 20th of any calendar month. **Calculation of Security Cover:** • NIL overdue book debts - 1x (1 time) or 100% of total book debts cover amount. • 1 to 30 Days Book Debts - Balance Amount of total book debts cover amount i.e .1x or .10% of the total book debts cover amount.
The details of significant and material orders passed by the Regulators, Courts and Tribunals impacting the going concern status of the Company and its future operations	NIL

The pre-issue and post-issue shareholding pattern of the Company in the following format (As on June 30,, 2024) :

Category Code	Category of Shareholder	Pre-Issue		Post-Issue	
		No. of Shares held	% of Total Holding	No. of Shares held	% of Total Holding
A	Promoter's Holding:				
1	Indian:				
	Individual	-	-	-	-
	Bodies Corporate	36,57,833	31.35	36,57,833	31.33
	Sub Total	36,57,833	31.35	36,57,833	31.34
2	Foreign Promoters	-	-	-	-
	Sub Total (A)	**36,57,833**	**31.35**	**36,57,833**	**31.34**
B	Non-Promoter's Holding:				
1	Institutional Investors	6,56,874	5.63	6,56,874	5.63
2	Non-Institution:				
	Individuals				
	Private Corporate Bodies (including nominee shareholding)	73,30,332	62.83	73,33,694	62.85
	Directors and Relatives	-	-	-	-
	Indian Public	-	-	-	-
	Venture Capital	-	-	-	-
	Others	21,438	0.18	21,438	0.18
	Others: Alternative Investment Fund	-	-	-	-
	1) Foreign individuals	-	-	-	-
	2) Foreign Body Corporate	-	-	-	-
	3) Co-operative Society	-	-	-	-

		Sub Total (B)	**80,08,644**	**68.65**	**80,12,006**	**68.66**
		GRAND TOTAL (A+B)	**1,16,66,477**	**100.0**	**1,16,69,839**	**100.0**

6.11 Mode of payment for subscription (Cheque/ Demand Draft/ other banking channels): Other banking channels – RTGS/NEFT.

6.12 Disclosure with regard to interest of directors, litigation, etc:

Any financial or other material interest of the directors, promoters or key managerial personnel in the offer/ Issue and the effect of such interest in so far as it is different from the interests of other persons	NIL
Details of any litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any promoter of the Company during the last 3 (three) years immediately preceding the year of the issue of this Offer Letter and any direction issued by such Ministry or Department or statutory authority upon conclusion of such litigation or legal action shall be disclosed	Please refer to **Annexure XII** of this Key Information Document.
Remuneration of directors (during the current year and last 3 (three) financial years)	Please refer to **Annexure XIII** of this Key Information Document.
Related party transactions entered during the last 3 (three) financial years immediately preceding the year of issue of this Offer Letter including with regard to loans made or, guarantees given or securities provided	Kindly refer to **Annexure XI** (*Related Party Transactions*) of the Key Information Document.

Summary of reservations or qualifications or adverse remarks of auditors in the last 5 (five) financial years immediately preceding the year of issue of this Offer Letter and of their impact on the financial statements and financial position of the Company and the corrective steps taken and proposed to be taken by the Company for each of the said reservations or qualifications or adverse remark	NIL
Details of any inquiry, inspections or investigations initiated or conducted under the Companies Act or any previous company law in the last 3 (three) years immediately preceding the year of circulation of the Offer Letter in the case of the Company and all of its subsidiaries. Also if there were any were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last 3 (three) years immediately preceding the year of this Offer Letter and if so, section-wise details thereof for the Company and all of its subsidiaries	NIL
Details of acts of material frauds committed against the Company in the last 3 (three) years, if any, and if so, the action taken by the company	NIL

6.13 Financial Position of the Company:

The capital structure of the company in the following manner in a tabular form:

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<table>
<tr><td>The authorized, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value)</td><td>
<table>
<tr><th>Share Capital</th><th>No of Securities</th><th>Amount (in INR)</th></tr>
<tr><td>Authorised</td><td></td><td></td></tr>
<tr><td>Ordinary shares</td><td>1,19,00,000</td><td>119,00,00,000</td></tr>
<tr><td>Preference shares</td><td>40,00,000</td><td>40,00,00,000</td></tr>
<tr><td>TOTAL</td><td>159,00,000</td><td>159,00,00,000</td></tr>
<tr><td>Issued Share Capital</td><td></td><td></td></tr>
<tr><td>Ordinary Shares</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
<tr><td>Preference Shares</td><td>Nil</td><td>Nil</td></tr>
<tr><td>TOTAL</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
<tr><td>Subscribed Share Capital</td><td></td><td></td></tr>
<tr><td>Ordinary Shares</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
<tr><td>Preference Shares</td><td>Nil</td><td>Nil</td></tr>
<tr><td>TOTAL</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
<tr><td>Paid up Share Capital</td><td></td><td></td></tr>
<tr><td>Ordinary</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
<tr><td>Preference</td><td>Nil</td><td>Nil</td></tr>
<tr><td>TOTAL</td><td>1,16,66,477</td><td>1,16,66,47,700</td></tr>
</table>
</td></tr>
<tr><td>Size of the Present Offer</td><td>Up to INR 24,50,00,000/- (Rupees Twenty Four Crores and Fifty Lakhs only).</td></tr>
<tr><td>Paid-up Capital:

a. After the offer:

b. After the conversion of Convertible Instruments (if applicable)</td><td>Equity Share Capital: INR 100/-
Preference Share Capital: INR 100/-

INR 1,16,66,47,700/- (Rupees One Hundred and Sixteen Crore Sixty Six Lakh Forty Seven Thousand Seven Hundred Only)

Not Applicable</td></tr>
<tr><td>Share Premium Account:

a. Before the offer:

b. After the offer:</td><td>
INR 383.10 cr/-

INR 383.10 cr /-</td></tr>
<tr><td colspan="2">Details of the existing share capital of the Issuer including details of allotments made by the Company in the last one year prior to the date of this Offer Letter for consideration other than cash and details of the consideration in each case:</td></tr>
</table>

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Date of Allotment	Name of Investor	No of Equity Shares allotted	Face Value (in Rs.)	Price of allotment (including premium) (in Rs.)	Consideration	Form Consideration
March 21, 2019	Dvara Holdings– Trustee of Dvara Trust	32,33,833	100	100	Nil	Cash
March 21, 2019	Accion-Africa Asia Investment Company	23,64,896	100	100	Nil	Cash
March 21, 2019	Leapfrog Financial Inclusion India (II) Limited	16,67,306	100	100	Nil	Cash
April 22, 2019	Dvara Holdings– Trustee of Dvara Trust	2,62,750	100	380.59	10,00,00,023	Cash
April 22, 2019	Stakeboat Capital Fund - I	100	100	380.59	38,059	Cash
September 30, 2019	Nordic Microfinance Initiative Fud IV KS	100	100	380.59	20,00,00,000	Cash
October 23, 2019	Leapfrog Financial Inclusion India (II) Limited	5,25,499	100	380.59	24,99,61,617	Cash
October 23, 2019	Stakeboat Capital Fund - I	6,56,774	100	380.59	12,00,00,000	Cash
March 21, 2020	Leapfrog Financial Inclusion India (II) Limited	3,15,300	100	380.59	38,059	Cash
March 27, 2020	Nordic Microfinance Initiative Fud IV KS	18,39,148	100	380.59	69,99,61,337	Cash

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December 22, 2020	Dvara KGFS Trust	21,438	100	380.59	81,59,089	Cash
September 19, 2022	Accion-Africa Asia Investment Company	2,93,479	100	460	13,50,00,000	Cash
September 19, 2022	Nordic Microfinance Initiative Fud IV KS	2,17,392	100	460	10,00,00,000	Cash
March 16, 2023	Dvara Holdings	1,41,305	100	460	6,50,00,300	Cash
April 13, 2024	Accion-Africa Asia Investment Company	61,686	100	NA	NA	Other than Cash
April 13, 2024	Nordic Microfinance Initiative Fud IV KS	45,526	100	NA	NA	Other than Cash
April 13, 2024	Dvara Holdings	19,945	100	NA	NA	Other than Cash
TOTAL		**1,16,66,477**				

The number and price at which each of the allotments made by the Company in the last one year prior to the date of this Offer Letter for consideration other than cash and details of the consideration in each case.	Please refer to **Annexure XIV** of this Key Information Document.
Profits of the Company, before and after making provision for tax, for the 3 (three) financial years immediately preceding the date of circulation of this Offer Letter	

FY	**Profits before tax (in INR Cr)**	**Profits after tax (in INR Cr)**
FY 2023-24	70.06	47.53
2022 – 2023	20.85	14.36
2021 – 2022	1.70	0.57

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Dividends declared by the Company in respect of the said 3 (three) financial years; interest coverage ratio for last three years (cash profit after tax plus interest paid/interest paid)	N.A.
A summary of the financial position of the Company as in the 3 (three) audited balance sheets immediately preceding the date of circulation of this Offer Letter	Please refer to **Annexure I** of this Key Information Document.
Audited Cash Flow Statement for the 3 (three) years immediately preceding the date of circulation of this Offer Letter	Please refer to **Annexure I** of this Key Information Document.
Any change in accounting policies during the last 3 (three) years and their effect on the profits and the reserves of the Company	There have been no changes made in the accounting policy in last 3 years. The financial statements of the Issuer include all the relevant disclosures and reconciliation to explain the movement from IGAAP to Ind AS.

6.14 PART B (To be filed by the Applicant)

(i) Name:
(ii) Director name:
(iii) Complete Address including Flat / House Number, Street, Locality, Pin Code:
(iv) Phone number; if any:
(v) Email ID, if any:
(vi) PAN Number:; and
(vii) Bank Account details:

Bank Name	India
SWIFT Code	
IFSC Code	
Address:	, Fort, Mumbai- 400001
Account in Corresponding Bank	

(viii) **Tick whichever is applicable:-**

(a) The applicant is not required to obtain Government approval under the Foreign Exchange Management (Non-debt Instruments) Rules, 2019 prior to subscription of shares.- Yes

(b) The applicant is required to obtain Government approval under the Foreign Exchange Management (Non-debt Instruments) Rules, 2019 prior to subscription of shares and the same

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has been obtained and is enclosed herewith.- Not required

_____
Signature

_____
Initial of the Officer of the Company designated to keep the record

Attachments;-

Copy of Board Resolution – Please refer to **Annexure VIII**

Copy of Shareholders'' Resolution – Please refer to **Annexure IX**

Terms of the Issue – Please refer to **Section 6.10** (*Particulars of the offer*) of this Key Information Document.

Cashflow Statement – Please refer to **Annexure III**

Application Form - Please refer to **Annexure II**

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SECTION 7: OTHER INFORMATION AND APPLICATION PROCESS

The Debentures being offered as part of the Issue are subject to the provisions of the Act, the Memorandum and Articles of Association of the Issuer, the terms of the Disclosure Document(s), Application Form and other terms and conditions as may be incorporated in the Transaction Documents.

7.1 Mode of Transfer/Transmission of Debentures

The Debentures shall be transferable freely; however, it is clarified that no Investor shall be entitled to transfer the Debentures to a person who is not entitled to subscribe to the Debentures. The Debenture(s) shall be transferred and/or transmitted in accordance with the applicable provisions of the Act and other applicable laws. The Debentures held in dematerialized form shall be transferred subject to and in accordance with the rules/procedures as prescribed by NSDL and CDSL and the relevant DPs of the transferor or transferee and any other applicable laws and rules notified in respect thereof. The transferee(s) should ensure that the transfer formalities are completed prior to the Record Date. In the absence of the same, amounts due will be paid/redemption will be made to the person, whose name appears in the Register of Debenture Holders maintained by the R&T Agent as on the Record Date, under all circumstances. In cases where the transfer formalities have not been completed by the transferor, claims, if any, by the transferees would need to be settled with the transferor(s) and not with the Issuer. The normal procedure followed for transfer of securities held in dematerialized form shall be followed for transfer of these Debentures held in dematerialized form. The seller should give delivery instructions containing details of the buyer's DP account to his DP.

7.2 Debentures held in Dematerialised Form

The Debentures shall be held in dematerialised form and no action is required on the part of the Debenture Holder(s) for redemption purposes and the redemption proceeds will be paid by electronic clearing services (ECS), real time gross settlement (RTGS), direct credit or national electronic fund transfer (NEFT) to those Debenture Holder(s) whose names appear on the list of beneficiaries provided by the R&T Agent to the Company. The names would be as per the R&T Agent' records on the relevant Record Date fixed for the purpose of redemption. All such Debentures will be simultaneously redeemed through appropriate debit corporate action.

The list of beneficiaries as of the relevant Record Date setting out the relevant beneficiaries' name and account number, address, bank details and DP's identification number will be given by the R&T Agent to the Issuer. If permitted, the Issuer may transfer payments required to be made in any relation by EFT/RTGS to the bank account of the Debenture Holder(s) for redemption payments.

7.3 Debenture Trustee for the Debenture Holder(s)

The Issuer has appointed Catalyst Trusteeship Limited to act as trustee for the Debenture Holder(s). The Issuer and the Debenture Trustee intends to enter into the Debenture Trustee Agreement and the Debenture Trust Deed *inter alia*, specifying the powers, authorities and obligations of the Debenture Trustee and the Issuer. The Debenture Holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Debenture Trustee or any of its agents or authorized officials to do all such acts, deeds, matters and things in respect of or relating to the Debentures as the Debenture Trustee may in its absolute discretion deem necessary or require to be done in the interest of the Debenture Holder(s). Any payment made by the Issuer to the Debenture Trustee on behalf of the Debenture Holder(s) shall discharge the Issuer *pro tanto* to the Debenture Holder(s). The Debenture Trustee will protect the interest of the Debenture Holder(s) in regard to the repayment of principal and yield thereon and they will take necessary action, subject to and in accordance with the Debenture Trustee Agreement and the Debenture

Trust Deed, at the cost of the Issuer. No Debenture Holder shall be entitled to proceed directly against the Issuer unless the Debenture Trustee, having become so bound to proceed, fails to do so. The Debenture Trustee Agreement and the Debenture Trust Deed shall more specifically set out the rights and remedies of the Debenture Holder(s) and the manner of enforcement thereof.

7.4 Sharing of Information

The Issuer may, at its option, but subject to applicable laws, use on its own, as well as exchange, share or part with any financial or other information about the Debenture Holder(s) available with the Issuer, with its subsidiaries and affiliates and other banks, financial institutions, credit bureaus, agencies, statutory bodies, as may be required and neither the Issuer nor its subsidiaries and affiliates nor their agents shall be liable for use of the aforesaid information.

7.5 Debenture Holder not a Shareholder

The Debenture Holder(s) shall not be entitled to any right and privileges of shareholders other than those available to them under the Act. The Debentures shall not confer upon the Debenture Holders the right to receive notice(s) or to attend and to vote at any general meeting(s) of the shareholders of the Issuer.

7.6 Modification of Debentures

The Debenture Trustee and the Issuer will agree to make any modifications in the Disclosure Document which, in the opinion of the Debenture Trustee, is of a formal, minor or technical nature or is to correct a manifest error.

Any other change or modification to the terms of the Debentures shall require approval by the Majority Debenture Holders.

For the avoidance of doubt, the following matters require the consent of Majority Debenture Holders, either by providing their express consent in writing or by way of a resolution at a duly convened meeting of the Debenture Holders as set out below:

(a) Creating of any additional security; and
(b) Amendment to the terms and conditions of the Debentures or the Transaction Documents.

7.7 Right to accept or reject Applications

The Board of Directors/Committee of Directors reserves its full, unqualified and absolute right to accept or reject any application for subscription to the Debentures, in part or in full, without assigning any reason thereof.

7.8 Notices

Any notice may be served by the Issuer/ Debenture Trustee upon the Debenture Holders through registered post, recognized overnight courier service, hand delivery or by facsimile transmission addressed to such Debenture Holder at its/his registered address, e-mail or facsimile number.

All notice(s) to be given by the Debenture Holder(s) to the Issuer/ Debenture Trustee shall be sent by registered post, recognized overnight courier service, hand delivery or email or by facsimile transmission to the Issuer or to such persons at such address/ facsimile number as may be notified by the Issuer from time to time through suitable communication. All correspondence regarding the Debentures should be marked “Private Placement of Debentures”.

Notice(s) shall be deemed to be effective (a) in the case of registered mail, 5 (Five) Business Days after posting via certified or registered mail, return receipt requested; (b) 1 (One) Business Day after delivery by recognized overnight courier service, if sent for next Business day delivery (c) in the case of facsimile at the time when dispatched with a report confirming proper transmission; (d) in the case of personal delivery, at the time of delivery or (e) or in case of e-mail at the time of the sending thereof (provided no delivery failure notification is received by the sender within 24 hours of sending such email).

7.9 Issue Procedure

Only Eligible Investors as given hereunder may apply for the Debentures by completing the Application Form in the prescribed format in block letters in English as per the instructions contained therein. The minimum number of Debentures that can be applied for and the multiples thereof shall be set out in the Application Form. No application can be made for a fraction of a Debenture. Application Forms should be duly completed in all respects and applications not completed in the said manner are liable to be rejected. The name of the applicant's bank, type of account and account number must be duly completed by the applicant. This is required for the applicant's own safety and these details will be printed on the refund orders and /or redemptions warrants.

The subscription to Debentures shall be made by the Eligible Investors through the electronic book mechanism as prescribed by SEBI under the EBP Guidelines by placing bids on the EBP Platform during the Issue period. In case the Eligible Investors are not registered on the EBP Platform, they will have to register themselves as investor on the said platform (as a one-time exercise) and also complete the mandatory KYC verification process. The Eligible Investors should also refer to the operational guidelines of the EBP in this respect. The disclosures required pursuant to the EBP Guidelines are set out hereinbelow:

Details of size of the Issue including green shoe option, if any	Up to 50,000 (Fifty Thousand) senior, secured, listed, rated, taxable, transferable, redeemable, non-convertible debentures each having a face value of INR 10,000/- (Indian Rupees Ten Thousand Only) and of the aggregate face value of INR 50,00,00,000/- (Indian Rupees Fifty Crores Only)
Anchor Portion Details	No
Interest rate parameter	Fixed Coupon
Bid opening and closing date	Bid opening date: September 26, 2024; and Bid closing date: September 26, 2024
Minimum Bid lot	1,000 (One Thousand) Debentures of aggregate face value INR 1,00,00,000/- (Indian Rupees One Crores Only) each and in multiples of 1 (one) Debenture thereafter.
Manner of bidding in the Issue	Closed Bidding
Manner of allotment in the Issue	The allotment will be done on Uniform Yield basis in accordance with EBP Guidelines.
Manner of settlement in the Issue	Pay-in of funds through ICCL.
Settlement cycle	T+1 i.e. September 27, 2024, where T refers to the date of bid opening date / issue opening date

Process flow of settlement:

Eligible Investors whose bids have been accepted by the Issuer and to whom a signed copy of this Disclosure Document(s) along with the Private Placement Offer Letter have been issued by the Issuer and who have submitted/shall submit the application form ("**Successful Bidders**"), shall make pay-in of subscription monies in

respect of the Debentures towards the allocation made to them, into the bank account of the ICCL, the details of which are as set out below, on or before 10:30 a.m. on the Deemed Date of Allotment:

Name of Bank	HDFC BANK
IFSC Code	HDFC0000060
Account number	ICCLEB
Name of beneficiary	INDIAN CLEARING CORPORATION LIMITED
Name of Bank	ICICI Bank Ltd.
IFSC Code	ICIC0000106
Account number	ICCLEB
Name of beneficiary	INDIAN CLEARING CORPORATION LTD
Name of Bank	YES BANK
IFSC Code	YESB0CMSNOC
Account number	ICCLEB
Name of beneficiary	INDIAN CLEARING CORPORATION LTD

The pay-in by the Successful Bidders will be made only from the bank account(s), which have been provided / updated by them in the EBP system. Any amount received from third party accounts or from accounts not specified in the EBP system will be refunded and no allotment will be made against such payments. Upon the transfer of funds into the aforesaid account of ICCL and the Issuer confirming its decision to proceed with the allotment of the Debentures in favour of the Successful Bidders to the ICCL, the R&T Agent and the EBP and initiating the requisite corporate action for allotment of Debentures and credit of the demat letter of allotment into the relevant demat account of the Successful Bidders through the R&T Agent, the R&T Agent shall provide corporate action file along with all requisite documents to the Depositories by 12:00 hours and also intimate the EBP of the aforesaid actions. Upon the Depositories confirming the allotment of the Debentures and the credit of the Debentures into the demat account of the Successful Bidders to EBP, the subscription monies in respect of the Debentures from the aforesaid account of ICCL shall be released into the Issuer's bank account, the details of which are as set out below:

S.no	Particulars	Details
1.	Beneficiary Name	Dvara Kshetriya Gramin Financial Services Private Limited
2.	Name of bank	41446667868
3.	Account number	--
4.	SWIFT Code	SBIN0009930
5.	IFSC Code	State Bank of India
6.	Branch address	KRM Plaza Ground Floor, No. 2, Harrington Road, Chetpet, Chennai, 600031

It must be noted that all funds pay-in obligations need to be fulfilled in totality. Partial fund receipt against any given obligation will be treated as a default and debarment penalties will be applicable as specified by the EBP Guidelines.

The applicant should transfer payments required to be made in any relation by EFT/RTGS, to the bank account of the Issuer as per the details mentioned in the Application Form.

7.10 Application Procedure

Potential investors will be invited to subscribe by way of the Application Form prescribed in the Disclosure Document during the period between the Issue Opening Date and the Issue Closing Date (both dates inclusive). Subject to the EBP Guidelines, the Issuer reserves the right to change the Issue schedule including the Deemed Date of Allotment at its sole discretion, without giving any reasons. The Issue will be open for subscription during the banking hours on each day during the period covered by the Issue Schedule.

7.11 Fictitious Applications

All fictitious applications will be rejected.

7.12 Basis of Allotment

Notwithstanding anything stated elsewhere, the Issuer reserves the right to accept or reject any application, in part or in full, without assigning any reason. Subject to the aforesaid, in case of over subscription, priority will be given to potential investors on a first come first serve basis. The Investors will be required to remit the funds as per the timelines prescribed above and submit the duly completed Application Form along with other necessary documents to Issuer by the Deemed Date of Allotment.

7.13 Payment Instructions

The pay-in of subscription monies in respect of the Debentures by the Successful Bidder shall be made in accordance with the procedure set out in Section 7.9 above.

7.14 Eligible Investors

The following categories of investors, when specifically approached and have been identified upfront, are eligible to apply for this private placement of Debentures subject to fulfilling their respective investment norms/rules and compliance with laws applicable to them by submitting all the relevant documents along with the Application Form ("**Eligible Investors**"):

A. Mutual Funds
B. Non-banking financial companies
C. Provident Funds and Pension Funds
D. Corporates
E. Banks
F. Foreign Portfolio Investors (FPIs)
G. Foreign Institutional Investors (FIIs)
H. Qualified Foreign Investors (QFIs)
I. Insurance Companies
J. Investment holding companies of high net worth individuals
K. Any other person (not being an individual or a group of individuals) eligible to invest in the Debentures

All potential investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this issue of Debentures.

Note: Participation by potential Investors in the Issue may be subject to statutory and/or regulatory requirements applicable to them in connection with subscription to Indian securities by such categories of persons or entities. Applicants are advised to ensure that they comply with all regulatory requirements applicable to them, including exchange controls and other requirements. Applicants ought to seek independent legal and regulatory advice in

relation to the laws applicable to them.

7.15 Procedure for Applying for Dematerialised Facility

(a) The applicant must have at least one beneficiary account with any of the DP's of NSDL and CDSL prior to making the application.

(b) The applicant must necessarily fill in the details (including the beneficiary account number and DP - ID) appearing in the Application Form under the heading "Details for Issue of Debentures in Electronic/ Dematerialised Form".

(c) Debentures allotted to an applicant will be credited to the applicant's respective beneficiary account(s) with the DP.

(d) For subscribing to the Debentures, names in the Application Form should be identical to those appearing in the details in the Depository. In case of joint holders, the names should necessarily be in the same sequence as they appear in the account details maintained with the DP.

(e) Non-transferable allotment advice/refund orders will be directly sent to the applicant by the Registrar and Transfer Agent to the Issue.

(f) If incomplete/incorrect details are given under the heading "Details for Issue of Debentures in Electronic/Dematerialised Form" in the Application Form, it will be deemed to be an incomplete application and the same may be held liable for rejection at the sole discretion of the Issuer.

(g) For allotment of Debentures, the address, nomination details and other details of the applicant as registered with his/her DP shall be used for all correspondence with the applicant. The applicant is therefore responsible for the correctness of his/her demographic details given in the Application Form vis-a-vis those with his/her DP. In case the information is incorrect or insufficient, the Issuer would not be liable for the losses, if any.

(h) The redemption amount or other benefits would be paid to those Debenture Holders whose names appear on the list of beneficial owners maintained by the R&T Agent as on the Record Date. In case of those Debentures for which the beneficial owner is not identified in the records of the R&T Agent as on the Record Date, the Issuer would keep in abeyance the payment of the redemption amount or other benefits, until such time that the beneficial owner is identified by the R&T Agent and conveyed to the Issuer, whereupon the redemption amount and benefits will be paid to the beneficiaries, as identified.

7.16 Depository Arrangements

The Issuer shall make necessary arrangement with CDSL and NSDL for issue and holding of Debenture in dematerialised form.

7.17 List of Beneficiaries

The Issuer shall request the R&T Agent to provide a list of beneficiaries as at the end of each Record Date. This shall be the list, which will be used for payment or repayment of redemption monies.

7.18 Application under Power of Attorney

A certified true copy of the power of attorney or the relevant authority as the case may be along with the names and specimen signature(s) of all the authorized signatories of the Investor and the tax exemption certificate/document of the Investor, if any, must be lodged along with the submission of the completed Application Form. Further modifications/additions in the power of attorney or authority should be notified to the Issuer or to its agents or to such other person(s) at such other address(es) as may be specified by the Issuer from time to time through a suitable communication.

In case of an application made by companies under a power of attorney or resolution or authority, a certified true copy thereof along with memorandum and articles of association and/or bye-laws along with other constitutional documents must be attached to the Application Form at the time of making the application, failing which, the Issuer reserves the full, unqualified and absolute right to accept or reject any application in whole or in part and in either case without assigning any reason thereto. Names and specimen signatures of all the authorized signatories must also be lodged along with the submission of the completed Application Form.

7.19 Procedure for application by Mutual Funds and Multiple Applications

In case of applications by mutual funds and venture capital funds, a separate application must be made in respect of each scheme of an Indian mutual fund/venture capital fund registered with the SEBI and such applications will not be treated as multiple application, provided that the application made by the asset management company/trustee/custodian clearly indicated their intention as to the scheme for which the application has been made.

The Application Forms duly filled shall clearly indicate the name of the concerned scheme for which application is being made and must be accompanied by certified true copies of:

(a) SEBI registration certificate
(b) Resolution authorizing investment and containing operating instructions
(c) Specimen signature of authorized signatories

7.20 Documents to be provided by Investors

Investors need to submit the following documents, as applicable:

(a) Memorandum and Articles of Association or other constitutional documents
(b) Resolution authorising investment
(c) Certified true copy of the Power of Attorney to custodian
(d) Specimen signatures of the authorised signatories
(e) SEBI registration certificate (for Mutual Funds)
(f) Copy of PAN card
(g) Application Form (including EFT/RTGS details)

7.21 Applications to be accompanied with Bank Account Details

Every application shall be required to be accompanied by the bank account details of the applicant and the magnetic ink character reader code of the bank for the purpose of availing direct credit of redemption amount and all other amounts payable to the Debenture Holder(s) through cheque/EFT/RTGS.

7.22 Succession

In the event of winding-up of the Debenture Holder (being a company), the Issuer will recognize the legal representative of the Debenture Holder(s) as having title to the Debenture(s). The Issuer shall not be bound to recognize such legal representative as having title to the Debenture(s) unless they obtains legal representation, from a court in India having jurisdiction over the matter.

The Issuer may, in its absolute discretion, where it thinks fit, dispense with production of such other legal representation, in order to recognise any person as being entitled to the Debenture(s) standing in the name of the concerned Debenture Holder on the production of sufficient documentary proof and/or an indemnity.

7.23 Mode of Payment

All payments must be made through cheque(s) demand draft(s), EFT/RTGS as set out in the Application Form.

7.24 Effect of Holidays

If the Principal Payment Date/ Coupon Payment Date falls on a day which is not a Business Day, then the immediately succeeding Business Day shall be the due date for such payment.

If the Maturity Date / Redemption Date (including the last Coupon Payment Date and the last Principal Payment Date) or the due date in respect of liquidated damages and all other monies payable under the Transaction Documents falls on a day which is not a Business Day, then the immediately preceding Business Day shall be the due date for such payment.

It is hereby clarified that any payments shall also be subject to the day count convention as per the SEBI Debt Listing Regulations.

7.25 Tax Deduction at Source

If the applicable rate of tax deducted at source is modified and results in a reduction of the net interest received by the Debenture Holders, the Company must give written notice to the Debenture Holders as soon as it becomes aware of such change.

If the applicable rate of tax deducted at source is modified and results in a reduction of the net interest received by the Debenture Holders, the Company shall pay to the Debenture Holders an additional amount so that the net amount received by the Debenture Holders shall equal the amount which it would have received had the rate of the tax deducted at source remained unchanged as on the date of the Debenture Trust Deed.

For the sake of clarity, the Coupon Rate as on the date of the Debenture Trust Deed is 10.5% (Ten Decimal Point Five Percent) per annum, net of withholding taxes.

7.26 Letters of Allotment

The letter of allotment, indicating allotment of the Debentures, will be credited in dematerialised form within 2 (Two) working days from the date of closing of the Issue. The aforesaid letter of allotment shall be replaced with the actual credit of Debentures, in dematerialised form, within a maximum of 2 (Two) Business Days from the Deemed Date of Allotment or within such timelines as permissible under Applicable Law.

7.27 Deemed Date of Allotment

All the benefits under the Debentures will accrue to the Investor from the specified Deemed Date of Allotment. The Deemed Date of Allotment for the Issue is September 27, 2024 by which date the Investors would be intimated of allotment.

7.28 Record Date

The Record Date will be 15 (Fifteen) calendar days prior to any due date for any payments in relation to the Debentures.

7.29 Refunds

For applicants whose applications have been rejected or allotted in part, refund orders will be dispatched within 7 (seven) days from the Deemed Date of Allotment of the Debentures.

In case the Issuer has received money from applicants for Debentures in excess of the aggregate of the application money relating to the Debentures in respect of which allotments have been made, the R&T Agent shall upon receiving instructions in relation to the same from the Issuer repay the moneys to the extent of such excess, if any.

7.30 Interest on Application Money

The Company shall be liable to pay the Debenture Holder(s) interest on application money at the rate of 11% (Eleven Percent) per annum, net of Taxes, for the period commencing from the date on which the Debenture Holder(s) have made payment of the application monies in respect of the Debentures to the Company and ending on the day which is 1 (One) day prior to the Deemed Date of Allotment. The interest on application monies shall be paid by the Company to the Debenture Holder(s) within 7 (Seven) Business Days from the Deemed Date of Allotment..

7.31 Pan Number

Every applicant should mention its Permanent Account Number ("**PAN**") allotted under Income Tax Act, 1961, on the Application Form and attach a self-attested copy as evidence. Application forms without PAN will be considered incomplete and are liable to be rejected.

7.32 Payment on Redemption

Payment on redemption will be made by way of cheque(s)/redemption warrant(s)/demand draft(s)/credit through RTGS system/funds transfer in the name of the Debenture Holder(s) whose names appear on the list of beneficial owners given by the Depository to the Issuer as on the Record Date.

The Debentures shall be taken as discharged on payment of the redemption amount by the Issuer on maturity to the registered Debenture Holder(s) whose name appears in the Register of Debenture Holder(s) on the Record Date. On such payment being made, the Issuer will inform NSDL and CDSL and accordingly the account of the Debenture Holder(s) with NSDL and CDSL will be adjusted.

On the Issuer dispatching the amount as specified above in respect of the Debentures, the liability of the Issuer shall stand extinguished.

Disclaimer: Please note that only those persons to whom the Disclosure Document(s) has been specifically addressed are eligible to apply. However, an application, even if complete in all respects, is liable to be rejected without assigning any reason for the same. The list of documents provided above is only indicative, and an investor

is required to provide all those documents / authorizations / information, which are likely to be required by the Issuer. The Issuer may, but is not bound to, revert to any investor for any additional documents / information, and can accept or reject an application as it deems fit. Provisions in respect of investment by investors falling in the categories mentioned above are merely indicative and the Issuer does not warrant that they are permitted to invest as per extant laws, regulations, etc. Each of the above categories of investors is required to check and comply with extant rules/regulations/ guidelines, etc. governing or regulating their investments as applicable to them and the Issuer is not, in any way, directly or indirectly, responsible for any statutory or regulatory breaches by any investor, neither is the Issuer required to check or confirm the same.

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

SECTION 8: DECLARATION

The Company and persons authorised by the Company, confirm and attest that:

a. the Company has complied with the provisions of Securities Contracts (Regulation) Act, 1956 (42 of 1956) and the Securities and Exchange Board of India Act, 1992 (15 of 1992), Companies Act, 2013 (18 of 2013) and the rules and regulations made thereunder, including the compliances in relation to making a private placement of the Debentures;

b. the compliance with the Acts and the rules and regulations does not imply that payment of dividend or interest or repayment of non-convertible securities, is guaranteed by the Central Government;

c. the monies received under the Issue shall be used only for the purposes and objects indicated in this Key Information Document;

d. the contents of the document have been perused by the Board of Directors, and the final and ultimate responsibility of the contents mentioned herein shall also lie with the Board of Directors; and

e. whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association;

> Investment in non-convertible securities involve a degree of risk and investors should not invest any funds in such securities unless they can afford to take the risk attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in this offering. For taking an investment decision, investors must rely on their examination of the issue including the risks involved in it. Specific attention of investors is invited to statement of risk factors contained under General Information Disclosure. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the non-convertible securities or investor's decision to purchase such securities.

I am authorized by the Board of Directors of the Company vide resolution number 19 dated May 24, 2023, read with the resolution passed by the Debenture Committee of the Board of Directors of the Company dated September 19, 2024, to sign this form and declare that all the requirements of Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of the Disclosure Document has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association.

It is further declared and verified that all the required attachments have been completely, correctly and legibly attached to this form.

For **Dvara Kshetriya Gramin Financial Services Private Limited**

DEEPIKA BHATT

Digitally signed by DEEPIKA BHATT
DN: c=IN, o=PERSONAL, pseudonym=444799ce43c45b598d8e28b9d847aafc, 2.5.4.20=8c12959d628fbbdf8c032b0d0d602a561fa78868 7ff1ce8b1d5172383b3b159e66, postalCode=110016, st=DELHI, serialNumber=aee95a73ee1388ca0b405c9f798ba1cad20c4390e6a2700f00465b2b1e8c702d, cn=DEEPIKA BHATT
Date: 2024.09.26 18:24:49 +05'30'

Name: Deepika Bhatt,

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Title: Company Secretary and Compliance Officer
Date: September 26, 2024

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

SECTION 9: Specific Risk Factors

The following are the risks relating to the Company, the Debentures and the market in general envisaged by the management of the Company. Potential Investors should carefully consider all the risk factors stated in the Disclosure Document(s) for evaluating the Company and its business and the Debentures before making any investment decision relating to the Debentures. The Company believes that the factors described below represent the principal risks inherent in investing in Debentures. Potential Investors should also read the detailed information set out elsewhere in this Disclosure Document(s) and reach their own views prior to making any investment decision.

9.1 RISKS IN RELATION TO THE SECURITY CREATED IN RELATION TO THE DEBT SECURITIES. FURTHER, ANY RISKS IN RELATION TO MAINTENANCE OF SECURITY COVER OR FULL RECOVERY OF THE SECURITY IN CASE OF ENFORCEMENT

(a) ***Security may be insufficient to redeem the Debentures***

In the event that the Company is unable to meet its payment and other obligations towards Investors under the terms of the Debentures, the Debenture Trustee may enforce the Security as per the terms of security documents, and other related documents executed in relation to the Debentures. The Investor's recovery in relation to the Debentures will be subject to (i) the market value of such Security, (ii) finding willing buyers for the Security at a price sufficient to repay the potential Investors amounts outstanding under the Debentures. However, the possibility of recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security. There is a risk that the value realised from the enforcement of the Security may be insufficient to redeem the Debentures.

9.2 RISKS RELATED TO THE BUSINESS OF THE ISSUER

The same shall be specified in the relevant Key Information Document issued / to be issued by the Company for each Issue.

(a) ***Majority of the Issuer's loans are unsecured and the clients of these loans are of the high risk category and if the Issuer is unable to control the level of non-performing loans ("NPAs") in the future, or if the Issuer's loan loss reserves are insufficient to cover future loan losses, the financial condition and results of operations may be materially and adversely affected.***

A majority of the Issuer's loans are unsecured and the clients of these unsecured loans are of the high risk category. There is uncertainty on the client's ability to fulfil its loan obligations as clients typically do not have bank accounts or proper income proof verification so it can be difficult to verify all client details and assess the risk. Such non-performing or low credit quality loans can negatively impact our results of operations.

The Issuer has various procedures and process controls in place to mitigate the risk.

As of June 30, 2024, the gross NPA (defined as loans that are more than 90 Days Past Due) was INR 65.03 Crores on a gross portfolio of INR 1972.11 Crores (including managed / securitized portfolio of INR 353.14 Crores)

(b) ***The Issuer's business operates through a large number of rural and semi urban branches and is exposed to operational risks including fraud***

The Issuer is exposed to operational risks, including fraud, petty theft and embezzlement, as it handles a large amount of cash due to high volume of small transactions. This could harm its operations and its financial position.

As the Issuer handles a large amount of cash through a high volume of small transactions taking place in its network, the Issuer is exposed to the risk of fraud or other misconduct by its employees or outsiders. These risks are further compounded due to the high level of delegation of power and responsibilities that the Issuer's business model requires. Given the high volume of transactions processed by the Issuer, certain instances of fraud and misconduct may go unnoticed before they are discovered and successfully rectified. Even when the Issuer discovers such instances of fraud or theft and pursue them to the full extent of the law or with its insurance carriers, there can be no assurance that the Issuer will recover any such amounts. In addition, the Issuer's dependence upon automated systems to record and process transactions may further increase the risk that technical system flaws or employee tampering or manipulation of those systems will result in losses that are difficult to detect.

The Issuer maintains an internal audit process to ensure the operations team follows the defined procedures and reports any deviations to the operations staff and management team. The Issuer also has a strong MIS system that has a wide range of data that can be used to monitor financial and operational performance.

To mitigate the above risk, the Issuer maintains an internal audit process to ensure the operations team follows the defined procedures and reports any deviations to the operations staff and management team. The Issuer also has a MIS system able to generate data analysis that can be used to monitor financial and operational performance.

(c) ***The Company cannot assure that it will be able to effectively control and reduce the level of the NPAs of its Client Loans. The amount of its reported NPAs may increase in the future as a result of growth of Client Loans, and also due to factors beyond its control, such as over-extended member credit that it is unaware of. If the Company is unable to manage its NPAs or adequately recover its loans, the results of its operations will be adversely affected.***

The current loan loss reserves of the Company may not be adequate to cover an increase in the amount of NPAs or any future deterioration in the overall credit quality of Client Loans. As a result, if the quality of its total loan portfolio deteriorates the Company may be required to increase its loan loss reserves, which will adversely affect its financial condition and results of operations.

The members are poor and, as a result, might be vulnerable if economic conditions worsen or growth rates decelerate in India, or if there are natural disasters such as floods and droughts in areas where the Company's clients live. Moreover, there is no precise method for predicting loan and credit losses, and the Company cannot assure that its monitoring and risk management procedures will effectively predict such losses or that loan loss reserves will be sufficient to cover actual losses. If the Company is unable to control or reduce the level of its NPAs or poor credit quality loans, its financial condition and results of its operations could be materially and adversely affected.

(d) ***The Issuer's business operates through a large number of rural and semi urban branches and is exposed to operational risks including fraud.***

The Issuer is exposed to operational risks, including fraud, petty theft and embezzlement, as it handles a large amount of cash due to high volume of small transactions. This could harm its operations and its financial position.

As the Issuer handles a large amount of cash through a high volume of small transactions taking place in its network, the Issuer is exposed to the risk of fraud or other misconduct by its employees or outsiders. These risks are further compounded due to the high level of delegation of power and responsibilities that the Issuer's business model requires. Given the high volume of transactions processed by the Issuer, certain instances of fraud and misconduct may go unnoticed before they are discovered and successfully rectified. Even when the Issuer discovers such instances of fraud or theft and pursue them to the full extent of the law or with its insurance carriers, there can be no assurance that the Issuer will recover any such amounts. In addition, the Issuer's dependence upon automated systems to record and process transactions may further increase the risk that technical system flaws or employee tampering or manipulation of those systems will result in losses that are difficult to detect.

However, all the disbursements are directly transferred to the clients' bank accounts which helps to minimise the above-mentioned risks significantly.

To mitigate the above risk, the Issuer maintains an internal audit process to ensure the operations team follows the defined procedures and reports any deviations to the operations staff and management team. The Issuer also has a MIS and Data Analytics system which is able to generate data analysis that can be used to monitor financial and operational performance.

(e) ***The Issuer is exposed to certain political, regulatory and concentration of risks***

Due to the nature of its operations, the Issuer is exposed to political, regulatory and concentration risks. The Issuer believes a mitigant to this is to expand its geographical reach and may consequently expand its operations other states. If it is not effectively able to manage such operations and expansion, it may lose money invested in such expansion, which could adversely affect its business and results of operations.
Large scale attrition, especially at the senior management level, can make it difficult for the Issuer to manage its business.

If the Issuer is not able to attract, motivate, integrate or retain qualified personnel at levels of experience that are necessary to maintain the Issuer's quality and reputation, it will be difficult for the Issuer to manage its business and growth. The Issuer depends on the services of its executive officers and key employees for its continued operations and growth. In particular, the Issuer's senior management has significant experience in the microfinance, banking and financial services industries. The loss of any of the Issuer's executive officers, key employees or senior managers could negatively affect its ability to execute its business strategy, including its ability to manage its rapid growth. The Issuer's business is also dependent on its team of personnel who directly manage its relationships with its members. The Issuer's business and profits would suffer adversely if a substantial number of such personnel left the Issuer or became ineffective in servicing its members over a period of time. The Issuer's future success will depend in large part on its ability to identify, attract and retain highly skilled managerial and other personnel. Competition for individuals with such specialized knowledge and experience is intense in this industry, and the Issuer may be unable to attract, motivate, integrate or retain qualified personnel at levels of experience that are necessary to maintain its quality and reputation or to sustain or expand its operations. The loss of the services of such personnel or the inability to identify, attract and retain qualified personnel in the future would make it difficult for the Issuer to manage its business and growth and to meet key objectives

(f) ***The Issuer's business and results of operations would be adversely affected by strikes, work stoppages or increased wage demands by employees***

The employees are not currently unionized. However, there can be no assurance that they will not unionize in the future. If the employees unionize, it may become difficult to maintain flexible labour policies, and could result in high labour costs, which would adversely affect the Issuer's business and results of operations.

(g) ***The Issuer's insurance coverage may not adequately protect it against losses. Successful claims that exceed its insurance coverage could harm the Issuer's results of operations and diminish its financial position***

There are various types of risks and losses for which the Issuer does not maintain insurance, such as losses due to business interruption and natural disasters, because they are uninsurable. A successful assertion of such large claims against the Issuer that exceeds it's available insurance coverage or results in changes in its insurance policies, including premium increases or the imposition of a larger deductible or co-insurance requirement, could adversely affect the Issuer's business, financial condition and results of operations. Such risks are normally minimized through strong Risk Management practices of the Issuer.

(h) ***Issuer requires certain statutory and regulatory approvals for conducting business and failure to obtain or retain them in a timely manner, or at all, may adversely affect operations***

NBFCs in India are subject to strict regulation and supervision by the RBI. Pursuant to guidelines issued by the RBI (including Master Directions dated October 19, 2023 bearing reference no. DoR.FIN.REC.No.45/03.10.119/2023-24 on Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as updated from time to time (the "**NBFC Directions**")) the Issuer is required to maintain its status as a NBFC in order to be eligible for categorization as priority sector advance for bank loans. The Issuer requires certain approvals, licenses, registrations and permissions for operating its business, including registration with the RBI as a NBFC. Further, such approvals, licenses, registrations and permissions must be maintained/renewed over time, applicable requirements may change and the Issuer may not be aware of or comply with all requirements all of the time. Additionally, the Issuer may need additional approvals from regulators to introduce new insurance and other fee based products to its members. In particular, the Issuer is required to obtain a certificate of registration for carrying on business as a NBFC that is subject to numerous conditions. In addition, its branches are required to be registered under the relevant shops and establishments laws of the states in which they are located. The shops and establishments laws regulate various employment conditions, including working hours, holidays and leave and overtime compensation. If the Issuer fails to obtain or retain any of these approvals or licenses, or renewals thereof, in a timely manner, or at all, its business may be adversely affected. If the Issuer fails to comply, or a regulator claims that it has not complied, with any of these conditions, the Issuer's certificate of registration may be suspended or cancelled and it shall not be able to carry on such activities. If the Issuer fails to comply with the NBFC Directions and fails to maintain the status of NBFC, it will not be eligible for priority sector loans from the Indian banking sector and may also attract penal provisions under the RBI Act, 1934 for non-compliance.

(i) ***The economic fallout from the spread of the COVID-19 virus may impact the Issuer's business prospects, financial condition, result of operations and credit risk***

The spread of the COVID-19 virus has affected millions across the globe and the same coupled with measures taken by the governments including lockdowns/ curfew has not only affected day to day lives of people but has also given a hard blow to the supply chain of factories, with trade routes being disturbed and slowing down of the industry, trade, commerce and business activities across all sectors.

The COVID-19 virus pandemic is adversely affecting, and is expected to continue to adversely affect, our operations, business, liquidity and cashflows, and we have experienced and expect to continue to experience

unpredictable reductions in demand for certain of our products and services. Further, since a good fraction of our borrowers are small transport road operators, the disruption due to COVID-19 virus will also have an impact on their business as well as repayment capacity of the loans taken from us.

However, the extent of negative financial impact cannot be reasonably estimated at this time but a sustained economic slowdown may significantly affect our business, financial condition, liquidity, cashflows and results of operations and the same will depend on future developments, which are highly uncertain and cannot be predicted, including new information which may emerge concerning the severity of the COVID-19 virus and the actions to contain the COVID-19 virus or treat its impact, among others. Consequently, there may be a negative effect on the Company's ability to service the obligations in relation to the Debentures.

(j) ***Economic Risk in India:***

The Issuer operates only within India and, accordingly, all of its revenues are derived from the domestic market. As a result, it is highly dependent on prevailing economic conditions in India and its results of operations are significantly affected by factors influencing the Indian economy. An uncertain economic situation, in India and globally, could result in a further slowdown in economic growth, investment and consumption. A slowdown in the rate of growth in the Indian economy could result in lower demand for credit and other financial products and services and higher defaults. Any slowdown in the growth or negative growth of sectors where the Issuer has a relatively higher exposure could adversely impact its performance. Any such slowdown could adversely affect its business, prospects, results of operations and financial condition.

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE I: AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE PRECEDING THREE FINANCIAL YEARS AS ON MARCH 31ST, 2024 ALONG WITH AUDITOR'S REPORT

Attached Separately

ANNEXURE II: FORMAT OF APPLICATION FORM

DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED
("**Issuer**" / "**Company**")

A private limited company incorporated under the Companies Act, 2013
Date of Incorporation: 04/03/1993
Registered Office: 10th Floor, Phase-1, A1, IIT Madras Research Park, Kanagam Village, Taramani, Chennai-600113, Tamil Nadu, India
Telephone No.: 91 44 66687000
Website: www.dvarakgfs.com

DEBENTURE SERIES APPLICATION FORM SERIAL NO.									

ISSUE OF UPTO 50,000 (FIFTY THOUSAND) SENIOR, SECURED, LISTED, RATED, TAXABLE, TRANSFERABLE, REDEEMABLE, NON-CONVERTIBLE DEBENTURES EACH HAVING A FACE VALUE OF INR 10,000/- (INDIAN RUPEES TEN THOUSAND ONLY) AND OF THE AGGREGATE FACE VALUE OF INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORES ONLY) ("DEBENTURES"), FULLY PAID UP FOR CASH AT PAR TO THE FACE VALUE (THE "ISSUE").

DEBENTURE SERIES APPLIED FOR:

Number of Debentures: _____In words: _____-only
Amount INR_____/-In words Rupees :_____Only

DETAILS OF PAYMENT:

Cheque / Demand Draft / RTGS
No. _____ Drawn on_____

Funds transferred to Dvara Kshetriya Gramin Financial Services Private Limited
Dated _____

Total Amount Enclosed
(In Figures) Rs._/- (In words) _Only

APPLICANT'S NAME IN FULL (CAPITALS) **SPECIMEN SIGNATURE**

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

APPLICANT'S ADDRESS

ADDRESS					
STREET					
CITY					
PIN		**PHONE**		**FAX**	

APPLICANT'S PAN/GIR NO. _____ IT CIRCLE/WARD/DISTRICT ____

WE ARE ( ) COMPANY ( ) OTHERS ( ) SPECIFY _____

We have read and understood the terms and conditions of the issue of Debentures including the Risk Factors described in the Disclosure Document and have considered these in making our decision to apply. We bind ourselves to these terms and conditions and wish to apply for allotment of these Debentures. We request you to please place our name(s) on the Register of Debenture Holders.

Name of the Authorised Signatory(ies)	Designation	Signature

Applicant's
Signature

We the undersigned, are agreeable to holding the Debentures of the Company in dematerialised form. Details of my/our Beneficial Owner Account are given below:

DEPOSITORY	**NSDL and CDSL**
DEPOSITORY PARTICIPANT NAME	
DP-ID	
BENEFICIARY ACCOUNT NUMBER	
NAME OF THE APPLICANT(S)	

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Applicant Bank Account: (Settlement by way of Cheque / Demand Draft / Pay Order / Direct Credit / ECS / NEFT/RTGS/other permitted mechanisms)	

FOR OFFICE USE ONLY
DATE OF RECEIPT _____ DATE OF CLEARANCE _____

(Note: Cheque and Drafts are subject to realisation)

We understand and confirm that the information provided in the Disclosure Document is provided by the Issuer and the same has not been verified by any legal advisors to the Issuer and other intermediaries and their agents and advisors associated with this Issue. We confirm that we have for the purpose of investing in these Debentures carried out our own due diligence and made our own decisions with respect to investment in these Debentures and have not relied on any representations made by anyone other than the Issuer, if any.

The Issuer understands and accepts that the Applicants' intention to subscribe to the Issue is subject to (i) the absence of material adverse changes in the availability of currency hedging accessible to it between the Issue Opening Date and the Pay-in Date and/or (ii) the hedging price being acceptable to the Applicants.

We understand that: (i) in case of allotment of Debentures to us, our Beneficiary Account as mentioned above would get credited to the extent of allotted Debentures, (ii) we must ensure that the sequence of names as mentioned in the Application Form matches the sequence of name held with our Depository Participant, (iii) if the names of the Applicant in this application are not identical and also not in the same order as the Beneficiary Account details with the above mentioned Depository Participant or if the Debentures cannot be credited to our Beneficiary Account for any reason whatsoever, the Company shall be entitled at its sole discretion to reject the application or issue the Debentures in physical form.

We understand that we are assuming on our own account, all risk of loss that may occur or be suffered by us including as to the returns on and/or the sale value of the Debentures. We undertake that upon sale or transfer to subsequent investor or transferee ("**Transferee**"), we shall convey all the terms and conditions contained herein and in this Disclosure Document to such Transferee. In the event of any Transferee (including any intermediate or final holder of the Debentures) suing the Issuer (or any person acting on its or their behalf) we shall indemnify the Issuer and also hold the Issuer and each such person harmless in respect of any claim by any Transferee.

Applicant's
Signature

FOR OFFICE USE ONLY
DATE OF RECEIPT _____ DATE OF CLEARANCE _____

(Note : Cheque and Drafts are subject to realisation)

----------(TEAR HERE)----------

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ACKNOWLEDGMENT SLIP

(To be filled in by Applicant) **SERIAL NO.**	-	-	-	-	-	-	-	-	-

Received from _____

Address_____

_____

Cheque/Draft/UTR # _____ Drawn on _____ for INR _____ on account of application of _____ Debenture

INSTRUCTIONS

1. Application form must be completed in full, IN ENGLISH.

2. Signatures must be made in English or in any of the Indian languages. Thumb Impressions must be attested by an authorized official of the Bank or by a Magistrate/Notary Public under his/her official seal.

3. Application form, duly completed in all respects, must be submitted with the respective Collecting Bankers. The payment is required to be made to the following account of ICCL by way of an electronic transfer, in accordance with the terms of the EBP Guidelines:

Beneficiary Name	INDIAN CLEARING CORPORATION LIMITED	INDIAN CLEARING CORPORATION LIMITED	INDIAN CLEARING CORPORATION LIMITED
Account Number	ICCLEB	ICCLEB	ICCLEB
IFSC Code	HDFC0000060	ICIC0000106	YESB0CMSNOC
Mode	RTGS/NEFT	RTGS/NEFT	RTGS/NEFT

The Company undertakes that the application money deposited in the above-mentioned bank account shall not be utilized for any purpose other than

a. for adjustment against allotment of securities; or
b. for the repayment of monies where the company is unable to allot securities.

4. Receipt of applicants will be acknowledged by the Company in the "Acknowledgement Slip" appearing below the application form. No separate receipt will be issued.

5. All applicants should mention their Permanent Account No. or their GIR No. allotted under Income Tax Act, 1961 and the Income Tax Circle/Ward/District. In case where neither the PAN nor the GIR No. has been allotted, the fact of non-allotment should be mentioned in the application form in the space provided. Income Tax as applicable will be deducted at source at the time of payment of interest including interest payable on application money.

6. The application would be accepted as per the terms of the manner outlined in the transaction documents for the private placement.

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ANNEXURE III: ILLUSTRATION OF TENTATIVE CASH FLOWS

Illustration of Cash Flow

The cash flows emanating from the non-convertible securities according to the day count convention (Actual/ Actual) shall be mentioned in the Key Information Document, by way of an illustration.

For the purpose of standardization, if the coupon/ dividend payment date of the non- convertible securities falls on a Sunday or a holiday, the coupon payment shall be made on the next working day. However, the dates of the future payments would continue to be as per the schedule originally stipulated in the offer document. If the maturity date of the debt securities, falls on a Sunday or a holiday, the redemption proceeds shall be paid on the previous working day. In order to ensure consistency, a uniform methodology shall be followed for calculation of interest/ dividend payments in the case of leap year. If a leap year (i.e. February 29) falls during the tenor of a security, then the number of days shall be reckoned as 366 days (Actual/ Actual day count convention) for the entire year, irrespective of whether the interest/ dividend is payable annually, half yearly, quarterly or monthly.

A sample illustration is given below:

Illustration of Bond Cash Flows	
Company	Dvara Kshetriya Gramin Financial Services Private Limited
Face Value (per security)	Rs. 10,000/- (Indian Rupees Ten Thousand Only)
Issue Date / Date of Allotment	Issue Opening Date: September 26, 2024; Issue Closing Date: September 26, 2024; and Deemed Date of Allotment: September 27, 2024
Maturity Date	December 27, 2026
Tenor/ Coupon Rate	27 (Twenty Seven) months from the Deemed Date of Allotment; 11% (Eleven Percent) per annum payable monthly.
Frequency of the Coupon Payment with specified dates	Coupon payable monthly.
Day Count Convention	Actual / Actual

Sr. No.	Due Date	Principal Outstanding	Principal	Interest	Cashflows
	27-Sep-24				-50,00,00,000.0
1	27-Oct-24	50,00,00,000	-	46,71,232.88	46,71,232.88
2	27-Nov-24	50,00,00,000	-	46,71,232.88	46,71,232.88
3	27-Dec-24	50,00,00,000	-	45,20,547.95	45,20,547.95
4	27-Jan-25	50,00,00,000	-	46,71,232.88	46,71,232.88
5	27-Feb-25	50,00,00,000	-	46,71,232.88	46,71,232.88
6	27-Mar-25	50,00,00,000	6,25,00,000.00	42,19,178.08	6,67,19,178.08
7	27-Apr-25	43,75,00,000	-	40,87,328.77	40,87,328.77
8	27-May-25	43,75,00,000	-	39,55,479.45	39,55,479.45
9	27-Jun-25	43,75,00,000	6,25,00,000.00	40,87,328.77	6,65,87,328.77
10	27-Jul-25	37,50,00,000	-	33,90,410.96	33,90,410.96
11	27-Aug-25	37,50,00,000	-	35,03,424.66	35,03,424.66
12	27-Sep-25	37,50,00,000	6,25,00,000.00	35,03,424.66	6,60,03,424.66

13	27-Oct-25	31,25,00,000	-	28,25,342.47	28,25,342.47
14	27-Nov-25	31,25,00,000	-	29,19,520.55	29,19,520.55
15	27-Dec-25	31,25,00,000	6,25,00,000.00	28,25,342.47	6,53,25,342.47
16	27-Jan-26	25,00,00,000	-	23,35,616.44	23,35,616.44
17	27-Feb-26	25,00,00,000	-	23,35,616.44	23,35,616.44
18	27-Mar-26	25,00,00,000	6,25,00,000.00	21,09,589.04	6,46,09,589.04
19	27-Apr-26	18,75,00,000	-	17,51,712.33	17,51,712.33
20	27-May-26	18,75,00,000	-	16,95,205.48	16,95,205.48
21	27-Jun-26	18,75,00,000	6,25,00,000.00	17,51,712.33	6,42,51,712.33
22	27-Jul-26	12,50,00,000	-	11,30,136.99	11,30,136.99
23	27-Aug-26	12,50,00,000	-	11,67,808.22	11,67,808.22
24	27-Sep-26	12,50,00,000	6,25,00,000.00	11,67,808.22	6,36,67,808.22
25	27-Oct-26	6,25,00,000	-	5,65,068.49	5,65,068.49
26	27-Nov-26	6,25,00,000	-	5,83,904.11	5,83,904.11
27	27-Dec-26	6,25,00,000	6,25,00,000.00	5,65,068.49	6,30,65,068.49

Note
The Issuer requested to note that the above cash flow is only illustrative in nature. The deemed date of allotment, Coupon rate, redemption date and frequency of the interest payment shall vary in nature and aforesaid dates may be modified upon receipt of consent/ permission from existing lender, in case of early redemption of any principle repayment as per the provisions of early redemption option in Debenture Trust Deed, the above cash flow may be changed accordingly.

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE IV: RATING RATIONALE AND RATING LETTER

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE V: DEBENTURE TRUSTEE CONSENT LETTER

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE VI: IN-PRINCIPLE APPROVAL RECEIVED FROM BSE

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE VII: DUE DILIGENCE CERTIFICATE FROM DEBENTURE TRUSTEE

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE VIII: BOARD RESOLUTION

[Attached Separately]

COMMITTEE RESOLUTION

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE IX: SHAREHOLDERS' RESOLUTION

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE X: BRANCH DETAILS OF THE COMPANY

Attached Separately

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE XI: RELATED PARTY TRANSACTIONS ENTERED DURING THE LAST 3 (THREE) FINANCIAL YEARS IMMEDIATELY PRECEDING THE YEAR OF ISSUE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER

Transactions during the Year :

Particulars	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Dvara Trust	-	-
Advance taken	-	0.75
Loan Repaid	0.75	2.50
Loan Obtained	1.25	-
Interest expenses***	0.11	0.08
Professional & consultancy fee paid	0.36	-
	-	-
Northern Arc Capital Limited	-	-
Interest expense***	-	17.64
Fee paid	-	0.30
Loan Repaid	-	56.35
Loan Obtained	-	55.65
Commission From Business Correspondence	-	0.27
Processing Fee Income	-	0.00
	-	-
Dvara Solutions Private Limited	-	-
Technology fees	2.25	1.32
Customization fee	-	0.03
Loan Repaid	-	1.70
Loan Obtained	-	1.70
Interest expenses***	-	0.03
	-	-
Dvara Smartgold Private Limited	-	-
Commission income	0.01	0.11
Deposit given/(refunded)	(0.15)	0.15
Other Expenses	0.44	-
	-	-
Dvara Holdings	-	-
Rent	1.84	1.41
Loan Obtained	25.57	76.00
Loan Repaid	44.55	63.55
Other Expenses	0.37	1.02
Interest expenses***	2.12	2.20
	-	-

Saija Finance Private limited	-	-
Commission expenses	-	5.38
Upfront fee	-	0.81
Professional & Consultancy Fee Paid	-	0.36
Employee reimbursement	0.17	0.51
Net Liabilities taken over in BTA transaction	-	11.20
Direct Assignment transaction with Saija considered as Own Book post Business Transfer Agreement	-	10.53
Cash Collateral placed by Saija knocked off pursuant to Business Transfer Agreement	-	6.74
Loans given	-	7.58
Interest received from SAIJA	-	0.19
Loan to Saija knocked off pursuant to Business Transfer Agreement	-	7.58
Payment made by the company on behalf of Saija	0.08	-
Gratuity	0.26	-
	-	-
Dvara E Dairy Solutions Private Limited	-	-
Loan Received	1.27	9.03
Loan Repaid	5.56	4.75
Interest expenses***	0.17	0.34
	-	-
Dvara E- Registry Solutions Private Limited	-	-
Loan Received	2.50	-
Loan Repaid	2.50	-
Interest expenses***	0.02	-
Related party disclosures (continued)	0	-
Director Sitting Fees	-	-
Ms. Anisha Motwani	0.08	0.17
Mr. NT Arun Kumar	-	0.27
Mr. Raman Uberoi	0.14	0.21
Mr. S.Viswanathan	-	-
Ms. Gowri Thyagarajan	0.10	0.13
Mr. Hemant Ratnakar Adarkar	0.09	-
	-	-
Remuneration to Key Managerial Personnel #	-	-
Mr. G. Vijayakumar (till 31st May 2023)	0.23	0.68
Ms. Shilpa Bhatter (Since 1st June 2023)	0.65	-
Mr. S Balaji (till 8th February 2023)	-	0.18
Mr. LVLN Murty	1.06	0.94

Ms. Deepika Bhatt (Since 9th February 2023)	0.17	0.03
	-	-
Relatives to Key Managerial Personnel	-	-
Interest on Non-convertible debentures paid to relatives	0.06	0.23
Amount repaid to relatives	0.10	0.51
	-	-
Relatives to Directors	-	-
Interest on Non-convertible debentures paid to relatives	0.08	0.04
Principal amount repaid to relatives	-	0.11
Non-convertible debentures amount received from relatives	0.25	-

Amount attributable to post employment benefits have not been disclosed as the same cannot be identified distinctly in the actuarial valuation.

*** Interest Expenses includes only actual cash outflow on account of interest and does not include interest accrued.

Balances as at year end:		
Particulars	**As at March 31, 2024**	**As at March 31, 2023**
Dvara Trust	-	-
Rent payable	-	-
Receivable	-	0.01
Term loan - Repayable on Demand*	1.26	0.75
	-	-
Northern Arc Capital Limited	-	-
Trade payables	-	-
Receivable	-	0.03
NCD outstanding*	-	49.93
Term loan outstanding*	-	104.44
Commercial Paper	-	-
	-	-
Dvara Solutions Private Limited	-	-
Advances	-	0.17
Trade payables	-	-
	-	-

Dvara Smartgold Private Limited	-	-
Deposit	-	0.15
Receivable-DSSP	-	0.19
Trade receivable	0.01	0.05
	-	-
Dvara Holdings	-	-
Term loan - repayable on demand*	15.91	34.73
Rental Advance	-	0.06
Provisions	0.01	-
	-	-
Saija Finance Private limited	-	-
Receivable	-	0.12
Others	0.77	-
	-	-
Dvara E-Dairy Solutions Private Limited	-	-
Term loan - repayable on demand*	-	4.31
	-	-
Individual NCD belonging to Close member of KMP	0.98	1.44

Transactions during the Year :

Particulars	**Year ended March 31, 2023**	**Year ended March 31, 2022**
	-	-
Dvara Trust	-	-
Rent	-	0.13
Reimbursement of expenses	-	0.02
Advance taken	0.75	3.50
Loan Repaid	2.50	6.00
Interest expenses***	0.08	0.12
	-	-
Northern Arc Capital Limited	-	-
Interest expense***	17.64	13.14
Fee paid	0.30	2.69
Loan Repaid	56.35	73.29
Loan Obtained	55.65	215.00
Commission From Business Correspondence	0.27	0.50
Processing Fee Income	0.00	0.02
Professional & Consultancy Fee Paid	-	0.01
	-	-
Dvara Solutions Private Limited	-	-

Technology fees	1.32	1.80
Customization fee	0.03	0.29
Reimbursement of expenses	-	0.02
Loan Repaid	1.70	-
Loan Obtained	1.70	-
Interest expenses***	0.03	-
	-	-
Dvara Smartgold Private Limited	-	-
Commission income	0.11	0.15
Deposit given/(refunded)	0.15	-0.00
Other Expenses	-	0.01
	-	-
Dvara Holdings	-	-
Rent	1.41	1.53
Loan Obtained	76.00	77.00
Loan Repaid	63.55	-
Other Expenses	1.02	-
Interest expenses***	2.20	4.23
	-	-
	-	-
Saija finance Private limited	-	-
Interest income on securitisation	-	0.45
Commission expenses	5.38	-
Upfront fee	0.81	0.18
Professional & Consultancy Fee Paid	0.36	0.14
Employee reimbursement	0.51	0.35
Net Liabilities taken over in BTA transaction	11.20	-
Direct Assignement transaction with Saija considered as Own Book post Business Trnsfer Agreement	10.53	-
Cash Collateral placed by Saija knocked off pursuant to Business Transfer Agreement	6.74	-
Loans given	7.58	-
Interest received from SAIJA	0.19	-
Loan to Saija knocked off pursuant to Business Trnasfer Agreememt	7.58	-
	-	-
Dvara E Dairy Solutions Private Limited	-	-
Loan Received	9.03	-

Loan Repaid	4.75	-
Interest expenses***	0.34	-
	-	-
Director Sitting Fees	-	-
Anisha Motwani	0.17	0.11
NT Arun Kumar	0.27	0.17
Pranav Kumar Gupta	-	0.06
Raman Uberoi	0.21	0.10
S.Viswanathan	-	0.06
Gowri Thyagarajan	0.13	-
	-	-
Remuneration to Key Managerial Personnel #	-	-
Mr. G. Vijayakumar	0.68	0.64
Mr. S Balaji	0.18	0.18
Mr. LVLN Murty (w.e.f 3rd November 2021)	0.94	0.48
Mr. Joby CO (Upto 31st August 2021)	-	0.64
Ms.Deepika Bhatt (Since 9th February 2023)	0.03	-
	-	-
Relatives to Key Managerial Personnel	-	-
Interest on NCD paid to Relatives	0.23	-
Amount Repaid to Relatives	0.51	-
	-	-
Relatives to Directors	-	-
Interest on NCD paid to Relatives	0.04	-
Principal Amount Repaid to Relatives	0.11	-

Amount attributable to post employment benefits have not been disclosed as the same cannot be identified distinctly in the actuarial valuation.

*** Interest Expesnes includes only actual cash outflow on account of interest and does not include interest accured

Related party disclosures (Continued)		
Balances as at year end:		
Particulars	**Year ended March 31, 2023**	**Year ended March 31, 2022**
	-	-
Dvara Trust	-	-
Rent payable	-	-

Receivable	0.01	-
Term loan - Repayable on Demand*	0.75	2.53
	-	-
Northern Arc Capital Limited	-	-
Trade payables	-	-
Receivable	0.03	0.05
NCD Oustanding*	49.93	89.54
Term loan Outstanding*	104.44	105.35
Commercial Paper	-	4.85
Dvara Solutions Private Limited	-	-
Advances	0.17	0.00
Trade payables	-	-
	-	-
Dvara Smartgold Private Limited	-	-
Deposit	0.15	0.15
Receivable-DSSP	0.19	-
Trade Receivable	0.05	0.01
	-	-
Dvara Holdings	-	-
Term loan - Repayable on Demand*	34.73	28.18
Rental Advance	0.06	-
	-	-
Saija Finance Private limited	-	-
Securitisation	-	5.54
Cash Colletral	-	1.80
Receivable	0.12	-
Dvara E-Dairy Solutions Private Limited	-	-
Term loan - Repayable on Demand*	4.31	-
	-	-
Individual NCD	1.44	-

* Includes Interest Accrued and Net of Unamortised Processing Fees.

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ANNEXURE XII: DETAILS OF ANY LITIGATION OR LEGAL ACTION PENDING OR TAKEN BY ANY MINISTRY OR DEPARTMENT OF THE GOVERNMENT OR A STATUTORY AUTHORITY AGAINST ANY PROMOTER OF THE COMPANY DURING THE LAST 3 (THREE) YEARS IMMEDIATELY PRECEDING THE YEAR OF THE ISSUE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER AND ANY DIRECTION ISSUED BY SUCH MINISTRY OR DEPARTMENT OR STATUTORY AUTHORITY UPON CONCLUSION OF SUCH LITIGATION OR LEGAL ACTION LEGAL PROCEEDINGS

ANY MATERIAL EVENT/ DEVELOPMENT OR CHANGE HAVING IMPLICATIONS ON THE FINANCIALS/CREDIT QUALITY (E.G. ANY MATERIAL REGULATORY PROCEEDINGS AGAINST THE ISSUER/PROMOTERS, LITIGATIONS RESULTING IN MATERIAL LIABILITIES, CORPORATE RESTRUCTURING EVENT ETC.) AT THE TIME OF ISSUE WHICH MAY AFFECT THE ISSUE OR THE INVESTOR'S DECISION TO INVEST / CONTINUE TO INVEST IN THE NON-CONVERTIBLE SECURITIES
LITIGATION INVOLVING THE ISSUER

Sl. No.	Case	Details	Case No	Court / Forum	Cases By / Against	Last Date MM/DD/YYYY	Next Date MM/DD/YYYY	Financial liability against the Issuer	Financial recovery by the Issuer	Remarks / Proceedings
SUPREME COURT										
NIL										
HIGH COURT										
NIL										
DISTRICT COURTS										
1	Insolvency Petition	Petitoner Mrs. Saraladevi	IP No. 4/2023	Sub Court, Lalkudi, TN	By Sarala	24.01.2024	NA	Rs.1,07,584/-	Nil	Vakalat filed. Batta and IA pending.
2	Insolvency Petition	Petitoner Mr. Swaminathan	IP No.4/2023	Prln Sub Court, Ariyalur	By Swaminathan	13-02-2024	NA	Rs.1,42,000/-	Nil	IA Pending
CONSUMER										
NIL										
NCLT/NCLAT										
NIL										
LABOUR										

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Sl. No.	Case	Details	Case No	Court / Forum	Cases By / Against	Last Date MM/DD/YYYY	Next Date MM/DD/YYYY	Financial liability against the Issuer	Financial recovery by the Issuer	Remarks / Proceedings
1	Labour case	Claimants: Mrs. Srividya & Mrs. Ponni Claim filed for compensation for late Mr.Alexpandi Raja.	EC No. 283/2022	Joint Commissioner of Labour at Dharmapuri, TN	By Mrs. Srividya & Mrs. Ponni	11.01.2024	Date will be intimated by JCL	Rs. 20 lakhs	Nil	PW1 evidence and cross examination over. Case posted for further evidence for petitioner side.
2	Labour case	Raja Agrahari	Petition No. 92/2022	Joint Commissioner of Labour at Lucknow, UP	By Raja Agrahari	22.12.2023	08.02.2024	Rs.36,789/-	Nil	Written statement submitted and case in posted for enquiry.
ARBITRATION										
NIL										
PMLA										
NIL										
EVICTION										
NIL										

Tax Proceedings of the Issuer

Nil

Litigations involving our promoters

Nil

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

Litigations against our promoters

Nil

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE XIII: REMUNERATION OF DIRECTORS (DURING THE CURRENT YEAR AND LAST 3 (THREE) FINANCIAL YEARS IMMIDIATELY PRECEEDING THE DATE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTTER

REMUNERATION OF THE DIRECTORS

In the Issuer:

(Values in ₹)

S No.	Name of the Director	From April 1, 2024 until June 30, 2024	From April 1, 2023 until March 31, 2024	2022-2023	2021-2022
1	*Anisha Motwani	200,000	900,000	11,70,000.00	11,00,000.00
2	*Gowri Thyagarajan	50,000	10,00,000	5,85,000.00	-
3	*N.T.Arun Kumar	-	-	18,00,000.00	16,50,000.00
4	*Raman Uberoi	200,000	13,50,000	14,85,000.00	9,00,000.00
5	*Swaminathan Viswanathan	-	-	-	5,00,000.00
6	*P K Gupta	-	-	-	5,50,000.00
7	*Hemant Ratnakar	250,000	11,50,000		
8	**Mr. L.V. L.N. Murty	5,407,686.00	1,05,69,389	93,92,009.00	77,60,045.00

*Sitting fee paid to independent directors.

**Salary paid to Managing Director & CEO.

In Subsidiaries and Associate companies of the Issuer:

(values in ₹)

S. No	Name of the Director	From April 1, 2023 until March 31, 2024	2022-2023	2021-2022	2020-2021
1	NIL				

Resignations:

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

S. No	Name of the Director	No longer a Director on Board from:
1	S VISWANATHAN	22-06-2021
2	PK GUPTA	31-08-2021
3	ABHISHEK AGRAWAL	16-08-2022
4	NT ARUNKUMAR	10-03-2023

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE XIV: DETAILS INCLUDING NUMBER AND PRICE AT WHICH EACH OF THE ALLOTMENTS MADE BY THE COMPANY IN THE LAST ONE YEAR PRIOR TO THE DATE OF THIS PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER FOR CONSIDERATION OTHER THAN CASH AND DETAILS OF THE CONSIDERATION IN EACH CASE.

The number of persons to whom allotment on preferential basis/ private placement/ rights issue has already been made during the year, in terms of securities as well as price

S. No	Name of the allottees	Price per security (in INR)	Subscription Consideration	Type of security	No. of securities	Nature of Allotment
1.	WLB Asset II D Pte Ltd	100	66,00,00,000	Non-Convertible Debentures (NCDs)	66,00,000	Private Placement
2.	Retail Investors	100,000	44,00,000	NCDs	44	Private Placement
3.	Incred Credit OpportunitiesFund - I	1,00,00,000	20,00,00,000	NCDs	20	Private Placement
4.	Incred Wealth and Investment Services Private Limited	1,00,00,000	5,00,00,000	NCDs	5	Private Placement
5.	Retail Investors	100,000	1,45,00,000	NCDs	145	Private Placement
6.	Dvara Holdings	460	6,50,00,300	Compulsorily Convertible Preference Shares	141,305	Private Placement
7.	Retail Investors	100,000	74,00,000	NCDs	74	Private Placement
8.	Retail Investors	100,000	30,00,000	NCDs	30	Private Placement
9.	Retail Investors	100,000	20,00,000	NCDs	20	Private Placement

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10.	Retail Investors	100,000	20,00,000	NCDs	20	Private Placement
11.	Retail Investors	100,000	15,00,000	NCDs	15	Private Placement
12.	Alteria Capital Fund II	100,000	15,00,00,000	NCDs	1,300	Private Placement
13.	Retail Investors	100,000	35,00,000	NCDs	35	Private Placement
14.	Retail Investors	100,000	47,00,000	NCDs	47	Private Placement
15.	InCred Credit Opportunities Fund – I	. 1,00,00,000	15,00,00,000	NCDs	15	Private Placement
16.	Vivriti Fixed Income Fund Series IX	1,00,000	25,00,00,000	NCDs	2,300	Private Placement
17.	Retail Investors	1,00,000	15,00,000	NCDs	15	Private Placement
18.	Creation Investments FPI, LLC	10,00,000	18,00,00,000	NCDs	180	Private Placement
19.	WLB Asset II D PTE LTD	1,00,000	120,11,00,000	NCDs	12,011	Private Placement
20.	Vivriti Capital Limited	1,00,000	20,00,00,000	NCDs	2,000	Private Placement
21.	Creations	1,00,000	220,000,000	NCDs	2,200	Private Placement

22.	Retail NCDs	100,000	265,00,000	NCDs	2.65	Private Placement

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE XV: CONSENT LETTER/UNDERTAKING FROM THE MERCHANT BANKER

[Attached Separately]

(This Key Information Document is neither a prospectus nor a statement in lieu of a prospectus)

ANNEXURE XVI: DUE DILIGENCE CERTIFICATE FROM THE MERCHANT BANKER

[Attached Separately]

CONFIDENTIAL

RL/PDFSV/352722/NCD/0924/98177/168551544
September 12, 2024

Mr. L V L N Murty
Chief Executive Officer
Dvara Kshetriya Gramin Financial Services Private Limited
10th Floor-Phase 1,
IIT-Madras Research Park,
Kanagam Village, Taramani,
Chennai - 600113
7200090076

Dear Mr. L V L N Murty,

Re: CRISIL Rating on the Rs.300 Crore Non Convertible Debentures of Dvara Kshetriya Gramin Financial Services Private Limited

We refer to your request for a rating for the captioned Debt instrument.

CRISIL Ratings has, after due consideration, assigned a CRISIL BBB+/Stable (pronounced as CRISIL triple B plus rating with Stable outlook) rating to the captioned Debt instrument. Securities with this rating are considered to have moderate degree of safety regarding timely servicing of financial obligations. Such securities carry moderate credit risk.

Further, in view of your decision to accept the CRISIL Ratings, we request you to apprise us of the instrument details (in the enclosed format) as soon as it has been placed. In the event of your company not making the issue within a period of 180 days from the above date, or in the event of any change in the size or structure of your proposed issue, a fresh letter of revalidation from CRISIL Ratings will be necessary.

As per our Rating Agreement, CRISIL Ratings would disseminate the rating along with outlook through its publications and other media, and keep the rating along with outlook under surveillance for the life of the instrument. CRISIL Ratings reserves the right to withdraw, or revise the rating / outlook assigned to the captioned instrument at any time, on the basis of new information, or unavailability of information, or other circumstances which CRISIL Ratings believes may have an impact on the rating. Please visit www.crisilratings.com and search with the name of the rated entity to access the latest rating/s.

As per SEBI circular (reference number: CIR/IMD/DF/17/2013; dated October 22, 2013) on centralized database for corporate bonds/debentures, you are required to provide international securities identification number (ISIN; along with the reference number and the date of the rating letter) of all bond/debenture issuances made against this rating letter to us. The circular also requires you to share this information with us within 2 days after the allotment of the ISIN. We request you to mail us all the necessary and relevant information at debtissue@crisil.com. This will enable CRISIL Ratings to verify and confirm to the depositories, including NSDL and CDSL, the ISIN details of debt rated by us, as required by SEBI. Feel free to contact us at debtissue@crisil.com for any clarification you may need.

Should you require any clarification, please feel free to get in touch with us.

With warm regards,

Yours sincerely,

Vani Ojasvi
Associate Director - CRISIL Ratings

Nivedita Shibu
Director - CRISIL Ratings

Disclaimer: *A rating by CRISIL Ratings reflects CRISIL Ratings' current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by CRISIL Ratings. Our ratings are based on information provided by the issuer or obtained by CRISIL Ratings from sources it considers reliable. CRISIL Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by CRISIL Ratings is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. CRISIL Ratings has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. CRISIL Ratings is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. CRISIL Ratings' criteria are available without charge to the public on the web site, www.crisilratings.com. CRISIL Ratings or its associates may have other commercial transactions with the company/entity. For the latest rating information on any instrument of any company rated by CRISIL Ratings, please visit www.crisilratings.com or contact Customer Service Helpdesk at CRISILratingdesk@crisil.com or at 1800-267-1301*

Details of the Rs.300 Crore Non Convertible Debentures of
Dvara Kshetriya Gramin Financial Services Private Limited

	1st tranche		*2nd tranche*		*3rd tranche*	
Instrument Series:						
Amount Placed:						
Maturity Period:						
Put or Call Options (if any):						
Coupon Rate:						
Interest Payment Dates:						
Principal Repayment Details:	Date	Amount	Date	Amount	Date	Amount
Investors:						
Trustees:						

In case there is an offer document for the captioned Debt issue, please send us a copy of it.

***Disclaimer**: A rating by CRISIL Ratings reflects CRISIL Ratings' current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by CRISIL Ratings. Our ratings are based on information provided by the issuer or obtained by CRISIL Ratings from sources it considers reliable. CRISIL Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by CRISIL Ratings is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. CRISIL Ratings has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. CRISIL Ratings is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. CRISIL Ratings' criteria are available without charge to the public on the web site, www.crisilratings.com. CRISIL Ratings or its associates may have other commercial transactions with the company/entity. For the latest rating information on any instrument of any company rated by CRISIL Ratings, please visit www.crisilratings.com or contact Customer Service Helpdesk at CRISILratingdesk@crisil.com or at 1800-267-1301*

CRISIL Ratings

Rating Rationale

September 12, 2024 | Mumbai

Dvara Kshetriya Gramin Financial Services Private Limited

'CRISIL BBB+/Stable' assigned to Non Convertible Debentures; Rated amount enhanced for Bank Debt

Rating Action

Total Bank Loan Facilities Rated	**Rs.535 Crore (Enhanced from Rs.385 Crore)**
Long Term Rating	**CRISIL BBB+/Stable (Reaffirmed)**

Rs.300 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Assigned)**
Rs.20 Crore Long Term Principal Protected Market Linked Debentures	**CRISIL PPMLD BBB+/Stable (Reaffirmed)**
Rs.50 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Reaffirmed)**
Rs.30 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Reaffirmed)**
Rs.200 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Reaffirmed)**
Rs.5 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Reaffirmed)**
Rs.10 Crore Non Convertible Debentures	**CRISIL BBB+/Stable (Reaffirmed)**
Rs.30 Crore Subordinated Debt	**CRISIL BBB+/Stable (Reaffirmed)**

Note: None of the Directors on CRISIL Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.
1 crore = 10 million
Refer to Annexure for Details of Instruments & Bank Facilities

Detailed Rationale

CRISIL Ratings has assigned its **'CRISIL BBB+/Stable'** rating to Rs.300 crore non-convertible debentures of Dvara Kshetriya Gramin Financial Services Private Limited (Dvara KGFS). Ratings on the long-term bank loan facilities and outstanding debt instruments of the company have been reaffirmed at 'CRISIL BBB+/CRISIL PPMLD BBB+/Stable'.

The ratings centrally factor in the extensive experience of the company's founders and leadership team, its adequate capital position supported by steady equity infusion and diverse resource profile. These strengths are partially offset by average asset quality, high geographical concentration, inherently modest risk profiles of the borrowers and potential risk from local socio-political issues inherent to the microfinance sector.

The prefix 'PPMLD' indicates that the principal amount of the debentures is protected, while the returns are market-linked. Also, payments to investors are not fixed and are linked to external variables, such as commodity prices, equity indices, foreign exchange rates or equity valuation of the company.

The company's assets under management (AUM) grew 27% year-on-year to Rs 2,251 crore as on March 31, 2024, with disbursements growing at 17%. The company's AUM stood at Rs 2,342 crore as on June 30, 2024. On this date, 82.8% of the portfolio was deployed as JLG loans whereas the balance was extended as enterprise loans and others. In terms of regional presence, 49% of the portfolio remains concentrated in Tamil Nadu followed by Bihar which housed 14% of the portfolio on June 30, 2024.

The strategic acquisition of 25.9% stake in Saija Finance Pvt Ltd (Saija) in FY22, has helped the company to diversify its geographical presence and leverage the existing market of Saija. This is evidenced by the reduction in exposure to Tamil Nadu from 56% in March 2023 to 49% presently. Correspondingly, exposure to top 3 states has declined from 79% to 72% over the same period.

Reported gross non-performing assets (GNPA) were 3.2% of gross advances as on June 30, 2024, as compared to 3.0%, a quarter ago and 4.0% on March 31, 2023. The average collection efficiency for the first quarter of fiscal 2025 was 96.0%, moderately lower than an average of 97.5% for the corresponding quarter of the previous fiscal. The decline in collection efficiency is a factor of external challenges like heat wave, elections and other ground level issues which surfaced during the quarter. Furthermore, the restructured portfolio has reduced to Rs 0.4 crore as on June 30, 2024, from Rs 38.5 crore as on March 31, 2023.

On the profitability front, Dvara KGFS's recorded a profit after tax (PAT) of Rs 48 crore for fiscal 2024 which translated to a RoMA of 1.9% versus a PAT of Rs 14 crore and RoMA of 0.8% in the previous fiscal. This improvement was a factor of improvement in yield and overall streamlining and increase in efficiency of operations. For Q1 2025, the company reported a PAT of Rs 12.0 crore and RoMA of 1.7% (annualized).

Analytical Approach

CRISIL Ratings has evaluated the standalone business and financial risk profiles of Dvara KGFS

Key Rating Drivers & Detailed Description

Strengths:

Experienced board and management profile

The management has more than two decades of experience in the rural financing industry. The board comprises Ms Bindu Ananth, Mr Samir Shah and other eminent members from financial and allied sectors. The members of the management have significant senior-level experience in the micro-finance institution (MFI) and non-banking finance company (NBFC) space and have helped in strengthening the company's systems and processes. The management has been in the microfinance industry over the past several years and has developed a strong understanding of the underlying cash flow and various financial product requirements of its customers.

Adequate capitalisation supported by frequent rounds of capital infusion

The company has a history of regularly raising capital to support its growth aspirations. Beyond that, it has also demonstrated its ability to raise capital in times of distress, as seen during the pandemic. Its capital position remains adequate in relation to the scale and nature of business, evidenced by a networth and tier I capital adequacy ratio of 16.1% as on June 30, 2024 vis-a -vis Rs 388 crore and 17.2%, respectively, as on March 31, 2024. On-book gearing, on the same date, stood at 4.7 times as compared to 4.3 times, as on March 31, 2023. Correspondingly, adjusted gearing was 5.5 times on March 31, 2024, risen from 4.5 times on March 31, 2023. In the past, the company has received steady capital infusion by Dvara Trust and other investors that supported the company's operations. Dvara group remains the single largest shareholder and holds 31.53% stake in the company. This is followed by Accion Africa-Asia Investment Company and Leapfrog Financial Inclusion India (II) Ltd holding 23.3% and 21.5%, respectively.

In the medium term, the company's capital position is expected to remain adequate however, its ability to significantly ramp-up internal accretion to sustain capital position and maintain comfortable gearing levels, will remain a key monitorable. On a steady-state basis, the company is expected to operate at a

adjusted gearing of ~5 times. Any material increase in gearing level will remain a key rating sensitivity factor.

Diversified resource profile
The resource profile includes more than 50 lenders, comprising banks, small finance banks, NBFCs and domestic and foreign financial institutions. The company also has business correspondence/colending relationships with NBFCs and banks. Dvara KGFS has also been active in raising funds through securitisation. As on June 30, 2024, the company had total outstanding Pass Through Certificates of Rs 203 crore (Rs 357 crore as of March 2023). On the same date, the resource profile comprised term loans (36.3%), secured debentures (25.6%), securitisation (PTCs and DA; 10.9%), External Commercial Borrowings (19.2%). In the first quarter of fiscal 2024, average cost of borrowing was 14.5% compared with 14.3% in fiscal 2024 and 13.3% in fiscal 2023. The company plans to target incremental funding from banks and foreign financial institutions, which will help reduce borrowing costs. It is expected to raise funding through external commercial borrowings and other instruments over the medium term, which would potentially reduce the cost of borrowing and open up more avenues of raising funds from the overseas debt market.

Weaknesses:
Average asset quality
GNPA and NNPA were 3.0% and 1.3% on March 31, 2024, which marks a significant improvement from peak GNPA levels of 9.2% on March 31, 2022 witnessed in the aftermath of Covid-19. In the past three fiscals through March 2024, the company has cumulatively written off ~Rs 150 crore which, along with gradual increase in recoveries, has led to reduction in NPAs. The restructured book has decreased from Rs 38.45 crores as on March 31, 2023 to Rs 0.44 crores as on June 30, 2024 and of the latter, only ~7% of the book is in 90+ days past due (dpd).
The average collection efficiency for Q1 2025 was 96.0%, marginally lower than 97.2% for the full fiscal 2024. More recently, the company's asset quality has been moderately impacted by the increase in indebtedness levels across customers, along with external challenges like heat waves, elections and ground level attrition. Resultantly, 30+ dpd has increased to 4.16% as of June 30, 2024, from 3.33%, a quarter ago. Overall GNPA was 3.2% as on June 30, 2024.

Over the medium term, the ability of the company to insulate its collection efficiency from external challenges and maintain sound asset quality, will remain a key monitorable

Exposure to risks linked to concentration of operations
Higher concentration in a particular geography exposes companies to local disruptive occurrences related to natural disasters and man-made events. Disruptive events in any region which has a relatively larger share of portfolio, could have a material impact on the company's business risk profile. Presently, around 49% of the overall portfolio is based in Tamil Nadu, although this has declined from 90% as on March 31, 2019. Similarly, top 3 states accounted for 72% of the overall portfolio as on June 30, 2024, which still exposes the company to risks of regional concentration.

The company continues to focus on regionally diversifying its portfolio. In FY22, it acquired Saija by way of a business transfer Agreement which enabled the company to expand its presence in Bihar and deeper into Jharkhand. In the future as well, the company's endeavour to achieve regional diversity is expected to continue and, the success of the same shall remain a key rating sensitivity factor.

Risks arising from exposure to borrowers with inherently weak credit profiles and socio-political issues in the sector
Despite Dvara KGFS operating as an NBFC (not NBFC-MFI), a significant portion of the portfolio comprises loans given to individuals under the JLG mechanism. Its customers generally have below-average credit risk profiles with lack of access to formal credit. Such borrowers are typically farmers, tailors, cattle owners/traders, small vegetable vendors, teashop owners and dairy farmers etc. The income flow of these households could be volatile and dependent on the performance of the local economy.

In the past, this segment of borrowers was severely impacted by socio-economic disruptions like the crisis promulgated by the ordinance passed by the government of Andhra Pradesh in 2010, then demonetisation in 2016 and subsequently, the outbreak of Covid-19 in March 2020. Promulgation of the ordinance on MFIs by the government of Andhra Pradesh back in 2010 exposed NBFCs serving similar customers to regulatory and legislative risks. The ordinance triggered a chain of events that adversely affected the business models of MFIs by impairing their growth, asset quality, profitability and solvency

The sector witnessed high levels of delinquencies post demonetisation and subsequent socio-political events. The sector also remains susceptible to regional issues such as elections, natural calamities and borrower protests, among others, which may result in momentary spurt in delinquencies. This indicates the fragility of the business model to external risks. As the business involves lending to the underserved sections of society, Dvara KGFS will remain exposed to socially sensitive factors, including high interest rates, tighter regulations and legislations.

Liquidity: Adequate
Basis the liquidity profile as on August 31, 2024, the company is estimated to have a liquidity cover of 1.18 times on the debt obligations scheduled over the following two months (assuming 75% collections). Total Cash and equivalent, including liquid investments, and unutilised debt facilities was Rs 243 crore as on August 31, against debt obligation of Rs 307 crore for the two months through October 2024. In the near term, liquidity profile is expected to remain supported by stable collections and a pipeline of undrawn funds.

Outlook: Stable
Dvara KGFS is expected to benefit from the experience of its promoter and management in the micro lending industry. CRISIL Ratings also expects the company to maintain adequate capitalisation.

Rating Sensitivity Factors
Upward Factors
- Improvement in geographical diversification with concentration in single largest state declining below 40% with asset quality metrics remaining sound
- Return on assets improving to and, remaining above 2.5% on a sustainable basis
- Significant improvement in capitalization profile

Downward Factors
- Significant delay in asset quality recovering to pre-pandemic level
- Weakening of earnings profile, imposing pressure on capital position
- Inability to maintain adjusted gearing below 5 times on a steady state basis

About the Company
Dvara KGFS was set up in fiscal 2008 by Dvara Trust for extending unsecured and secured loans to rural areas in the country. The company was founded by Ms Bindu Ananth and Mr Nachiket Mor. Dvara KGFS focuses on extending multiple financial products for the lending, savings and insurance requirements of individuals in rural areas. The company positions itself as a rural wealth manager providing loans and financial products to customers. It largely extends JLG and unsecured enterprise loans, which comprise more than 95% of the total loans. The JLG loans are up to a ticket size of Rs 50,000 and the enterprise loans up to Rs 5 lakh. The company lends at interest rates of 24.5-27.75% for the JLG loans and 26-29% for the enterprise loans.

During fiscal 2019, the business correspondents and corporate agency business of the IFMR Rural Channels and Services Pvt Ltd (holding company of Dvara KGFS) and IFMR Holdings Pvt Ltd (ultimate holding company) were amalgamated with the company.

Key Financial Indicators

Particulars	Unit	Jun 2024	Mar 2024	Mar 2023	Mar 2022	Mar 2021
Total managed assets	Rs crore	2,807	2,755	2126	1578	1370
Total income	Rs crore	145	565	382	286.8	245
Profit after tax	Rs crore	12.0	48	14.4	-2.8*	0.8
Return on managed assets	%	1.7**	1.9	0.8	-0.2	0.1
Gross NPA	%	3.2	3.0	4.0	9.2	7.6

Adjusted gearing (including off-book)	**Times**	**5.5**	**5.5**	**4.5**	**3.4**	**3.1**

**including share of net loss of Rs 4.29 crore of associate, excluding which Dvara had reported a PAT of Rs 1.7 crore*
***annualised*

Any other information: Not Applicable

Note on complexity levels of the rated instrument:
CRISIL Ratings` complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

CRISIL Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the CRISIL Ratings` complexity levels please visit www.crisilratings.com. Users may also call the Customer Service Helpdesk with queries on specific instruments.

Annexure - Details of Instrument(s)

ISIN	Name of instrument	Date of allotment	Coupon rate (%)	Maturit date	Issue size (Rs.Crore)	Complexity level	Rating
NA	Non-convertible debentures*	NA	NA	NA	300	Simple	CRISIL BBB+/Stable
INE179P07324	Non-convertible debentures	30-Sep-23	13.5	7-Apr-26	25	Complex	CRISIL BBB+/Stable
INE179P07282	Non-convertible debentures	12-Aug-22	11%	12-Feb-26	23.3	Simple	CRISIL BBB+/Stable
INE179P07175	Long-term principal-protected market linked debentures	17-May-21	BSE SENSEX Linked	30-Sep-24	20	Highly complex	CRISIL PPMLD BBB+/Stable
INE179P07258	Non-convertible debentures	25-Apr-22	11%	24-Oct-25	38.1	Simple	CRISIL BBB+/Stable
INE179P07266	Non-convertible debentures	9-Jun-22	14%	7-Mar-25	22	Complex	CRISIL BBB+/Stable
INE179P07274	Non-convertible debentures	25-Jul-22	15%	25-Jul-25	10	Simple	CRISIL BBB+/Stable
INE179P08058	Non-convertible debentures	19-Dec-23	14.50%	15-Feb-27	18	Complex	CRISIL BBB+/Stable
INE179P07332	Non-convertible debentures	22-Feb-24	13.60%	6-Dec-27	120.11	Simple	CRISIL BBB+/Stable
INE179P08074	Non-convertible debentures	26-Apr-24	14.50%	15-Feb-27	22	Complex	CRISIL BBB+/Stable
INE179P07365	Non-convertible debentures	24-May-24	12.75%	24-May-27	1.8	Complex	CRISIL BBB+/Stable
INE179P07373	Non-convertible debentures	24-May-24	12.50%	24-May-27	0.1	Complex	CRISIL BBB+/Stable
INE179P07381	Non-convertible debentures	24-May-24	12.75%	24-May-27	1.1	Complex	CRISIL BBB+/Stable
NA	Non-convertible debentures*	NA	NA	NA	13.49	Simple	CRISIL BBB+/Stable
NA	Cash Credit	NA	NA	NA	13	NA	CRISIL BBB+/Stable
NA	Proposed Long Term Bank Loan Facility	NA	NA	NA	162.86	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	30-Oct-24	2.48	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	8-Aug-27	20	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	1-Mar-25	14.13	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	31-Mar-25	6.82	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	12-Feb-27	22.79	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	27-Mar-25	12.25	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	31-Mar-25	50	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	5-Jul-25	10.69	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	31-Dec-25	74.99	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	1-Jul-26	119.99	NA	CRISIL BBB+/Stable
NA	Term Loan	NA	NA	5-Sep-27	25	NA	CRISIL BBB+/Stable

**Yet to be issued*
In the past, ISIN (INE179P08041) was allocated however, post client confirmation - this ISIN was not issued and eventually was suspended. As on date, there is no amount issued/outstanding against this ISIN hence it is being removed from the above list.

Annexure - Rating History for last 3 Years

	Current			2024 (History)		2023		2022		2021		Start of 2021
Instrument	**Type**	**Outstanding Amount**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Rating**
Fund Based Facilities	LT	535.0	CRISIL BBB+/Stable		--	12-12-23	CRISIL BBB+/Stable	26-09-22	CRISIL BBB+/Stable	22-12-21	CRISIL BBB+/Stable	CRISIL BBB+/Stable
			--		--	26-09-23	CRISIL BBB+/Stable	02-08-22	CRISIL BBB+/Stable	22-09-21	CRISIL BBB+/Stable	--
			--		--	03-08-23	CRISIL BBB+/Stable	12-03-22	CRISIL BBB+/Stable	02-09-21	CRISIL BBB+/Stable	--
			--		--	13-06-23	CRISIL BBB+/Stable		--	22-06-21	CRISIL BBB+/Stable	--
			--		--	24-05-23	CRISIL BBB+/Stable		--		--	--
			--		--	10-03-23	CRISIL BBB+/Stable		--		--	--
			--		--	07-02-23	CRISIL BBB+/Stable		--		--	--
Non Convertible Debentures	LT	595.0	CRISIL BBB+/Stable		--	12-12-23	CRISIL BBB+/Stable	26-09-22	CRISIL BBB+/Stable	22-12-21	CRISIL BBB+/Stable	CRISIL BBB+/Stable
			--		--	26-09-23	CRISIL BBB+/Stable	02-08-22	CRISIL BBB+/Stable	22-09-21	CRISIL BBB+/Stable	--
			--		--	03-08-23	CRISIL BBB+/Stable	12-03-22	CRISIL BBB+/Stable	02-09-21	CRISIL BBB+/Stable	--
			--		--	13-06-23	CRISIL BBB+/Stable		--	22-06-21	CRISIL BBB+/Stable	--
			--		--	24-05-23	CRISIL BBB+/Stable		--		--	--
			--		--	10-03-23	CRISIL BBB+/Stable		--		--	--

			--		--	07-02-23	CRISIL BBB+/Stable		--		--	--
Subordinated Debt	LT	30.0	CRISIL BBB+/Stable		--	12-12-23	CRISIL BBB+/Stable	26-09-22	CRISIL BBB+/Stable		--	--
			--		--	26-09-23	CRISIL BBB+/Stable	02-08-22	CRISIL BBB+/Stable		--	--
			--		--	03-08-23	CRISIL BBB+/Stable	12-03-22	CRISIL BBB+/Stable		--	--
			--		--	13-06-23	CRISIL BBB+/Stable		--		--	--
			--		--	24-05-23	CRISIL BBB+/Stable		--		--	--
			--		--	10-03-23	CRISIL BBB+/Stable		--		--	--
			--		--	07-02-23	CRISIL BBB+/Stable		--		--	--
Long Term Principal Protected Market Linked Debentures	LT	20.0	CRISIL PPMLD BBB+/Stable		--	12-12-23	CRISIL PPMLD BBB+/Stable	26-09-22	CRISIL PPMLD BBB+ r /Stable	22-12-21	CRISIL PPMLD BBB+ r /Stable	--
			--		--	26-09-23	CRISIL PPMLD BBB+/Stable	02-08-22	CRISIL PPMLD BBB+ r /Stable	22-09-21	CRISIL PPMLD BBB+ r /Stable	--
			--		--	03-08-23	CRISIL PPMLD BBB+/Stable	12-03-22	CRISIL PPMLD BBB+ r /Stable	02-09-21	CRISIL PPMLD BBB+ r /Stable	--
			--		--	13-06-23	CRISIL PPMLD BBB+/Stable		--	22-06-21	CRISIL PPMLD BBB+ r /Stable	--
			--		--	24-05-23	CRISIL PPMLD BBB+/Stable		--		--	--
			--		--	10-03-23	CRISIL PPMLD BBB+/Stable		--		--	--
			--		--	07-02-23	CRISIL PPMLD BBB+/Stable		--		--	--

All amounts are in Rs.Cr.

Annexure - Details of Bank Lenders & Facilities

Facility	Amount (Rs.Crore)	Name of Lender	Rating
Cash Credit	10	Indian Bank	CRISIL BBB+/Stable
Cash Credit	3	Axis Bank Limited	CRISIL BBB+/Stable
Proposed Long Term Bank Loan Facility	12.86	Not Applicable	CRISIL BBB+/Stable
Proposed Long Term Bank Loan Facility	150	Not Applicable	CRISIL BBB+/Stable
Term Loan	2.48	Kotak Mahindra Bank Limited	CRISIL BBB+/Stable
Term Loan	34.13	IDFC FIRST Bank Limited	CRISIL BBB+/Stable
Term Loan	6.82	Indian Bank	CRISIL BBB+/Stable
Term Loan	22.79	The Federal Bank Limited	CRISIL BBB+/Stable
Term Loan	12.25	Bandhan Bank Limited	CRISIL BBB+/Stable
Term Loan	50	ICICI Bank Limited	CRISIL BBB+/Stable
Term Loan	10.69	Suryoday Small Finance Bank Limited	CRISIL BBB+/Stable
Term Loan	74.99	State Bank of India	CRISIL BBB+/Stable
Term Loan	119.99	State Bank of India	CRISIL BBB+/Stable
Term Loan	25	The Karur Vysya Bank Limited	CRISIL BBB+/Stable

Criteria Details

Links to related criteria
CRISILs Bank Loan Ratings - process, scale and default recognition
Rating Criteria for Finance Companies
Rating criteria for hybrid debt instruments of NBFCs/HFCs

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CATALYST
Believe in yourself... Trust us!

CL/DEB/24-25/1146 **Date : 19-Sep-2024**

To,
Shilpa Bhatter,
Dvara Kshetriya Gramin Financial Services Private Limited,
No.1, 66/2999,, 2nd Floor,,
Trichy main road, Thanjavur,,
Thanjavur,
Tamil Nadu,
India 613007.

Dear Sir/ Madam,

Re: Consent to act as a Debenture Trustee for Private Placement of Fully Paid, Rated, Listed, Redeemable, Transferable, Secured, Non-Convertible Debentures of ₹ 50.00 Crores

We refer to your letter dated 19.09.2024 , requesting us to convey our consent to act as the Debenture Trustee for captioned issue of Debentures.

We hereby convey our acceptance to act as Debenture Trustees for the said issue Debentures, subject to execution of Debenture Trustee Agreement as per Regulation 13 of SEBI (Debenture Trustee) Regulations, 1993, thereby agreeing to execute Debenture Trust Deed and to create the security if applicable within the timeline as per relevant Laws / Regulations and in the Offer Document / Information Memorandum / Disclosure Document / Placement Memorandum and company agreeing / undertaking to comply with the provisions of SEBI (Debenture Trustee) Regulations, 1993, SEBI (Issue and Listing o f Non-Convertible Securities) Regulations 2021, SEBI (Listing Obligations & Disclosure Requirements) Regulation 2015, Companies Act, 2013 and Rules thereunder and other applicable laws as amended from time to time.

Fee Structure for the proposed transaction will be as per annexure A.

Assuring you of the best professional services.
Thanking you.

Yours faithfully,

Name : Subhi Gautam

Designation : Manager

Annexure A

Fee Structure for transaction CL/DEB/24-25/1146

PERTICULARS	AMOUNT
Acceptance fees (one-time, non-refundable, payable on our appointment)	₹ 40,000.00
Annually Trusteeship Fees(Amount/Percentage)	₹ 40,000.00

Annually Fees are payable in advance each year from date of execution till termination of the transaction. Pro-rata charges would apply for the first year till FY end, as applicable The taxes on above fee structure are payable at applicable rates from time to time.

All out of pocket expenses incurred towards legal fees, travelling, inspection charges, etc shall be levied and re-imbursed on actual basis.

Please return the second copy this letter duly signed by Authorized Officer from your company.

Yours Faithfully,

For Catalyst Trusteeship Limited

Name : Subhi Gautam

Designation : Manager

We accept the above terms.

For Dvara Kshetriya Gramin Financial Services Private Limited

Name : MS. SHILPA BHATTER

Designation : CFO

DCS/COMP/MJ/IP-PPDI/453/23-24

February 15, 2024

Dvara Kshetriya Gramin Financial Services Private Limited
10th Floor-E Block, IIT-Madras Research Park,
Kanagam Village Taramani Chennai 600113

Dear Sir/Madam

Re: Private Placement of Listed Secured Transferable Redeemable Non-Convertible Debentures (GID GID/1/2023-24 dated 07.02.2024).

We acknowledge receipt of your application on the online portal on February 07, 2024 seeking In-principle approval for issue of captioned security. In this regard, the Exchange is pleased to grant in-principle approval for listing of captioned security subject to fulfilling the following conditions at the time of seeking listing:

1. Filing of listing application.

2. Payment of fees as may be prescribed from time to time.

3. Compliance with SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and circulars issued thereunder and also Compliance with provisions of Companies Act 2013.

4. Receipt of Statutory & other approvals & compliance of guidelines issued by the statutory authorities including SEBI, RBI, DCA etc. as may be applicable.

5. Compliance with change in the guidelines, regulations, directions, circulars of the Exchange, SEBI or any other statutory authorities, documentary requirements from time to time.

6. Compliance with below mentioned circular dated June 10, 2020 issued by BSE before opening of the issue to the investors.:
https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20200610-31

7. Issuers, for whom use of EBP is not mandatory, specific attention is drawn towards compliance with Chapter XV of SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and BSE Circular No 20210519-29 dated May 19, 2021. Accordingly, Issuers of privately placed debt securities in terms of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 or ILDM Regulations for whom accessing the electronic book platform (EBP) is not mandatory shall upload details of the issue with any one of the EBPs within one working day of such issuance. The details can be uploaded using the following links Electronic Issuance - Bombay Stock Exchange Limited (bseindia.com).

8. It is advised that Face Value of NCDs issue through private placement basis should be kept as per Chapter V of SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021

9. ***Issuers are hereby advised to comply with signing of agreements with both the depositories as per Regulation 7 of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021.***

10. Company is further requested to comply with SEBI Circular SEBI/HO/DDHS/DDHS-RACPOD1/CIR/P/2023/56 dated April 13, 2023, (if applicable) read along with BSE Circular https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20230428-18 and ensure compliance of the same.

This In-Principle Approval is valid for a period of 1 year from the date of issue of this letter or period of 1 year from the date of opening of the first offer of debt securities under the General information Document, which ever applicable. The Exchange reserves its right to withdraw its in-principle approval at any later stage if the information submitted to the Exchange is found to be incomplete/ incorrect/misleading/false or for any contravention of Rules, Bye-laws and Regulations of the Exchange, SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with SEBI Circular No SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 and circulars issued thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Guidelines/Regulations issued by the statutory authorities etc. Further, it is subject to payment of all applicable charges levied by the Exchange for usage of any system, software or similar such facilities provided by BSE which the Company shall avail to process the application of securities for which approval is given vide this letter.

Yours faithfully,
For BSE Limited

Rupal Khandelwal
Deputy General Manager

Prasad Bhide
Senior Manager

BSE - PUBLIC

CL/24-25/10289 ***(Annexure IIA)***

DUE DILIGENCE CERTIFICATE TO BE GIVEN BY THE DEBENTURE TRUSTEE AT THE TIME OF FILING THE DRAFT OFFER DOCUMENT/ INFORMATION MEMORANDUM

[In reference to Chapter II, Clause 2.2.4 of SEBI Master Circular for Debenture Trustees dated May 16, 2024]

To,
The Manager,
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai- 400001.

Dear Sir / Madam,

SUB : ISSUE OF UPTO 50,000 (FIFTY THOUSAND) FULLY PAID, SENIOR, SECURED, RATED, LISTED, REDEEMABLE,TAXABLE, NON-CONVERTIBLE DEBENTURES HAVING FACE VALUE OF RS. 10,000/- (RUPEES TEN THOUSAND ONLY) EACH AGGREGATING UP TO RS. 50,00,00,000/- (RUPEES FIFTY CRORES ONLY) BY WAY OF PRIVATE PLACEMENT BY DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED.

We, the debenture trustee(s) to the above-mentioned forthcoming issue state as follows:

1) We have examined documents pertaining to the said issue and other such relevant documents, reports and certifications.

2) On the basis of such examination and of the discussions with the Issuer, its directors and other officers, other agencies and on independent verification of the various relevant documents, reports and certifications:

We confirm that:

a) The Issuer has made adequate provisions for and/or has taken steps to provide for adequate security for the debt securities to be issued and listed.

b) The Issuer has obtained the permissions / consents necessary for creating security on the said property(ies).

c) The Issuer has made all the relevant disclosures about the security and its continued obligations towards the holders of debt securities.

d) Issuer has adequately disclosed all consents/ permissions required for creation of further charge on assets in offer document / information memorandum and all disclosures made in the offer document / information memorandum with respect to creation of security are in confirmation with the clauses of debenture trustee agreement**.**

e) Issuer has given an undertaking that charge shall be created in favour of debenture trustee as per terms of issue before filing of listing application.

f) Issuer has disclosed all covenants proposed to be included in debenture trust deed (including any side letter, accelerated payment clause etc.), offer document / placement memorandum.

We have satisfied ourselves about the ability of the Issuer to service the debt securities.

Place: Mumbai
Date: September 25, 2024

For Catalyst Trusteeship Limited

For CATALYST TRUSTEESHIP LIMITED
Authorised Signatory

Ms. Kalyani Pandey
Compliance Officer

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED BY THE BOARD OF DIRECTORS OF DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED AT ITS MEETING HELD ON WEDNESDAY MAY 24, 2023, AT ITS REGISTERED OFFICE, 10TH FLOOR, PHASE-1, IIT-MADRAS RESEARCH PARK, KANAGAM VILLAGE, TARAMANI, CHENNAI – 600113.

Approval for issue of Non-Convertible Debentures on private placement basis upto Rs.100 Crores:

"**RESOLVED THAT** pursuant to Section 42, 71, 179 and other applicable provisions of the Companies Act, 2013, if any, and the rules made thereunder and Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 by the Reserve Bank of India (RBI), the approval of the Board be and is hereby accorded to offer and/or invite for issue of Listed, Rated, Secured Redeemable Non-Convertible Debentures (NCDs) aggregating upto Rs.100,00,00,000 (Rupees One Hundred Crores) on a private placement basis, in one or more tranches, on such terms and conditions including the price, coupon, premium/ discount, tenor etc., as may be determined by the Debenture Committee of Board of Directors (or any other person so authorised by the Debenture Committee), based on the prevailing market condition under one or more shelf disclosure document(s) and/or under one or more letter(s) of offer as may be issued by the Company and in one or more series.

RESOLVED FURTHER THAT -

i. the Debenture Committee of the company be and is hereby authorised in the manner as mentioned hereinbelow to decide on the quantum and rate of interest of the debentures, face value and tenure of the debentures, to accept the terms and conditions and to take such other steps including exercise and/or acceptance of put or call option, listing of debentures in stock exchanges, make allotment of debentures or do all such acts, deeds and things as may be required in this regard as they may deem necessary to give effect to the above resolution;

ii. the Debenture Committee is authorised to make allotment, issue allotment advice and/or letter of allotment and to make, execute any deed or document and papers on behalf of the Company relating to such allotment and in such form as may be required for the purpose and also to approve Rematerialisation/Dematerialisation of NCD's, transfer and transmission of Debentures and issuance of Duplicate Debenture Certificates and other day to day activities for Debentures management;

iii. Mr.LVLN.Murty, Managing Director & CEO, Chief Financial Officer, and Dy. Chief Financial Officer and Company Secretary (Authorised Officials) be and hereby severally authorised to appoint rating agency, placement agency, to decide the Trustee and to execute the Trusteeship Agreement, if any, with the Trustee on behalf of the Company and they be also authorised to do all such acts, deeds and things as may be required by the Trustee for the Debenture holders in this regard including creation of charge and matters associated with charges;

iv. if necessary, Mr.LVLN.Murty, Managing Director & CEO, Chief Financial Officer and Dy. Chief Financial Officer and the Company Secretary of the Company be and are hereby severally authorised to make necessary application and to sign and execute necessary paper, deeds and documents and to take all necessary steps as may be required and in case of listed debentures

including for the purpose of listing the Debentures on the Wholesale Debt Market (WDM) segment of the Stock Exchanges;

v. if necessary, Mr.LVLN.Murty, Managing Director & CEO, Chief Financial Officer and Dy. Chief Financial Officer and the Company Secretary of the Company are hereby authorised to approach the National Securities Depository Limited (NSDL) and/or Central Depository Services (India) Limited (CDSL) and make necessary arrangements for the purpose of dematerialisation of Debentures so allotted, if required, and that the Company do allot the Debentures in dematerialised form to the Investors if necessary particulars are furnished by them in this regard;

RESOLVED FURTHER THAT a copy of the resolution duly certified as a true copy by the Company Secretary be forwarded to all concerned and they be requested to act thereupon."

//CERTIFIED TRUE COPY//

FOR DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED

Deepika Bhatt

Digitally signed by Deepika Bhatt
Date: 2023.06.05 14:56:11 +05'30'

DEEPIKA BHATT
COMPANY SECRETARY & COMPLIANCE OFFICER
M. NO.: F11027

CERTIFIED TRUE COPY OF THE RESOLUTION PASSED AT THE MEETING OF THE DEBENTURE COMMITTEE OF THE BOARD OF DIRECTORS ("COMMITTEE") OF DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED ("COMPANY") HELD ON THURSDAY, 19TH OF SEPTEMBER 2024 AT IIT M RESEARCH PARK, 10TH FLOOR-PHASE 1, KANAGAM VILLAGE, TARAMANI, CHENNAI 600113 TAMIL NADU, INDIA.

ISSUANCE OF RATED, LISTED, SENIOR, SECURED, REDEEMABLE, TAXABLE NON-CONVERTIBLE DEBENTURES NON-CONVERTIBLE DEBENTURES AGGREGATING UP TO INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORES ONLY) BY THE COMPANY ON A PRIVATE PLACEMENT BASIS TO OXYZO FINANCIAL SERVICES LIMITED AND ITS GROUP COMPANIES/AFFILIATES.

"**UNANIMOUSLY RESOLVED THAT** pursuant to authority provided under Board Resolution dated February 8, 2023 and May 24, 2023 and the provisions of Sections 42, 71, 179 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder, including any statutory modifications or re-enactments thereof for the time being in force (the "**Act**"), the Foreign Exchange Management Act, 1999 (as amended from time to time), rules, regulations, guidelines, notifications, clarifications and circulars, if any, prescribed by the Government of India, all applicable regulations, directions, guidelines, circulars and notifications of the Reserve Bank of India ("**RBI**"), the Securities and Exchange Board of India ("**SEBI**"), including the Securities Contracts (Regulation) Act, 1956, the Securities and Exchange Board of India Act, 1992, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, and the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended from time to time ("**NCS Regulations**"), , the SEBI circular bearing the reference number SEBI/HO/DDHS/PoD1/P/CIR/2024/54 dated May 22, 2024 on "Master Circular for issue and listing of Non-convertible Securities, Securitised Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper" as amended, supplemented and modified from time to time ("**SEBI Master Circular**") and the guidelines issued by SEBI with respect to electronic book provider platform under the terms of the SEBI Master Circular ("**SEBI EBP Guidelines**"), and subject to such other provisions, regulations, rules approvals, consents, sanctions, permissions as may be required from any appropriate statutory and regulatory authorities, and in accordance with the Memorandum of Association and the Articles of Association of the Company, and the listing agreements entered into with the stock exchanges including Bombay Stock Exchange/BSE Limited and the National Stock Exchange of India Limited (the "**Stock Exchanges**") where the securities of the Company may be listed, and subject to approvals, consents, sanctions, permissions as may be required from any appropriate statutory and regulatory authorities and pursuant to the special resolution passed by the shareholders of the Company dated March 12, 2021, and the resolution passed by the Board of Directors of the Company dated May 24, 2023, and, the unanimous approval of the Committee be and is hereby accorded for and the Committee hereby approves the terms and conditions in relation to: (a) the issuance and allotment of Rated, Listed, Senior, Secured, Redeemable, Taxable Non-Convertible Debentures aggregating up to Rs. 50,00,00,000/- (Rupees Fifty Crores only) by the Company or such other

amount as may be determined ("**Debentures**"), on a private placement basis to Oxyzo Financial Services Limited and its group companies/affiliates (being the identified persons for the purposes of Section 42 of the Act) (collectively the "**Investors**"); and (b) for securing the amounts to be raised pursuant to the issue of Debentures together with all interest and other charges thereon (up to such limits and asset cover as may be agreed) by one or more of the following: (i) hypothecation of certain identified loans/book debts of the Company with a cover of 1.10 (One Point One Zero) times of Redemption Amount and Outstanding Amount from the Deemed Date of Allotment on all the Debentures, and/or (ii) such other security or contractual comfort as may be required in terms of the issuance of the Debentures (the "**Security**")."

"**UNANIMOUSLY RESOLVED FURTHER THAT** pursuant to Section 42(2) of the Companies Act, 2013, the Committee hereby identifies Oxyzo Financial Services Limited and its group companies/affiliates ("**Identified Persons**"), as identified persons to whom the Company can make private placement of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** Mr. LVLN Murty, Managing Director & CEO, Ms Shilpa Bhatter, Chief Financial Officer, Ms Deepika Bhatt, Company Secretary, Mr. Satya Sai Gunda, Senior Manager - Finance and Mr. Siddhartha Gorti, AVP - Treasury of the Company (collectively, the "**Authorised Persons**") be and are hereby severally authorised to do such acts, deeds and things as they deem necessary or desirable in connection with the issue, offer and allotment of the Debentures, including, without limitation the following:

(a) seeking, if required, any approval, consent or waiver from any/all concerned governmental and regulatory authorities, and/or any other approvals, consent or waivers that may be required in connection with the issue, offer and allotment of the Debentures;

(b) executing the term sheet in relation to the Debentures;

(c) deciding, negotiating and finalizing the terms in respect of the issue, offer and allotment of the Debentures, including the price, coupon, face value, tenor, issue opening date, issue closing date and all other related matters;

(d) seeking the listing of the Debentures on any Stock Exchange, submitting the listing application, and taking all actions that may be necessary in connection with obtaining such listing and obtaining the in-principal approval from the stock exchange in relation to listing of Debentures;

(e) approving the debt disclosure document/general information document (including addendum to general information document) and key information document and the private placement offer cum application letter(s), in accordance with all applicable laws, rules, regulations and guidelines;

(f) finalising the terms and conditions of the appointment of an arranger (if so required), a debenture trustee, a registrar and transfer agent, a credit rating agency, legal counsel, a depository and such

other intermediaries as may be required including their successors and their agents;

(g) finalising the terms of the issue, offer and allotment of the Debentures;

(h) entering into arrangements with the depository in connection with issue of Debentures in dematerialised form including application for obtaining ISIN;

(i) creating and perfecting the Security as required in accordance with the terms of the Transaction Documents (as defined below) in relation to the issue, offer and allotment of the Debentures;

(j) finalising the date of allocation and the deemed date of allotment of the Debentures;

(k) negotiating, executing, filing and delivering any documents, instruments, deeds, amendments, papers, applications, notices or letters as may be required in connection with the issue, offer and allotment of the Debentures and dealing with regulatory authorities in connection with the issue, offer and allotment of the Debentures including but not limited to the RBI, the jurisdictional registrar of companies, the Central Registry of Securitisation Asset Reconstruction and Security Interest, the Ministry of Corporate Affairs, the jurisdictional sub-registrar of assurances, National Securities Depository Limited ("**NSDL**") and/or the Central Depository Services (India) Limited ("**CDSL**") and such other authorities as may be required;

(l) to execute all documents, file forms with the jurisdictional registrar of companies and submit applications to any Stock Exchange (if so required), the relevant registrar of companies, the Ministry of Corporate Affairs, Central Registry of Securitisation Asset Reconstruction and Security Interest or any depository;

(m) sign and/or dispatch all documents and notices to be signed and/or dispatched by the Company under or in connection with the Transaction Documents;

(n) to take all steps and do all things and give such directions as may be required, necessary, expedient or desirable for giving effect to the Transaction Documents, the transactions contemplated therein and the resolutions mentioned herein, including without limitation, to approve, negotiate, finalise, sign, execute, ratify, amend, supplement and/or issue the following, including any amendments, modifications, supplements, restatements or novations thereto (now or in the future):

(i) the debt disclosure document/general information document including addendum to the general information document and key information document and the private placement offer cum application letter(s) for the issue, offer and allotment of the Debentures (collectively the "**Disclosure Documents**");

(ii) debenture certificate for the Debentures (if applicable);

(iii) debenture trust deed, debenture trustee agreement, deed of hypothecation, and any other documents required for the creation of security interest over the Company's movable properties and assets, or the issue, offer and allotment of the Debentures (including any powers of attorney in connection thereto), and any other document in relation thereto (collectively, the "**Transaction Documents**");

(iv) any other documents required for the purposes of the issue, offer and allotment of the Debentures and the transactions contemplated thereby, including but not limited to letters of undertaking, declarations, agreements, reports; and

(v) any other document designated as a Transaction Document by the debenture trustee/holders of the Debentures;

(o) Create Recovery Expense Fund by deposit of relevant amount to enable the debenture trustee(s) to take prompt action for enforcement of security in case of 'default' in listed debt securities;

(p) file CHG-9 with the registrar of companies within applicable timelines or any other filings required to be done with the regulatory authority for the purpose of the issue of Debenture;

(q) giving or authorizing the giving by concerned persons of such declarations, affidavits, certificates, consents and authorities as may be required from time to time; and

(r) to do all acts necessary for the issue, offer and allotment of the Debentures in accordance with the terms set out in the Disclosure Documents and the Transaction Documents;

(s) to generally do any other act or deed, to negotiate and execute any documents, applications, agreements, undertakings, deeds, affidavits, declarations, and certificates in relation to (a) to (o) above, and to give such directions as it deems fit or as may be necessary or desirable with regard to the issue, offer and allotment of the Debentures; and

(t) to do all such acts, deeds and things as the Authorised Persons may deem necessary or desirable in connection with the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and are hereby severally authorised to take all necessary steps relating to the creation, perfection and registration of charges in relation to the Security and also to sign and submit the necessary forms with the relevant registrar of companies, the Central Registry of Securitisation Asset Reconstruction and Security Interest, the Ministry of Corporate Affairs, the Information Utilities or any depository, and other relevant governmental authorities."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Committee hereby approves and ratifies all such acts, deeds and actions taken by the Company till date for the purpose of the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and are hereby severally authorised to record the name of the holders of the Debentures in the register of debenture holders and to undertake such other deeds and acts as may be required to give effect to the issuance, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons of the Company be and are hereby severally authorised to maintain bank account(s) with such bank(s) in India as may be required in connection with the issue, offer and allotment of the Debentures and that the Authorised Persons be and are hereby severally authorised to sign and execute the any form and other documents required for maintaining the said account(s), operate such account(s), and give such instructions including closure thereof as may be required and deemed appropriate by them, and that such bank(s) be and is/are hereby has been duly authorised to honour all cheques and other negotiable instruments drawn, accepted or endorsed and instructions given by the aforesaid Authorised Persons on behalf of the Company."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and are hereby severally authorised to pay all stamp duty and related charges required to be paid for the issue, offer and allotment of the Debentures, including through any intermediaries such as the the Stock Exchanges, clearing corporations, NSDL and/or CDSL, that may be authorised in this regard, in accordance with the laws of India and procure the stamped documents from the relevant governmental authorities."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons of the Company be and are hereby severally authorised to appoint [Catalyst Trusteeship Limited], or any other qualified agency registered with the Securities and Exchange Board of India as a debenture trustee for the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** any of the Authorised Persons of the Company, be and are hereby severally authorised to appoint Integrated Registry Management Services Private Limited as the registrar and transfer agent for the issue of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the approval of the Committee be and is hereby given to the Company to appoint CRISIL Ratings Limited, being a credit rating agency registered with the SEBI, for obtaining the rating(s) in respect of the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and are hereby severally authorised to approve, negotiate and finalise, sign, execute, ratify and deliver on behalf of the Company, the Transaction Documents, the Disclosure Documents and such other agreements, deeds, undertakings, indemnity and documents as may be required, or any of them in connection with the Debentures to be

issued by the Company and to do all such acts, deeds and things as may be necessary or expedient to implement the aforementioned resolutions and to do and execute all acts and deeds as may be required by the Debenture Trustee in connection with the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons of the Company be and are hereby severally authorised to get Company and the Debentures admitted to the NSDL and/or the CDSL and to execute or ratify the necessary or requisite agreement(s) with any of the depositories and the registrar and transfer agent and any other agreements, undertakings or other writings required for the issue, offer and allotment of the Debentures in dematerialised form and to negotiate, finalise and execute any documents in such respect and/or to ratify the same."

"**UNANIMOUSLY RESOLVED FURTHER THAT** any of the Authorised Persons of the Company be and are hereby severally authorized to do all such acts, deeds, things and execute or ratify all such documents whatsoever as may be required in connection with the issue, offer and allotment of the Debentures including without limitation the opening of bank accounts, opening of demat accounts, appointment of legal counsel, the registrar to the issue, the rating agency and other advisors as may be required and making payment of their fees."

"**UNANIMOUSLY RESOLVED FURTHER THAT** all or any the above contracts, agreements, deeds, letters of intent, signed, executed or to be executed, appointment of various agencies/intermediaries such as, Debenture Trustee, registrar and share transfer agent, NSDL and/or the CDSL, credit rating agency and any other actions here to before undertaken and performed in connection with the issue, offer and allotment of the Debentures on behalf of the Company by the Authorised Persons be and are hereby confirmed, ratified and approved."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and hereby severally authorised to register or lodge for registration upon execution documents, letter(s) of undertakings, declarations, and agreements and other papers or documents as may be required in relation to any of the above with any registering authority or any governmental authority competent in that behalf."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the Authorised Persons be and are hereby severally authorised to delegate the powers to any other employee/representative/agent as may be deemed necessary to do such acts and execute such documents as may be required in connection with any of the matters relating to the issue, offer and allotment of the Debentures."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the common seal of the Company be affixed to the stamped engrossments of such documents as may be required to be executed under the common seal of the Company in the presence of any director(s) of the Company and/or any Authorised Person and/or the Company Secretary of the Company who shall sign/ countersign the same in token thereof in accordance with the articles of association of the Company."

"**UNANIMOUSLY RESOLVED FURTHER THAT** the copies of the foregoing resolutions certified to be true copies by any Director or the Company Secretary of the Company be furnished to such persons as may be deemed necessary."

Certified to be True Copy

For **DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED**

DEEPIKA BHATT

Digitally signed by DEEPIKA BHATT
DN: c=IN, o=PERSONAL, pseudonym=4447f94ce43c4b559b8e28b9d847aafc, 2.5.4.20=fc12939dd28fbbdf8c032b0db982a5618a78868 7ff3ce8b1d517238c36159c66, postalCode=110019, st=DELHI, serialNumber=aee95a73ee1388ca0b405c9f7f9ba1cad20 c4390e6a270b100445b2b1e9c702d, cn=DEEPIKA BHATT
Date: 2024.09.26 16:42:09 +05'30'

Deepika Bhatt

Company Secretary & Compliance Officer

Address: RZ 42/6, 3rd Floor, Tughlakabad Extn.,New-Delhi - 110019

Date: September 26, 2024

CERTIFIED TRUE COPY OF THE SPECIAL RESOLUTION PASSED BY MEMBERS AT THE EXTRA ORDINARY GENERAL MEETING OF DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED HELD ON MARCH 12, 2021 AT THE REGISTERED OFFICE, 10TH FLOOR, PHASE 1, IIT-MADRAS RESEARCH PARK, KANAGAM VILLAGE, TARAMANI, CHENNAI - 600 113

Approval u/s 180 (1)(C) for borrowings in excess of paid up capital and free reserves

"RESOLVED THAT pursuant to the provisions of section 180(1)(c) of the Companies Act, 2013, consent of the members be and is hereby accorded to the Board of Directors and/or Finance Committee of the company to raise or borrow from time to time such sum or sums as they may deem appropriate for the purposes of the company from financial institutions, non-banking finance companies, co-operative banks, investment institutions, banks, mutual funds, and other bodies corporate in Indian Rupees or equivalent thereof in any foreign currency(ies), whether by way of advances, loans, issue of debentures/bonds and/or other instruments, notwithstanding that the monies already borrowed and the monies to be borrowed (apart from temporary loans obtained from company's bankers in the ordinary course of business) will exceed the paid-up capital of the company and free reserves not set apart for any specific purpose provided that the total amount upto which monies may be borrowed by the Board of Directors and/ or Finance Committee shall not exceed Rs.2,000 Crores (Rupees Two Thousand Crores only) at any one time.

RESOLVED FURTHER THAT the authority of the Board and / or Finance Committee to determine the terms and conditions of any borrowings as provided for in the preceding resolution may be delegated by the Board/ Finance Committee to such other persons as the they may deem fit, and subject to such restrictions as they may deem fit.

RESOLVED FURTHER THAT the Board of Directors and / or Finance Committee of the Company be and are hereby authorized to do such acts, deeds, things and execute all such documents, undertaking as may be necessary for giving effect to the above resolution."

This resolution is valid and effective as on 14 September 2023

//Certified True Copy//
For Dvara Kshetriya Gramin Financial Services Private Limited

Deepika Bhatt
Digitally signed by Deepika Bhatt
Date: 2023.09.14 17:00:22 +05'30'

Deepika Bhatt
Company Secretary

CERTIFIED TRUE COPY OF THE SPECIAL RESOLUTION PASSED BY MEMBERS AT THE EXTRA ORDINARY GENERAL MEETING OF DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED HELD ON MARCH 12, 2021 AT THE REGISTERED OFFICE, 10TH FLOOR, PHASE 1, IIT-MADRAS RESEARCH PARK, KANAGAM VILLAGE, TARAMANI, CHENNAI - 600 113

Approval u/s 180 (1)(a) to pledge, mortgage and/or charge in all or any part of movable or immovable properties

"RESOLVED THAT pursuant to the provisions of section 180(1)(a) of the Companies Act, 2013, consent of the members be and is hereby accorded to the Board of Directors and/or Finance Committee of the company to pledge, mortgage and/or charge in all or any part of movable or immovable properties of the Company and the whole or part of the undertaking of the Company of every nature and kind whatsoever and/or creating a floating charge in all or any movable or immovable properties of the Company and the whole of the undertaking of the Company to or in favour of Banks, Financial Institutions, any other lenders or debenture trustees to secure the amount borrowed by the Company or any third party from time to time for the due payment of the Principal together with interest, charges, costs, expenses and all other monies payable by the Company or any third party in respect of such borrowings provided that maximum amount of the indebtedness secured by the properties of the Company does not exceed Rs.2,000 Crores (Rupees Two Thousand Crores only) at any one time.

RESOLVED FURTHER THAT the Board and / or Finance Committee of the Company be and are hereby authorized to do such acts, deeds, things; and execute all such documents, undertaking as may be necessary for giving effect to the above resolution."

This resolution is valid and effective as on 14 September 2023

//Certified True Copy//
For Dvara Kshetriya Gramin Financial Services Private Limited

Deepika Bhatt

Digitally signed by Deepika Bhatt
Date: 2023.09.14 17:00:35 +05'30'

Deepika Bhatt
Company Secretary

Annexure - List of Branches

Sl.No	Branch	Address
1	Parambur	No 266-6B / 266-6J, First Floor, Parambur Village, Illuppur (TK), Pudukkottai-622104
2	Keezhakavattankurichi	DVARAKGFS,Keezhakavattankurichi,3 24A SOUTH STREET, KEEZHAKAVATTANKURICHI Ariyalur tk & ariyalur dt PIN:621715
3	Mavadukurichi	No: 4/267 Near Gandhi Statue peravurani Mavadukurichi, Pattukottai Tk,Thanjavur Dt, PIN: 614804
4	Malayappanallur	DVARA KGFS,No- 307/2, Thirumeiganam, IOB Bank near ,Kurinji Nagar, Nachiarkovil Main Road,Sakkottai, Kumbakonam Taluk,Thanjavur -612 401.
5	Thiruneelakudi	First Floor ,No:30,Main Road,Thiruneelakudi(PO),612108, Thiruvidai maruthur(TK),Thanjavur(DT)
6	Innambur	2/243,Mainroad,Innambur,Kumbakonam (tk),Thanjavur (dt)-612303
7	Puducherry	Main Road, Pudhuchery, Melakorkai (po), kumbakonam Taluk, thanjavur (D.T) Pin 612402
8	T Cholankurichi	DvaraKGFS,T cholankurichi Branch,No:2/171,Middle street,T.cholankurichi Village &PO,Udayarpalayam TK,Ariyalur Dt.PIN:621804
9	Veerachozhapuram	DVARA KGFS,Survey No- 242/4&242/5,NEAR BY BUS STOP,Ground Floor , Veeracholapuram Village,Thazhuthazhaimedu PO,Udayarpalayam Tk,ariyalur dt,PIN:612901
10	Chhatrapur	Dvara KGFS,c/o anirudha charan shetty,plot no-695,228/1762, 1st floor at chatrapur ire main road, po-banobulapalli,po-chamakhandi,block- chatrapur dist ganjam-759019
11	Kallathur	DvaraKGFS,Kallathur Branch,Survey No-371/28, Kallathur village ,Main Road, KALLATHUR po, Udayarpalayam TK,Ariyalur dt PIN:621803
12	Karanprayag	Mr. Rajender Singh Kunwar, Simli Road, Vill-Rampur Shera, P. O.- Karanprayag, District-Chamoli, State- Uttarakhand- 246444
13	Athurwala	38A,Village : Jogiyana, Post Office- Athurwala, Near Hotel Padmini Palace, Bhaniyawala, District-Dehradun, State- Uttarakhand- 248140
14	Chamba Branch	Shri Gabar Singh Chauhan, S/o Late Shri Chatar Singh Chauhan Gram-Guldi, P.O-Chamba,Uttarkashi Motor Road, Near Primary School,District-Tehri Garhwal, State- Uttarakhand-249145
15	Chinyalisaur	C/o Mr. Maniram Bhatt, son of L.D. Bhatt, Vill-Dhanpur (Nagni) P.O-Chiniyalisaur District-Uttarkashi, State- Uttarakhand-249196

16	Tilwara	Mr. Avtar Lal S/ Chandru Lal, Kedarnath Road,Tilwara, District-Rudraprayag, State-Uttarakhand-246475
17	Thiruperunthurai	No: 6-308/A, 1 st floor, Mimesal road ,Aavudaiyarkoil,TK , Pudukkottai Dt,614618.
18	Chozhankudikadu	DVARAKGFS,Chozhankudikadu Branch,No:142/36 south street,Chozhankudikadu Village,Manapatthur Po,Sendurai TK,Ariyalur Dt PIN:621709
19	Eravangudi	DVARAKGFS,Eravangudi Branch,No-2/21 First floor, Main Road, Canara bank near, Eravankudi Po, Udayarpalayam Tk, ariyalur dt Pin:621803
20	Poyyur	DVARAKGFS,Poyyur Branch,2 139 NORTH STREET,Poyyur village,Melakaruppur Po,Ariyalur Tk &dt PIN:621707
21	Merpanaikadu	No: 139/1A1, First Floor, Musleem Street, Merpanaikdu, Aranthangi, Pudukkottai-614624
22	Pommadi Malai	NO 33/1B1B1, MAIN ROAD ,NARTHAMALAI, KULATHUR-622101
23	K Rasiyamangalam	No: 248, Ground Floor, Madha Maligai Store, South Street, K. Rasiyamangalam, keealppatti, Alangudi (TK), Pudukkottai-622301.
24	Thirukkalambur	No: 797, Thirukkaklambur kovil Street, Thirukkalambur (PO), Thirumayam (Tk), Pudukkottai-622 403.
25	Vilagam	DVARAKGFS,Vilagam Branch, S.NO:155,379/2,VILLAGAM village ,Kovil esanai Po,Ariyalur TK& Dt Pin:621851
26	Kolakkanattham	DVARAKGFS,Kolakkanattham Branc,Survey No 519/4 ,Suryaprakasam complex,Veppur Po,Alathur Tk,Perambalur dt PIN:621106
27	Voragur	DVARA KGFS, D no -501 A, Survey No-221/22,80/B5, Sannathi Street,Eswarankovilpathu,Mannarasamudram,Sendalai,Thiruvaiyaru TK,Thanjavur-613101
28	Vandaiyariruppu	No: 24B, Main Road , Vaandaiyariruppu.po,vaduvur.via,orathanadu.tk Thnjavur-614019
29	Erichi	No: 8/338, Chidambaraviduthi, Thanthani, Aranthangi (TK), Pudukkottai - 614622
30	Kallankurichi	DVARAKGFS,Kallankurichi Branch,FIRST FLOOR , 2 159 MELA THERU, Kallankurichi Po,Ariyalur Tk & St,Pin:621705
31	Azhagapuram	DvaraKGFS,Azhagapuram Branch,Survey No-141/7. GROUND FLOOR , Azhagapuram Po,Uayarpalayam Tk,Ariyalur dt Pin: 608901.
32	Karai	DVARA KGFS,Karai Branch,No:1/65 ,381, Sannathi Street,Karai , Karai Po Alathur TK,Perambalur DT Pin:621109
33	Karapattu	No:13A, Karapattu, Uthangarai tk, Krishnagiri-635207

34	Sellampatti	#3/513, Sellampatti,Vilangamudi Panchyat, pochampalli taluk,Krishnagiri,635204
35	Paiyur	Door No : 214 H, 214 I , Eidaipaiyyur, Paiyyur (post & village), Kaveripattinam via, Krishnagiri, 635112
36	Ulagam	Old no:2-97, New no:2-684, Pogipura m, Ulagam, Panganappalli (P), Hosur Tk, Krishnagiri
37	Karambayam	No: 27 B, Keel Karambayam,main road karambayam - 614626
38	Sundakudi	DVARAKGF,Survey NEW NO 255/1,1st Floor, ELAKURICHI Road ,Antipattakadu,Ariyalur Tk & dt Pin:621701
39	Madhukur North	No 252, Main Road, Madhukkur North, Mannarkudi - Pattukkottai Road, Pattukkottai, Thanjavur-614903
40	Harichandanpur	Dvara KGFS, Plot No-156/73,1st Floor new market,Harichandanpur-758028
41	Suthamalli	Dvara Kgfs,Survey no-102/2, perumsl kovil street , MAIN ROAD ,Udayarpalayam,TK,ariyalur dt PIN:621804
42	Kulumur	DvaraKGFS,Kulumur Branch,Survey No-256/16,Selliyamman Street, Kulumur- PO Sendurai Tk, Ariyalur Dt PIN:621714.
43	Sripuranthan	DVARA KGFS,Survey No-135/24, Sripuranthan village ,Bharath complex, Mela Street , Sripuranthan Po,Udayarpalayam TK,Ariyalur dt PIN:621701
44	M.Kalipatty	NO-4/144A/1,M-kalipatti,mettur (TK),salem(DT),636453.
45	Manachanallur	DVARA KGFS, 6/1B , Manachanallur, Manachanatlur Taluk, Thiruchirappatti (DT) 621005
46	Bhadrak	Dvara KGFS,Ground floor ,Plot No 840/5910, samarapur, Near Hello Hotel, tehsil-bhadrak,ps- bhadrak. Dist bhadrak-756181
47	Virudhachalam	Dvara KGFS P Ltd, NO- 52, Ground Floor,Boothamur,EB office near,Chidhambaram Road,Viruthachalam & TK,Cuddalore – 606001 .
48	Mangalpur	Dvara KGFS,PLOT NO 193/1997 & 193/1998, AT - THALAKUDI, PO - MANGALPUR, P. S. - MANGALPUR, DIST - JAJPUR, ODISHA-755011
49	T Pottakollai	DvaraKGFS,Survey No- 160/16-B, T.pottakollai Branch,1st Floor , RG COMPLEX Tpottakollai, Udayarpalaym Tk Ariyalur Dt pin:621804
50	Bonth	Dvara KGFS,2nd floor bonth,khatiyan no-296,tehsil-bonth. Po/ps-bonth. Dist-bhadrak-756114
51	Khajuriakata	Dvara KGFS,Ward No-7,At-1st floor main road Khajurikata,po/ps-Balimi,Block-Hindol, Dist-Dhenkanal,Pin-759020

52	Bhuban	Dvara KGFS,Plot-No-270,At-Ward No-1,1st floor Latabil{Near panchayat office}PO-Bhuban,PS-Bhuban,NAC,Dist-Dhenkal,Pin-759017
53	Valapady	40/5,Ezhil Nagar, valapady, salem. 636115
54	Lalgudi	DVARAKGFS, 144/2, VOC Nagar, Aangarai village,Lalgudi Tk,Thiruchirappalli (DT)-621601
55	Dhenkanal	Dvara KGFS,WARD NO-6,AT-Ground floor {Near civil court chhak} ,Durga Bazar, ps-Town,Dist- Dhenkanal,pin-759001
56	Ayyavadi	BalaKrishnan, Post Master , Palakarai Street, Ayyavadi, Near By Thirunageshswaram, Kumbakonnam (TK)
57	Puliyur	old no 1-3, New no:1-3, kotapatti, puliyur,pochamballi talk,krishnagiri,635201
58	Kattemalalawadi	Ground Floor, Kattemalavadi post, Gavadagere hobli, Hunsur Taluk, Mysore-Karnataka-571134
59	Terakanambi	Ground Floor, No.263 Main Road, Gundlupet, Taluk, Mysore-571123.
60	Begur	Ground Floor, No.1014, Begur, Gundlupet Taluk, Chamarajanagar-571109
61	Saligrama	Ground Floor, Kempegowda circle, Chunchankatte main road, Saligrama K R Nagar, Mysuru, Tarnation, 571604
62	Jayapura	No79/7, Ground Floor,D Salundi, Dhanaganahalli Post, HD kote main road, Jayapura Hobli, Mysuru T&D, Karnataka, 570008
63	Boinda	Dvara KGFS,Plot No-542/1299,At-NH-55,Main Road 1st floor Kadalimunda Boinda,Kishorganja{Near Satsung Center} Po-Kishorganja,Block-Kishorganja,Ps-Handapa,Dist-Angul,Pin-759127
64	Santhemarahalli	Ground Floor, Ankanatheshawara Complex, Kuderu Main Road, Near Police Station, Santhemarahalli, Chamarajanagara Tq & Dist - 571115
65	Rasipuram	No-2/101-8,2/101-9,pavithra complex,Koneripatti,Rasipuram-637408
66	Thammampatti	No-62, Gandhi nagar 2,Udaiyarpalayam,Thammampatti,Salem-636113.
67	Talcher	Dvara KGFS,Plot 29/5074,NH 55,Main Road 2nd floor Santapada(Balhar Chhak)PS-Talcher,Dist-Angul,pin-759104
68	Gondia	Dvara KGFS, First floor,Khata no 196/87,Plot no 506,1325,1329,Kissam homestead, At/Po Gondia,Dhenkanal-759016
69	Irumbilikurichi	DvaraKGFS,Irumbilikurichi Branch,NO-339/2, FIRST FLOOR, KEELA THERU, irumbilikurichi Po,Sendurai Tk,Ariyalur Dt Pin:621804
70	Kuvagam	DVARAKGFS,Kuvagam Branch,No:3/57A 541/9,First floor,North street , Kuvagam Po,Udayarpalayam Tk, Ariyalur dt PIN:621710

71	Ottakovil	DVARAKGFS,Survey No-197/15A, Ottakovil Branch,First floor,Sendurai Main road,Ottakovil Po Ariyalur TK,Ariyalur Dt PIN:621705
72	Tihidi	Dvara KGFS,plot no-319, 1st floor near tihidi college main road po-tihidi,ps- tihidi block-tihidi, dist-bhadrak-756130
73	Thottiyam	DVARA KGFS, NO - 415/11 , LAKSHMI VILAS BANK OPPOSITE ,SALEM MAIN ROAD , THOTTIYAM TALUK,THOTTIYAM ,TIRUCHIRAPALLI (DT) - 621215.
74	Yelwala	No. #375, Ground Floor, Basaveswara temple road, Elwala, Mysuru, Karnataka, 571130
75	Agaram Sigoor	DVARAKGFS,109/5C1, ARIYALUR ROAD agram sigoor,Kunnam taluk , perambalur -621108
76	Basudevpur	Dvara KGFS,plot NO:75,Basudevpur Bhadark Main road Po-Basudevpur,P.S.-, Basudevpur – Block: Basudevpur Nac, Dist: Bhadark-756125
77	Panikoili	Dvara KGFS, Plot No-517,Aditi Market Complex,Panikoili,Jajpur Road-755043
78	Veppur	DvaraKGFS ,Veppur Branch,No:1 Jayalakshmi complex,1st Floor, Veppur , near bus stop , Veppur po, Kunnam TK,Perambalur Dt PIN:621717
79	Angul	Dvara KGFS,Plot NO-432/1337,At-Word No-20,1st floor Hemsur pada{Near RSS Office}Po-Angul,Ps-Angul,Municipality,Dist-Angul,Pin-759122
80	Krishnapuram	DVARAKGFS,92/1A,Arumbavur main Road,Kirushanapuram,Veppanthattai taluk,perambalur - DT-
81	Elakkurichi	DVARAKGFS,Elakkurichi Branch, Ground floor, s.No:262/14,15/A,B, OPPSITE TO EB OFFICE, Elakkurichi Po,Ariyalur TK & Dt. PIN:621715
82	Handpost	Ground floor, Sredevi complex, Mysore Main road, opt, Grand hotel, yearahalli, Handpost-571114
83	Kodukkur	DVARAKGFS,Kodukkur Branch, S.no:55/6 FIRST FLOOR, near Bus stop,Kodukkur Po,Andimadam - Tk,ariyalur Dt PIN:621719
84	Hullahalli	1st Floor, Mayura Complex, Behind Post office, Hullahalli, Nanjanagud Tq, Mysore-571314.
85	Elumur	DvaraKGFS,Elumur Branch,No:3/27,211/4D, prathana salai,Elumur Po, Kunnam TK,perambalur Dt PIN:621116
86	Talakadu	Ground floor, Lingayuta street, Ward No.05, Talakadu Mysore-571122
87	Bannuru	Ground Floor, No.2411/1, MM Road, Near Indian petrol bunk, Bannuru, Mysuru, Karnataka, 571101
88	Neikuppai	DVARA KGFS , S New No-642/21 , 1 st Floor, Raja Maligai ,Near by Bus stop, Kounder street, Neikuppai village,Veppanthattai (TK), Perambalur -62116 .
89	Adhiyamankottai	No-539/1D,salem main road, adhiyamankottai, Dharumapuri DIS 636807.

90	Odapada	Dvara KGFS,c/o binapani prusty,ward no.7, plot n.374/276 at- ground floor new bangarusingh,po hindol road. Ps - motanga block Odapada-759019
91	Avarthi	First Floor, Near Lalithamahal ground, T Narsipura Main road, Mysuru-570028
92	Gurubarapalli	2/198-NH-7 main road, Gurubarapalli, Krishnagiri. 635115
93	Singarapettai	No:10I,10J, Gurugapatti, Tirupattur Main road, Uthangarai Tk, Krishnagiri - 635307
94	Kovilur	Firsr Floor, Main Raod, Koovilur, Poondi Via, Papanasam-TK, Thanjavur - 613502
95	Manjavayal	No: 710, Kalli Amman Kovil Street, Manjavayal, Pattukottai ,Thanjavur-614613
96	Neerpalani	No: 160/5, First Floor, Neerpalani, Kulathur (TK), Pudukkottai.-622515
97	Tirukkarugavur	Ist floor, Valayakaratheru, Thirugarugavoor (po) Papanasam (T.k), Thanjavur (D.T) Pin code – 614302
98	Cholapuram	Survey No :183/2B &183/3B ,Ramanujapuram,Cholapuram , Kumbakonam(TK), Thanjavur (DT)-612503.
99	Melaulur	No: 15/16B, Ponnapur Road, Ullur,Orathanadu Tk,Thanjavur Dt 614904
100	Thirupazhanam	DVARA KGFS,Srvy.No.452/1F1&1C1,First floor,Raghavendra Nagar, Thiruvaiyaru Taluk,Thanjavur - 613204
101	Chellamp atti	No: 818/A4, Main Road, Ramaiyan Complex, Chellampatti, Poyundarkottai-PO, Orathanadu-TK, Thanjavur-614902
102	Neepathurai	No:569,Neepathurai,Salem to Chengam main road,Tiruvannamalai District- - 606703
103	Belathur	NO:3/299-10,Jeeva Nagar, Hosur (tk), Krishnagiri (District)-635124.
104	Ilangarkudi	Dvara KGFS, Aathangarai Street, Ilangarkudi, Papanasam Tk, Thanjavur(Dt),Pin : 614203
105	Thirucherai	1st floor,312,Thirukulam thenkarai, Gopuravasal,Thirucherai-612605, Kumbakonam TK.Thanjavur DT.
106	Venkatasamuthiram	5/28,venkatasamudram village and post, Krishnagiri taluk and district-635104
107	Kanjanur	Dvara KGFS, Sannathi theru , kanjanur, kanjanur.po,Thiruvidaimaruthur.tk.609804
108	Kaikurichi	No: 419, K R Complex, Kaikuruchi, Near - Kaikurichi bus stop, Kaikurichi-Po, Pudukkottai-622303
109	Thiruloki	No 258/2,Main Road,Thiruloki, Thiruvidaimarudur (Tk), Thanjavur-609804,7094421231,8489919711

110	Thiruchitrambalam	ACC Selvam Complex, Panjayathu Office Road, Union Bank Near, Thiruchitrambalm(Po), Pattukkottai(Tk) Thanjavur (DT) - 614628
111	Athimugam	No:113 and 113E1, Sulagiri to Berikai Road,Athimugam, Krishnagiri - 635105
112	Gerihapalli	Old No: 20C, New no: 99, Salamaruthupatti, Uthangarai Tk, Krishnagiri -635204
113	Hanumantheertham	391,Main road, hanumantheertham,uthangarai,krishnagiri.636902.
114	Vikasnagar	Mrs. Renu Gupta W/ Mr. Suraj Prakash, Vill-Vikasnagar, Post Office Vikasnagar,District-Dehradun, State- Uttarakhand- 248198
115	Vadiyakadu	No: 3/245-1, Vadiyakadu Vikramam, Vadiyakadu, Pattukottai -TK, Thanjavur-614903
116	Budalur	Srvy.no.618/8A2, Shop no. 1 & 2, Ground floor, Boothalur Main Road, Veerapudaiyanpatti, Boothalur Taluk, Thanjavur - 613602
117	Thiruvanapatti	#119/A, Thiruvanapatti village, Uthangarai Taluk, Krishnagiri,635304
118	Guruvalappar Kovil	DVARA KGFS,Guruvalapparkovil Branch,SURVEY 146/9,MAIN RD, GURUVALAPPARKOVIl Po, udayarpalayam Tk,Ariyalur dt Pin:621804
119	Vembadithalam	No-180/8,Thoonganvalavu,Naduvaneri,Vembadithalam-637504.
120	Vaduvur	No: 349/16&51, Ground floor, South street,Vaduvur, Mannarkudi TK,Thiruvarur-614019
121	Madhepatti	No: 2/206, Mathepatti, Sempadamathur(p), Krishnagiri-635122
122	Pulavankadu	No: 2/387, Pattukottai main road, pulavankadu (po), Orathanadu (T.k), Thanjavur – 614 625.
123	Veppanapalli	No-2/753-C,2/758-D krishnagiri main road, Veppanapalli krishnagiri (DT) 635121.
124	Kavarapattu	No 592, Mannarkudi - Orathanadu Main road, Opp to MRK Kalyanamandabam, Kavarapattu, Thanjavur-614632
125	Dhanouri	Mrs. Pinki W/o Mr. Mangal Singh,Dhanauri, Near Electricity Office,District - Haridwar, State-Uttarakhand- 247667
126	Champua	DvaraKGFS, Word No-10,Plot No-1696/2865,1st Floor,Champua,keonjhar-758041
127	Thirukattupalli	Survey No: 84/7 ,Main Road, Thirukattupalli, Thanjavur (DT)- 613104
128	Pudupatti	1/62 b , Main Road, Pudhupatti, Muthandipatti (post), Thanjavur (T.k), Thanjavur (D.T), Pin code – 613402.

129	Uddanapalli	No:1/313-3 , 1/313-4, Uddanapalli, Hosur, Krishnagiri-635119
130	Kallakottai	No: 1/181, First Floor, MM Complex, Kallakkottai Main Road, Gantharvakkottai Taluk, Pudukkottai-622302
131	Pudukkottai Ullur	No: 675 School Street, Pudhukottai Ulloor,Pudhukottai Ulloor (Po),Pattukottai (Tk),Thanjavur(Dt),Pin - 614701
132	K.Pallivasal	New No 1.72/3, Old No 1.54 Meyapuram, K-Pallivasal, Thirumayam-TK, Pudukkottai-Dt - 622503
133	Arundavapuram	No: 4/136, Mainroad, Arundavapuram, Thirukovilpathu-Post, Papanasam Taluk, Tanjore-614402
134	Vattathikollaikadu	Block 1, Door No: 1/124, Vattathikottai Kollukkadu, Pattukottai Tk, Thanjavur Dt, PIN: 614628
135	Thaligaividuthi	No: 2-387, Ground Floor, Middle Street, Thalligaividuthi-Po, Orathanadu -TK, Thanjavur-614614
136	Jiya Pota	Mr. Devisharan S/O Mr. Rammi, Lakshar Road, Gram Ajitpur Jiyapota, District- Haridwar, State-Uttarakhand-249408
137	Sultanpur	Mr. Arshad Ali, son of Yusuf, Sultanpur, District - Haridwar, State- Uttarakhand- 247663
138	Umayalpuram	Dvara KGFS p ltd, No – 139/2, New No -139/2A8,Indhira Nagar, Umaiyalpuram,Umaiyalpuram - PO, Papanasam-TK,Thanjavur – DT -614209
139	Doddabhoganahalli	Ground Floor, Doddabhoganahalli village, Chinakurali hobli, Pandavapura Taluk, Manday-Karnataka-571455
140	Kotvalu	Ground floor, No.469/2, Kotavalu, Ramanathpura Hobli,Hassan dist, 573133
141	Selaqui	Mrs. Babli W/o Late Mr. Gyanenra Pal Rajaroad, Selaqui, Opposit- Jio Mart, District- Dehradun, State-Uttarakhand-248197
142	Samppattividuthi	Aruvugam Complex, Shop No. 1487, 1488, SAMMATTIVIDUTHI 4 ROAD, SAMMATTIVIDUTHI PO, PUDUKKOTTAI - 622301
143	Ullagurukkai	357/6/195-A, ULLUGURUKKAI, DENKANIKOTTAI (TK), KRISHNAGIRI (DT), 635113.
144	Karaiyur	No: 624/3A1, Fisrt Floor, Karaiyur, Ponnamaravathi Taluk, Pudukkottai-622002
145	Methanagar	55, Kamala Nehru Nagar, 2nd Street, Cholaimedu, next to Arumbakkam metro station, opp. Aishwarya mahal, 100feet road, Chennai.
146	Chepauk	4/9, Prasanna Vinayakar koil Street, (Opposite to Prasanna Vinayakar koil), Mylapore, Chennai-600004
147	Egmore	2nd Floor, 77/145, Perambur Baracks Road ,Vepery ,Chennai 600007

148	Ambattur	# 43/12, Perumal Kovil Street, Pudur, Ammbattur-600053
149	Thiruvallur	Ground Floor, No-3663, TNHB kakalur buy pass, Kakalur Road, Thiruvallur, Chennai- 602001
150	Simmakkal	No 88/4, First Floor, Arunachalam Street, Value wing Building, oppsite to max plaza, SS Colony, Madurai - 625016
151	Sivakasi	No: 1316/2, 2nd floor, PKN Road, Sivakasi 626124
152	Sattur	M.V.P.C.R.V Complex, 2nd Floor, Vembakkottai Road, Sattur-626203
153	Thiruthangal	1st Floor, kumaran complex, Railway feeder road, Thiruthangal 626130
154	Rajapalayam	No : 178/1, Lakshmipuram Street, Rajapalyam, Virudhunagar-626117
155	Sithurajapuram	No: 5/227-3 Mankundaam patti, Aalangulam road Thayilpatti, Sivakasi taulk, Virudhunagar - 626128
156	Kamuthi	No 21-1 & 21-2, Kannarpatti, L F Road, Kamuthi, Ramanathapuram - 623603
157	Melur	No: 411/ W6,Santhaipettai,Melur Tk Madurai Dt 625106
158	Karaikudi	No: 14/62, Kattoorani Akraharam, Kottaiyur, karaikudi, Sivaganga-630106
159	Ramanathapuram	No: 10/3238/10, Southmainroad, Pattinamkathan, Ramanathapuram - 623503
160	Needamangalam	Survey No: Old 19/33, New No: 19/2, Door no: 31,Mothilal Street,Needamangalam,Thiruvarur Dt 614 404
161	Kodumbalur	No 46/2, First Floor, Kasavanur, Iluppur-TK, Pudukkottai-621316
162	Kadiyapatti	No: 4, Puthu road, Kadiyappatti-TK, Kadiyappatti-Post, Pudukkottai-622505
163	Devanancherri	2/419, Pillyar Kovil street, Devananchery Village, Kumbakonam (T.k) Thanjavur (Dis) Pin – 6125
164	T Palur	Dvara Kgfs, Tpalur Branch, S.No: 26/1A, first floor ,T.Palur Po,Udayarpalayam TK,Ariyalur dt PIN:612904
165	Dharmawala	Mr. Jagdev Singh S/o Saudagar Singh, Ward No. 1 Banshipur Harburtput, District- Dehradun, State- Uttarakhand 248142
166	Ayyampettai	Srvy.no. 99/2A2, First floor, Parisalthurai Road, Soolamangalam- 2nd Sethi village, Ayyampettai,Papanasam Taluk,Thanjavur - 614201
167	B Thurinjipatti	No-5/301-A, B-thurijepatti, Bommidi, Dharumapuri DIS 635301.
168	Mothrowala	Devendr Singh S/O Chandan Singh,Dudhli Road Mothrowala, District- Dehradun, State- Uttarakhand, 248001

169	Rajanandgaon	Ward No. 41, Infront of Sabras Hotel, Kaurinbhata, VIP Road,
170	Koppanapatti	No 167- F & C, First Floor, Koppanapatti, Pudukkottai-622401
171	Bandagoda	2nd Floor, Vill- Bandagoda Side, Po- Satanpur, Ps- Pindrajora, Pin- 827013
172	Kuruchimalai	Main road,Kurichimalai (po), Thiruvidaimarudur .t.k , thanjavur – DT Pin code – 612 102.
173	Keelamanthur	B 270, Main road, Keelamanthur, karuppur (po), thiruvidaimarudur (T.k), Tlhanjavur (D.T). 612401
174	Kalapathar	Dvara KGFS,At-Srirampur,po-Thanapalli,via-Baghmari,Dist-khordha,pin-752061
175	Aska	Dvara KGFS,Aska saroda road,po/ps/block-aska, dist: ganjam-761111
176	Arasadipatti	No: 247/5B, Arasadipatti (Four Way), Kummangkulam (PO), Alangudi (TK), Pudukkottai-622301
177	Khandapada	Dvara KGFS,At-Khandapada Tala Sahi,Po-Khandapada,Dist-Nayagarh,pin-752077
178	Bhilai	Hari Niwas 1st floor plot no. 04 B7 Vasundhara Nagar North, Near Sirsagate.
179	Chhendipada	Dvara KGFS,plot no-249/70,ground floor main road,mamunia-gadapasi, po/ps-chhendipada,gadapasi,dist-angul-759124
180	Mandu	At - Ward No -1, Ground Floor, Vill -Radha Nagar, Po/ Ps - Mandu, Dist -Ramgarh, Jharkhand - 825316
181	Kannandahalli	# 323A, athokanoor kannandhalli, pochampalli, krishnagiri, 635203
182	Gomia	Ward No 10, Ground Floor, Vill - Palihari Gurudih, Near Purana Cinema Hall, Po - Gomia,Ps - Gomia, Block - Gomia, Dist -Bokaro, Jharkhand - 829111
183	Mudalahippe	Ground Floor, No.279, Holenarasipura - Channarayanapatna Main Road, Mudalahippe village, Kasaba hobli, Holenarasipura Taluk, Hassan-Karnataka-573211
184	Chhatia	Dvara KGFS,PLOT NO 335, AT - CHHATIA, PO - CHHATIA, P. S. - BAIRI, DIST - JAJPUR, ODISHA-754023
185	Byrapatna	Ground Floor, Byrapatna village, Malur hobli, Channapatna Taluk, Ramanagar-Karnataka-562160
186	Patan	Ward No-2, At Old Bus Stand, Rajeev Chowk, Patan, Dist-Durg, CG
187	Kalenahalli	Ground Floor, Kalenahalli village, Kothathi hobli, Mandya Taluk, Manday-Karnataka-571402
188	Balichandrapur	Dvara KGFS,PLOT NO-1875,NEAR GROUND FLOOR,VILLAGE WARD,AMBASAURI,PO-BALICHANDRAPUR,PS BALICHANDRAPUR,BLOCK BARCHANA,DIST JAJPUR-754205

189	Tambaram	1st Floor, 122, 1st Floor, Gandhi Road, Tambaram-600045
190	Ambikapur	kabir ward,bilaspur road near hanuman mandir ward no 44 darripara ambikapur sarguja CG 497001
191	Bijupada	At - Ground Floor, Vill - House No-31, Hesmi Sosai Ashram, Near Mandar College, Po - Sosia, Ps - Mandar, Block - Mandar, Dist - Ranchi, Jharkhand - 835214
192	Kasturaba Gandhi Badavane	Ground Floor, Kasturi Badavane, Kikkeri hobli, K R Pet Taluk, Manday-Karnataka-571423
193	Keonjhar	Dvara KGFS,Kasipur, Main Road,Keonjhar,Pin-758001
194	Bilaspur	Gaurav Tower,Sharma Marg Beside ICAI Tower Near Gumbar Petrol Pump Vyapar Vihar, Bilaspur Dist. Bilaspur Chhattisgarh Pin Cord 495004
195	Villivakkam	2nd Floor, 77/145, Perambur Baracks Road ,Vepery ,Chennai 600007
196	Alathur Circle	Ground Floor, No.847/854, Alaturu, Hoskote post Chikkaiahana hhoobli Nanjanangudu Taluk, Mysore-Karnataka-571302
197	Gurur	Magendra Complex, bus stand ward no. 4 gurur Dist Balod,491227.
198	Kaladipatti	No: 369/A, Kaladipatti, Veerapatti, Iluppur-TK, Pudukkottai-622103
199	Doddinduvadi	Ground Floor, No.1489, Beside SBI Bank, Doddinduvadi, Kollegala Taluk, Chamarajanagara-Karnataka-571443
200	Balugaon	Dvara KGFS,At-Saralapadar chhka infront of u.p school,po-Balugaon,dist-Khorda,pin-752030
201	Kamakhyanagar	Dvara KGFS, ground floor main road anantapur,po-kamakhyanagar,ps-kamakhyanagar,dist -dhenkanal-759018
202	Kottur	Dvara KGFS, No. 83/3D,, 83/3A, Main Road, Kottur Village, Nannilam Taluk, Thiruvarur Dt, 609608
203	Udayasuriapuram	No: 154/7, Main Road, Kondikulam, Arivalam - 614602
204	Gola	Ground Floor, Heramdaga, Gola Main Road, Near Chitranjan Seva Sadan, Po -Chadi, Ps - Gola, Block - Gola, Dist - Ramgarh, Jharkhand - 829110
205	Ullikottai	No: 1-152/A, Pettai Road, UlliKottai, Mannarkudi, Thiruvarur-614018
206	Anandapur	Dvara KGFS 1st Floor,Fakirpur Main Road ,Anandapur,Pin-758022
207	Veppur Cuddalore	DVARAKGFS, 74/1, PGV Complex ,Neelakanda Nagar, Veppur village, Viruthachalam Taluk, Cuddalore (DT)-606304.
208	Peterwar	Ground Floor, Vill - Gagi Petarwar,Po -Petarwar, Ps - Petarwar, Block - Petarwar, Dist - Bokaro, Jharkhand - 829121

209	Patratu	Ward No 2, Ground Floor, Vill - Saunda Basti, Po - Saunda D, Ps - Patratu, Block - Patratu, Dist - Ramgarh, Jharkhand - 829133
210	Alakudi	No 1 and 2 , Vallam main Road, Alakudi, Thanjavur (t.k) , Thanjavur (D.T) Pin code – 601 613.
211	Peraiyur	No 74/2A5, Shop no .2, Gurunathan Complex, Opp to Punuku Karuppusamy kovil, Peraiyur tk, Madurai Dt. 625703.
212	Mayiladuthurai	Dvara KGFS , No 219, Gandhiji Road, Koorainadu, Mayiladuthurai. 609001 ph: 7094421209,8489934374
213	Aranthangi	SF No: 45/9, Door No: 318, Thiyagi Srinivasan Street, Buvaneshwari hospital, Opp to Kuttaikulam, Aranthangi, Pudukkottai 614616
214	Devarahalli	Ground Floor, Devarahalli village, C A Kere hobli, Maduru Tauk, Mellahalli, Manday-Karnataka-571422
215	Ottankadu	No: 3/235-1, Ottankadu, Ukkadai, Pattukottai-tk, Thanjavur-614803
216	Annappanpettai	61/2, Main Road, Annapanpettai (po), Papanasam, Thanjavur (D.T) Pin code – 613003.
217	Vilathikulam	No: 1488/13A, Shop no: 3&4, Murugan reddy complex, Vilathikulam, Vilathukulam tk, Thoothukudi dt, 628907.
218	Kalayarkovil	No: 86/3A2B, Shop No: 1 & 2, Pastin Nagar, Paruthikanmai, Kalayarkoil - Taluk, Sivaganga District-630551
219	Gundardehi	Ground Floor, Lata Complex, Near BPCL Petrol Pump, Gundardehi, Dist-Durg, CG
220	Deori Bangla	375, main road pasoud chowk, Vill. Pasoud, Deoribangla Dist Balod 491771.
221	Dhusuri	Dvara KGFS,c/o nishikant swain,plot no.1846,at-narasinghpur,po/ps-dhusuri block-dhamnagar,dist bhadrak-756119
222	Rajagambeeram	No: 1/298 , Madurai – Rameswaram Main Road, Rajagambeeram, Manamadurai - Taluk, Sivaganga District - 630609
223	Pilakkurichi	DvaraKGFS,Pilakkurichi Branch,No:2/157,Mela street,Pilakkurichi , Pilakkurichi Po,Sendurai TK,Ariyalur Dt PIN:621806
224	Trisulia	Dvara KGFS,At-Kunheipara,trisulia,po-Trisulia,dist-Cuttack,pin-754005
225	Sirkali	DMC RAISE MANDI .NO.26-C, THITTAI ROAD THENPATHI, SIRKALI PIN 609111
226	Udayanadu	No: 172-3B, First Floor, Udayanadu - Umathanadu Main Road, Peravurni Taluk, Thanjavur-614802
227	Karumathur	SF No: 168, Door No: 42/11-B, Moonandipatti, Karumathur-PO, Usilampatti-TK, Madurai- 625514

228	Nambampatti	No: 520D, First Floor, Viralimalai-Manapparai Main Road, Nambampatti Village, Rasalippatti (Po), Illuppur (TK), Pudukkottai-621 312.
229	Jarka	Dvara KGFS, Jhamubania,College Road,PS-Dharmasala,jarka,Jajpur-755050
230	Raipur	House No 00011 Beside Marline Apartment New Ganj Mandi Road Pandri Tarai Raipur Dist. Raipur Chhattisgarh Pin Cord 492004
231	Thiruppuvanam	No: 3/13, Plot No: 20, Bakiya Nagar, Thiruppuvanam Taluk, Sivaganga-DT-630611
232	Perumbacheri	No: 2/552, Shop no: 7, Meena Complex, Gandhiji Colony,Perumbacheri,Paramakkudi tk, Sivagangai Dt, 623701.
233	Koonancheri	No.2/255/2., First floor, Main Road, Koonanchery village, Koonanchery (po) Papanasam (T.k), Thanjavur (D.T) Pin code- 612501.
234	Dalli Rajhara	H No-476/1, Ward No-22, Near Jain Mandir, Dalli Rajhara, Dist- Balod, CG
235	Poonamallee	1st Floor, 122, 1st Floor, Gandhi Road, Tambaram-600045
236	Anakudi	Main Road,Anaikudi (po), thiruvidaimarudur (T.k) , thanjavur – 612 105.
237	Aruppukottai	No: 231/7, 1st floor, Vadugarkottai kammavar trust building, Pandalkudi road, Aruppukottai-626101
238	Tiruvottiyur	No:776/508 ,TRS Complex,TH Road ,Thiruvottriyur,Ch-19
239	Ukkarai	D.No.2/247, Srvy.no.126/27, Chidamabaranathapuram Village, Thanthuvancheri, Chennai main road, Thiruvidaimaruthur Taluk, Thanjavur - 612502
240	Soolamangalam	No.1, North Street,Purasakudi Road,Soolamangalam (Po),Pin : 614206.
241	Kandhikuppam	Door no : 3/3I,3/3J Govindharao complex Kandikuppam post, Krishnagiri-635108
242	Panangudi	DVARA KGFS, No.322, First floor, Nathan Complex, Andipanthal, Panangudi,Nannilam Taluk, Thiruvarur District-609504
243	Ooranikottai	No: 174/2B, Shop No: 5 & 6, Mangalakudi Road, Ooranikottai, Thiruvadanai- Taluk, Ramanathapuram Dt-623308
244	Itamati	Dvara KGFS,At/po-Ghadual main road,ps/block/dist-Nayagarh,pin-752069
245	Thirumangalam	SF No : 82/2B, No - 80/6, Sengulam East Street, Thirumangalam, Madurai-625706
246	Kanji	No:5/4A2, Chengam-Pollur main road, Kanji, Thiruvannamalai (District)-606702

247	Pudhukudi	4/33C. North street,pudhukudi (post) Sengipatti (vali) Thanjavur dt.
248	Sembaatur	No: 3-514, First Floor, Vellalar Street, Rajakulathur (Po), Sempattur, Pudukkottai-622 501.
249	Devikapuram	No.1353 A, Thiruman janaveethi, Devikapuram,Tiruvannamalai -606902
250	Sarkanda	Ground, floor. Mr. Byasnarayan Pandey Vill. Sarkanda Koni Ratanpur Road CG Pin 495449
251	Maganurpatti	No:137/2B, Maganurpatti, Uthangarari tk, Krishnagiri-635307
252	Siruganur	DVARAKGFSNo-4/95,Old No-4/83,SRS Complex ,Siruganur ,Mannachanallur Taluk,Tiruchirapali(D.T) -621 105 .
253	Ormanjhi	Ground Floor, At -Residing Lohra Tola, Near Shankar Chowk, Po - Ormanjhi, Ps - Ormanjhi, Dist - Ranchi, Jharkhand - 835219
254	Thirunagar	No: 4/40, Near Kalayana Vinayagar kovil, Pandiyan Nagar, Thirunagar, Madurai - 625006
255	Tupkadih	Vill- Mango, Po- Tupkadih, Ps- Balidih, Kanrra, Dist- Bokaro, Jharkhand, Pin- 827010
256	Dhamdha	Ground Floor, Lodhi Complex, Opposit to Dhamdha police Station, Bemetara Road, Dhamdha, Dist- Durg, CG
257	Konnapura	289/715/2, Ground Floor, Konnapura village, Halaguru hobli, Malavalli Taluk, Manday-Karnataka-571421
258	Panankulam	No 701, Aranthangi - Pattukkottai Road, Kulamangalam (South), Keelanilai (PO), Alangudi (TK), Pudukkottai-614 624.
259	Utai	Ward no-14, Near Saraswati Shishu Mandir, Shitla Nagar, Utai, Dist-Durg, CG
260	Nemmeli Thippiyakudi	No: 3/88, North Street, Nemmeli Thipiyakudi, Orathanadu - tk, Thanjavur -614626
261	Swampatna	Dvar KGFS,PLOT NO 97/61,1ST FLOOR, AT/PO:MAIN ROAD BLOCK CHOWK SWAM PATNA,PS: PATNA,BLOCK: PATNA, DIST: KEONJHAR
262	Kolakudi	No 108, Anandhi Complex, Aavudaiyarkovil Main Road, Kolakkudi, Amarasimendrapuram (po), Peravurani TK, Thanjavur Dt - 614805
263	Bhakhara	Ward no-7, Koliyari Road, Bhakhara, Dist-Dhamtari, CG
264	Ichadi	No: 236, Ground Floor, Madha Maligai Store, Ichadi, Pudukkottai-622004.
265	Shankarpur	1262/389,ground floor main road,tentulipatna,shankarpur,block dhenkanal,ps dhenkanal,dist-dhenkanal-754029
266	Thirukostriyur	No: 66/6 & 66/6A, Shop No: 1010/7 & 1010/8, Thiru Nagar, Sullangudi Village, Tirupathur - Taluk, Sivaganga District-630210

267	Gunaseelam	DVARAKGFS,No-278/2,Mela street ,Near Govt primary school , Gunaseeelam , Musiri taluk,Tiruchirapalli(D.T) - 621 204
268	Byrapura	Ground Floor, Byrapura Village, Byrapura-Magge Road, Alur Taluk, Hassan , Karnataka - 573213
269	Cholagankarai	No: 51, West Street , Cholagankarai-Po, Orathanadu (T.k), Thanjavur (D.T) - 614626.
270	Kodi Nagasandra	Ground Floor, Turuvekere - Mysore Highway, Kodi nagasandra Village, TB Cross, Mayasandra Hobli, Turuvekere Taluk, Tumkur, Karnataka - 572221
271	Rangiyam	No: 1/58, Ground Floor, Valliammaiaachi Marriagehall complex, Mettu Main Road, Rangiyam, Thirumayam (TK), Pudukkottai-622 409.
272	Ponparappi	DVARAKGFS,Ponparappi Branch,6 21A ,1st Floor, SELVAVINAYAGARKOVIL STREET ,Near Post office ,Ponparappi po,Sendurai Tk,Ariyalur dt Pin:621710
273	Kodamandapatti	2/67, new no 13, kodamandapatti, pochampalli taluk, krishnagiri 635306
274	Agarpada	DvaraKGFS,plot no-132/79,ground floor main road at/po badahattrilochanpur(bt pur),block :bonth ps: agarpada,dist bhadrak
275	Ramchandrpur	Dvara KGFS,Badapadana Chhaka, Ramachandrapur, Keonjhar-758043
276	Chandkhuri	Ground, floor. Mrs. Zeenat Ansari Village Chandkhuri farm nagpura road front of krishna furniture CG Pin 492101
277	Thiruvappadi	No: 2/112-2, Peravurani Road, Athani (Po), Thiruvappadi, Aranthangi (Tk),Pudukkottai-614630.
278	Salepur	Dvara KGFS,At/po-Sisua,Near Panchayat office main road,ps/block-salipur,dist-Cuttack,pin-754202
279	Khamar	Dvara KGFS,plot no:1028,ground floor main road khamar po-khamar block,palahara,ps khamar, dist-Angul-759118
280	Marungulam	No: 39/17, Kalaimagal veethi Marungulam, Near Govt Hr Sec School, Thanjavur - 613006
281	Bari	Dvara KGFS,BARI,PO BARI-KALAMATIA,PS- BARI-RAMCHADRAPUR,DIST JAJPUR-755003
282	Chandbali	Dvara KGFS,sastri nagar, indraprastha complex 1st floor,po- chandbali block-756133
283	K Pudupatti	No: 332, Kongan Street, K.Pudhupatti, Keelanilai Post, Thirumayam (TK) , Pudukkottai-622202.
284	Odagaon	At/po-Bahadapitha main road,po-Odagaon,Dist-Nayagarh,pin-752081
285	Pali	Ground, floor. Mr. Prabhu Lal Chauhan Complex V P Plaza, Vill. Pali Korba Road near Indian oil Petrol pump CG Pin 495449
286	Rajim	Mr. Ramapati Yadav ward no 14 gariband road rajim CG Pin 493885

287	Nagari	Ground, floor. Mr Gaurishankar Veram sakra road chipli chowk ward no 9 Nagri dist Dhamtari Pin 493778
288	Anishabad	C/o Mr.Abhilash Kumar, At-Mahvir Nagar 70 ft road PO-Anishabad PS-Brlir Patna Bihar-800002.
289	Fatuha	C/O RanaRanvir Singh, Champapur(Building Of Idbi) Champapur , Thana Bakhtiyarpur, Patna-803212
290	Charkhi Dadri	Mrs Mamta Devi W/o Mr. Sanjay Kumar,1245, New Bharat Nagar, Haluwas Mainer,Ward No. 08,Bhiwani,Haryana-127021
291	Kiratpur	Swaheri Bujurg, Post-Swaheri, District- Bijnor Near Bagichi Road, State- Uttar Pradesh-246701
292	Gagalheri	Near State Bank of India, Village- Gagalheri, Post-Gagalheri, District- Saharanpur, State- Uttar Pradesh-247669
293	Fatehabad	Mrs Meena Gupta W/O Mr. Nav Jeevan Gupta , H. No-118 Sector-13 Hisar, Haryana- 125001
294	K Mallenahalli	K Mallenahalli, Kasaba Hobli,Nagamangla Talak Mandya-571432
295	Nuggehalli	Nuggehalli, Chanarayapatna,Hassan-573131
296	Ara	C/oVishnu Nath Anupam,Near NCC office, Block Road,Maharaj Hata, Arrah, Bihar-802301
297	Baheri	C/O Ramashish Mahto, Opposite To Baheri Thana, ,LaheriasaraiSinghiya Road Baheri,Darbhanga, Bihar-847105
298	Bakhtiyarpur	C/O RanaRanvir Singh, Champapur(Building Of Idbi) , Champapur , Thana Bakhtiyarpur, Patna-803212
299	Begusarai	C/O Aasha Dev, At- Professor colony, Deepshikha Road, Begusarai, Bihar-851101
300	Bhagalpur	C/O Mr. Lalan Kumar S/O Mr. Narottam kumar,At- Naya Tola, Near NH-31, Infront of Bank of India, Vill- Naugachia, Dist- Bhagalpur, Bihar-853204
301	Biharshariff	C/o Mr. Guddu Kumar,At- Jagriti colony, Ramchandrapur, Near Reliance Trend mall, Biharshariff, Nalanda, Bihar-803101
302	Bihta	C/o Mr. Mahal Singh, Village-Khedalpur, Bihta, Patna, Bihar-801103
303	Chhapra	Mr. Jitendra Kumar Singh,S/O Mr. Prakash Singh, At-Rajendra college, Bhagwan Bazaar, Chhapra, Bihar-841301
304	Dalsingsarai	C/O Prabhat Kumar Choudhary, Near Jaishwal Market, Mahtma Gandhi Path Ward No. 9, Dalsinghsarai, Samastipur, Bihar- 848114
305	Danapur	C/O Mrs. Kamini Devi, W/O Late Satya Narayan Nayak,At-H.No-115, Ward No-23, Gola road, Danapur, Infront of Tribhuvan Park, Near Nagar Parishad, Danapur, Patna Bihar-801503

306	Darbhanga	C/O Mr. Yogesh Kumar Jha, At- First Floor,Above Sahil Honda, Beside Chaudhary Petrol Pump, Delhi More,Vill+Post- Ranipur, Darbhanga, Bihar-846007
307	Dholi	C/O Sudha jha, At- Near D.M.C Public school ,Station Road , Sakra, Dholi, Muzaffarpur, Bihar-843105
308	Dighwara	C/O Mrs. Anamika Kumari, W/o Satyaprakash At- Saidpur Dighwara saran, Digwara, Bihar-841207
309	Ekma	C/O Dhurandar Singh, At- Hansrajpur,Ekma,Saran, Bihar-841208
310	Hanumapura	No.40*7 kottipura village,kasaba hobli, kunigal talk, tumkur-572130
311	Goraul	C/o Mrs Kiran Devi, W/o Sunil Kumar, Vill- Mukdumpur, Post- Goraul, Dist- Vaishali,, Bihar, Pin code-844118
312	Hajipur	C/o Mrs. Kavita Devi W/o Mr. Ajay Ray, At- Umesh cinema road, Hajipur, Vaishali, Bihar-844101
313	Jagdishpur	C/O Jitendra Prasad, At-DM Road ,Ward No-6, Jagdishpur , Bhojpur, Bihar-802158
314	Jahanabad	C/O Mrs.Sunita Kumari, W/o Mr. Ajit Kumar , NH - 83, South of Lakshmi Dharam Kanta, Kanaudi , Jehanabad, Bihar - 804417
315	Katihar	C/o Mr Nawal Kishore Singh, Resident of Kalawati complex , At Binodpur , Ward No- 37, Katihar (Near Flour mill gate),Mahila College Road, Katihar- 854105
316	Khagaria	C/o Mrs. Vineeta Kumari, 24 Biscoman Bhawan, Shanti Place, Baluaahi, Khagaria, Bihar-851206
317	Mahnar	C/o Md. Shaiddullah, At- Kaji Bag ,ward – 06, Manhar, Vaishali, Bihar-844506
318	Mahua	C/O Rajesh Kumar Singh, At Singh Ray, Bus Stand, Mahua,Vaishali, Bihar-844122
319	Mashrak	C/O Suresh Singh Gopalvari,Masrakh Saran, Pin-841417
320	Munger	C/o-Mrs. Sarita Kumari W/o Satish Chandra Rajak, Gadhya Gali, Dhobi tola, Kaura Maidan, near IDBI Bank, Munger, Bihar- 811201
321	Muzaffarpur	C/O Mr. Israil Ahmad, Ahmad manzil, bela more, Mithanpura chowk, Mithanpura, ward no-49,Muzaffarpur, Bihar-842002
322	Narauli	C/O Bankebehari Prasad Singh , S/O Brajkishor Prasad Singh, At- Near Bank Of Baroda , NarauliChowk, Manika ,Musahri, Narauli, Muzaffarpur,Bihar, Pin-843119
323	Nawada	C/O Rajeev Ranjan,Muhalla prasad bigha Nawada,beside IDBI bank, Nawada, Bihar-805110
324	Patna City	C/o Pratima Sinha, W/o Naresh Prasad Sinha, At- Near City Mountenary School, Dr. Mushakali Road, Gurhata, Patna City,Bihar-800008
325	Patna Main	C/o Mr.Abhilash Kumar, At-Mahvir Nagar 70 ft road PO-Anishabad PS-Brlir Patna Bihar-800002.
326	Purnia	C/O Mrs Anjana Roy, W/o Late Nirmal Kumar Roy, At- First Floor ,Navratan hata ,NH 31 , Purnea, BIhar - 854301

327	Rosera	C/o Mr. Manoj Kumar Purvey, At- Katherbanni Mohalla, Ward no-9, near Adarsh Vidhya Mandir School, Rosera,samastipur,Bihar-848210
328	Samastipur	C/o Mr. Anjani Prasad Verma, Vivek Bihar, Ward No.-13, Mohanpur Road, Near Kranti Hotel, Samastipur-848101
329	Sampatchak	C/o Mr. Rajnarayan Singh,S/o Mithila Singh,Po.-Sonagopalpur,Sampatchak,Patna-800007
330	Sarairanjan	C/o Mr.Navin Kumar Shah,S/o-Late Narayan Shah,near Gokul sweets,Po-Sarairanjan,Samastipur, Bihar-848127
331	Zeromile	C/o Ms.Sushila,W/o Radhakrishna Singh,Muradpur Dullah,B Factory,Zero mile, Muzaffarpur,Bihar-842004
332	Sonipat	Mrs. Munesh Antil W/o Ashok Kumar, Tulip Mall, Near Gandhi chowk, Near Bus Stand, Sonipat, Haryana- 131001
333	Samalkha	Mr. Shamsher Panchwati Colony Near Chiranjeeve Hospital Samalkha Haryana 132101
334	Panipat	Mr. Pardeep Kumar, S/o Shri Ramesh Chander At- Fauji properties, Refinary byepass road, Near Ashirwad hotel & Mukhiya colony,Panipat, Haryana-123103
335	Karnal	Mrs Vandna Kamra, Saraswati Tent House, Opposite ITI Gate, Arya Pooram, Kunj Pura Road, Karnal, Haryana-132001
336	Peepli	Mr. Ashok Kumar, S/o Banarsi Dass Sharma, House no. 183, NEAR POLICE LINE, BHAGBAN NAGAR COLONY, peepli, Haryana-136131
337	Ambala	Mr. Dalwinder Kaur, At-14&15 Rajendra Park, K.D hospital road, mahesh nagar, Ambala Cantt, Haryana-133001
338	YamunaNagar	Mr. Mohammad Saleem S/o Mr. Mohammad Faruq,At-ward no-4, H.No-109, Bharat Sevak Nagar Colony, Buriya chowk,Jagadhari, Yamunanagar, Haryana, 135103
339	Kaithal	Karnal Road Near Narayana Bawasir & General Hospital, Friend's Colony,Gali No 5 Kaithal Haryana (136027)
340	Jind	Mr. Manoj Kumar, S/o Mr. Surajmal, At- Rajnagar, Kaithal RoadNear Punjab National Bank, Jind, Haryana- 126102
341	Barwala	Mr. Dharmendra Sukla,S/o Dharmendra Sukla,Bhanbori road,Opposite Jai Durga Staring Store Barwala,Haryana-125121
342	Tohana	Mr. Uday Singh, Nai Sabji Mandi road, near bus stand, Dangra road, Tohana , Haryana-120125
343	Narnaul	Pawan Sharma, S/o Shri Ramavatar, Agrashen Market, near Ambedkar chowk, Mahendargharh, Haryana-123029
344	Bhiwani	Mrs Mamta Devi W/o Mr. Sanjay Kumar,1245, New Bharat Nagar, Haluwas Mainer,Ward No. 08,Bhiwani,Haryana-127021

345	Heggere	N0'3904/3, Near Henchina Factory Siddaratha Nagar,New Extension Heggere , Tumkur TQ & Dist - 572107
346	Hisar	Mrs Meena Gupta W/O Mr. Nav Jeevan Gupta , H. No-118 Sector-13 Hisar, Haryana- 125001
347	K G Doddi	Kurigowdanadoddi Village , Naer Govt School , Kanakapura TQ , Ramanagara Dist -562117
348	Bokaro	MR RAJESHWAR NATH OJHA ,S/O-LATE JALESHWAR OJHA,AT- SHREE SHRESHSAYANAM NIWASAM,DARWAKA NAGAR ,BIHAR COLONY,CHAS,BOKARO JHARKHAND-827013
349	Rajdhanwar	C/o Smt. Salila Prasad, C/o Basudeo Prasad, At- Gndhi Chowk, Main Market, Po- Rajdhanwar,Dist.–Giridih, Jharkhand- 825412
350	Sakchi	C/o-Ms. Pinky Kumari, H.No-13, tataline, jamsedpur, Golmuri, Singhbhum, Sakchi, Jharkhand-831003
351	Phusro	C/o Ms.Lalita Devi,W/o Shyam Sunder Singh,Naya Road,in front of Petrol Pump(HP),near LIC office,Phusro,po-Bokaro, Jharkhand-829114
352	Chaibasa	C/O Gurmukh singh Khonkar, FS towers, sadar Bazar, west singhbhum, chaibasa, Jharkhand-833201
353	Bagodar	C/o –Mr. Arun Kumar, S/o Dharama Nath Prasad, Saria Road Bagodar,Dist-Giridih,Jharkhand-825322
354	Dumka	C/o- Tabassum Parveen, W/o Md. Sharif Ansari, Kumhar Pada, Shiv Sundari road, Dumka, Jharkhand-814101
355	Giridih	C/o –Mr. Arun Kumar, S/o Dharama Nath Prasad, Saria Road Bagodar,Dist-Giridih,Jharkhand-825322
356	Dhanbad	C/o- MRS MANASHI CHAKRABORTY,W/O -DEBASHISH CHAKRABORTY,AT MANSHI ENTERPRISES,DEBRAJ COMPLEX ,ADARSH VIHAR ,P.O-DHANSAR ,P.S-DHANSAR/BANK MOD ,DISTRICT-DHANBAD, JHARKHAND-828106
357	Godda	C/O Sujata kumari , W/o- Sanjay Kumar Chaudhary , At Shivpur , Raj Katchery ,Pokhar, Ward No 2 ,Near SBI Branch , Rautra , Godda, Jharkhand - 814133
358	Pakur	C/O Vidhya Sinha , C/o Ravi Kumar Sinha ,Near Khepa Kali Mandir , Tali Pada Road Madhapara , Pakur, Jharkhand - 816107
359	Ranchi	C/O Nand Lal , House No. ; - 579, 2nd. Floor, Satyam Complex, Harmu Road , Near Gadi Khana Chowk Ranchi, Pin-834001
360	Hazaribagh	C/o Mr. Rajeev Kumar Saha , s/o late mahabir Saha ,Saha market Gayatri mansion shiv mandir chowk ,P.o - korrah Hazaribagh ,Jharkhand 825301
361	Daltonganj	C/o – Mr. Mrityunjay Kumar, S/o Shri Yudhisthir Prasad, At-Ward no-11, Near bye pass road, Redma, Near IDBI Bank & electricity deptt, Abadganj, Daltonganj, Palamu, Jharkhand - 822101

362	Garhwa	C/o – Mr. Dilip Kumar Gupta, S/o– late Ram Keshwar Pardeshi, Main Road Tandwa, Gharwa, Dist – Gharwa - ,Jharkahand-822114
363	Koderma	C/o – Mr. Sagar Suman, S/o–Anita Prasad, Bhawan, TOP Lane, Jhumri Tilaiya,Koderma,Jharkhand-825409
364	Ramgarh	C/OMr. Lachhaman PrajapatiS/O DhanuPrajapati, PatratuBasti Near Railway Phatak, Ramgarh, Jharkhand-829122
365	Gorakhpur	794-G |Harhwa Fatak Rd, Near Indian Oil Petrol Pump, Basharatpur UP Gorakhpur 273004
366	Deoria	c/o; Akhtar Ali,Ward No. Ramnath Deoria Beldadh Mode ,Near Laxmi Narayan Mandir Deoria ,
367	Kasya	C/O Smt. Geeta Devi W/O Balister Sharma 2nd Floor | Near Maveshi Hospital | Gola Bazar Kasya | Kushinagar UP - 274402 | India
368	Siswa Bazar	RESIDING 15, Sabaya, Dakshin Tola, Siswa Bazar, Maharajganj, Nichlaul, UP-273163
369	Salempur	Amit Kumar Near town area | bharouli road salempur 274509
370	Kaptanganj	Sunita Maddhesia,Near State Bank of India ,Subhash Nagar Ramkola Road Kaptanganj.-UP
371	Padrauna	C/O Athar Alamlari S/O Jafrillah alam lari chavani kuber sthan road padrauna UP (274304)
372	Jaunpur	Dvara kgfs Jaunpur C/O Amardeep chaurasia kishan coffe house 3rd Floor in front of sahi idgah machli sahar padaw,olanganj jaunpur,Pin-222001
373	Mughalsarai	Dinesh dertck peter At-BP.-238, Ravi Nagar, Mughalsarai, Kotwali,UP-232101
374	Barhalganj	C/o Mr Vikram S/o Dhukhi Chhulupar Near Ugrasen Hospital BarhalganjGorakhpurUP-273402
375	Ballia	Bajaranji lal Srivastava Ballia Uttar Pradesh Pin code:-221709
376	Mau	Bhiti Chuok Bhadur Ganj Rod Haridwar colony -275101
377	Faizabad	Gokuldham colony Parikrama Road Near Railway Crossing Behind Badi Bua MazaarRanopali Faizabad (UP) PIN-224001
378	Barhaj	Near Indian Bank , Rudrapur Road ,| Barhaj ,Deoria | Uttar Pradesh | 274601 | India
379	Barnala	Dvara Kshetriya Gramin Financial Services Private Limited 22 Acre Chowk | Near LIC Office | 2nd Floor Cooperative Bank District.- Barnala (Punjab) 148101
380	Budhlada	Dvara Kshetriya Gramin Financial Services Private Limited | Near chamtkari mandir,Chorri Galli, Budhlada-151502 State - Punjab

381	Lehragaga	Dvara kshetriya Gramin Financial Service Pvt . Ltd Colony Road Near Railway Station Opp. Gurmeet Motors Repair Tehsil- Lehra Distt.Sangrur , Punjab, 148031
382	Dhuri	Dvara kshetriya Gramin Financial Service Pvt . Ltd | Near Bus Stand | Dr. Sukhbir wali Gali Dhuri |Pin code-148024 , State- Punjab
383	Sunam	Dvara Kshetriya Gramin Financial Services Private Limited Street No. 4|Vishvakarma Road | Ram Nagar | Near Bus Stand | Sunam - 148028 | Punjab
384	Bathinda	Saija Finance Pvt Ltd C/o mr Susheel gupta 1st Floor Above Gupta Dental Implant Centre Near Tinkoni Chowk Namdev RoadOpp Namdev BhawanBathinda-151001Phone:9541850265
385	Maur mandi	C/o Davinder Kaur W/o Dalveer Singh Dashmesh nagar Near Bus stand Maur Mandi Mansa Punjab -151509
386	Sardulgarh	Dvara Kshetriya Gramin Financial Services Private Limited Near water R.O. and govt. school, ward no. 1, Sardulgarh-508 ,151507 | Punjab
387	Rampura	Dvara Kshetriya Gramin Financial Services Private Limited | Street No. 9 | Kalgidhar Colony |Back side Jatinder Bansal Hospital | Barnala Road |Rampura | 151103
388	Mansa	Dvara Kshetriya Gramin Financial Services Private Limited Near Sabji Mandi Semi Hospital 2nd floor Mansa 151505, State - Punjab
389	Noorpur	Village- Dhamrola, Post-Office- Noorpur, Tehsil- Chandpur, District- Bijnor, Near- Sumitra Public School, State- Uttar Pradesh- 246734
390	Bhanjanagar	KHATA NO 329, PLOT NO 66, MOUZA - GHUMUSAR, AT - BHEJIPUT, PO - BHANJANAGAR, P. S. - BHANJANAGAR, DIST - GANJAM, ODISHA-761126
391	Chandpur	Village and Post- Rauniya, Tehsil- Siau Chandpur, District- Bijnor, Near Hazel Moon School, State- Uttar Pradesh- 246725
392	Dhampur	Village - Hara Ahmadpur Jalal Dhampur, District- Bijnor, State- Uttar Pradesh- 246761
393	Budhamba	KHATA NO 136/113, PLOT NO 63/1959, MOUZA - KHAIRAPALLI, AT - MUKTAMALA CHAMPEITA PUR, PO - BUDHAMBA, VIA - POLASARA, P. S. - KABISURYANAGAR, DIST - GANJAM, ODISHA-761105
394	Basti	794-G |Harhwa Fatak Rd, Near Indian Oil Petrol Pump, Basharatpur UP Gorakhpur 273004
395	Ariyalur	, NO-2/457-A, Jayankondam Road, Opposite Collector Office,SBI Back side , ValajaNagaram Village, Ariyalur-621704.
396	Bihar	AT Brij Niktan IAS colony west of canal new bailey road danapur patna bihar 801503

397	Chennai	First Floor,No:27/55, Kamala Neru Nagar 2nd Street, Choolaimedu-600094
398	Chhattisgarh	Ground Floor, shyam mandir road ,opp godavari sadan samta colony ,raipur dist. Raipur CG - 492001
399	Jharkhand	At- Ground floor, Vill-Pipar Toli,Near Ganga Moters Po:Argora,Ps -Argora, Dist:Ranchi,Jharkhand- 834002
400	Karnataka	#3, First Floor, T Narasipura Main Road, Alanahalli Street, Nazarbad, Mysore - 570028
401	Krishnagiri	Lalitha towers, #3/60/7 & 3/60/8, Gandhi Nagar, Krishnagiri - 635001
402	Madurai	No 88/4, First Floor | Arunachalam Street | Oppsite to Max Appartment | S S Colony | Madurai - 625016|India | Mobile: +91 8489949371
403	Odisha	First Floor of the 3 – storeyed building on Plot no M64 of Baramunda Housing board colony, Bhubaneswar-751003
404	Pudhukottai	No 830/1, North 2nd Street, Renga Complex, 1st Floor, Near Brindavananam, Pudukkottai-622001
405	Thanjavur	No.135/18 A, PWD Nagar Extension,Melavasthachavadi, Nanjikottai,Thanjavur – 613005|India
406	Uttarpradesh	C/O Om Shankar Maurya S/O Late Vishwanath Prasad Maury,At-1st floor 794G,near petrol pump,Aluminum Factory road,OM Nagar,Basharatapur,Gorakhpur,UP-273004
407	Uttarakhand	38A,Village : Jogiyana, Post Office- Athurwala, Near Hotel Padmini Palace, Bhaniyawala, District-Dehradun, State- Uttarakhand- 248140
408	Corporate	10th Floor, E Block, IITM Research Park, Kanagam Village, Taramani, Chennai - 600113
409	Haryana	C/o Mrs Vandna Kamra, Saraswati Tent House, Opposite ITI Gate, Arya Pooram, Kunj Pura Road, Karnal, Haryana-132001

मर्चेंट बैंककार

रूप ख
FORM B

MERCHANT BANKER

भारतीय प्रतिभूति और विनिमय बोर्ड
SECURITIES AND EXCHANGE BOARD OF INDIA

00 2912

(मर्चेंट बैंककार) विनियम, 1992
(MERCHANT BANKERS) REGULATIONS, 1992

(विनियम 8)
(regulation 8)

रजिस्ट्रीकरण प्रमाणपत्र
CERTIFICATE OF REGISTRATION

I. बोर्ड, उसके द्वारा बनाए गए नियमों और विनियमों के साथ पठित भारतीय प्रतिभूति और विनिमय बोर्ड अधिनियम, 1992 की धारा 12 की उपधारा (1) द्वारा प्रदत्त शक्तियों का प्रयोग करते हुए इसके द्वारा प्रवर्ग I / II / III / IV में मर्चेंट बैंककार के रूप में

I. **In exercise of the powers conferred by sub-section (1) of section 12 of the Securities and Exchange Board of India Act, 1992, read with the rules and regulations made thereunder the Board hereby grants a certificate of registration to**

SKI CAPITAL SERVICES LTD
718, DR. JOSHI ROAD, KAROL BAGH NEW DELHI
NATIONAL CAPITAL TERRITORY OF DELHI
INDIA
DELHI
110005

को नियमों में शर्तों के अधीन रहते हुए और विनियमों के अनुसार निम्नलिखित क्रियाकलाप करने का रजिस्ट्रीकरण प्रमाणपत्र देता है :- **as a merchant banker in Category I/ II/ III/ IV subject to conditions in the rules and in accordance with the regulations to carry out following activities :-**

*1. किसी निर्गमन का प्रबंध जिसके अन्तर्गत प्रास्पेक्टस तैयार करना, निर्गमन से संबंधित जानकारी एकत्र करना, वित्तपोषण संरचना अवधारित करना, वित्तदाताओं से सबंध बनाना, अंतिम आबंटन और अधिक आवेदन धनराशि का प्रतिदाय है। Management of any issue, including preparation of prospectus, gathering information relating to the issue, determining financing structure, tie up of financiers, final allotment and refund of excess application money.

*2. विनिधान सलाहकार। **Investment Adviser**

*3. निर्गमनों का निम्नांकन । **Underwriting of Issues.**

*4. संविभाग प्रबंध सेवाएं । **Portfolio Management Services.**

*5. किसी निर्गमन के प्रबंधक, परामर्शी या सलाहकार जिनके अन्तर्गत निगमित सलाहकार सेवाएं है। Manager, Consultant or Adviser to any issue including corporate advisory services.

*6. परामर्शी या सलाहकार । **Consultant or Adviser.**

(*जो लागू न हो उसे काट दें) **(*Delete whichever are not applicable)**

II. मर्चेंट बैंककार के लिए रजिस्ट्रीकरण कोड है।

II. **Registration Code for the merchant banker is MB / INM000012768**

III. यह प्रमाणपत्र **This Certificate of registration shall be valid for permanent, unless suspended or cancelled by the Board**

III. **This Certificate shall be valid from**

तक विधिमान्य होगा और जैसे भारतीय प्रतिभूति और विनिमय बोर्ड (मर्चेंट बैंककार) विनियम, 1992 में विनिर्दिष्ट है नवीकृत किया जा सकेगा।
and may be renewed as specified in regulation 9 of the Securities and Exchange Board of India (Merchant Banker(s) Regulations, 1992.

आदेश द्वारा
By order

Ahadha
ANUPMA CHADHA

स्थान Place **Mumbai**
तारीख Date **March 02, 2020**

भारतीय प्रतिभूति और विनिमय बोर्ड
के लिए और उसकी ओर से
For and on behalf of
Securities and Exchange Board of India

To,
The Manager, Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400001

Dear Sir / Madam,

SUBJECT: ISSUE OF UP TO 50,000 (FIFTY THOUSAND) SENIOR, SECURED, LISTED, RATED, TAXABLE, TRANSFERABLE, REDEEMABLE, NON-CONVERTIBLE DEBENTURES EACH HAVING A FACE VALUE OF INR 10,000/- (INDIAN RUPEES TEN THOUSAND ONLY) AND OF THE AGGREGATE FACE VALUE OF INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORES ONLY) ("DEBENTURES") ON A PRIVATE PLACEMENT BASIS (THE "ISSUE") BY DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED.

1. We hereby confirm that the Company is eligible and in compliance with SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 as amended from time to time, to make the Private placement.

2. We hereby confirm that the issuer or any of its promoters or directors is not declared as 'Fraudulent Borrower' by the lending banks or financial institution or consortium, in terms of RBI master circular dated July 01, 2016.

3. SKI Capital Services Limited is not an associate of the issuer as provided under the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992.

As per Regulation 12 read with Schedule II of SEBI (Merchant Bankers) Regulations, 1992, requires Merchant Banker who have been granted a Certificate of Registration, to keep its registration in force. Accordingly, the Merchant Banker Confirms the following:

Name of the Merchant Banker	Registration no	Date of Registration with SEBI	Date of last payment made	Block for which the last payment is made	Next due date for the payment of renewal fee
SKI Capital Services Limited	INM000012768	02/03/2020	02/03/2020	02/03/2020 - 01/03/2025	01/03/2025

Manick Wadhwa

Digitally signed by
Manick Wadhwa

Manick Wadhwa
SKI Capital Services Limited
Registration Number: INM000012768
Place: New Delhi
Date: 24/09/2024

To,

The Manager, Listing Department

BSE Limited

Phiroze Jeejeebhoy Towers,

Dalal Street, Mumbai- 400001

Dear Sir / Madam,

SUBJECT: ISSUE OF UP TO 50,000 (FIFTY THOUSAND) SENIOR, SECURED, LISTED, RATED, TAXABLE, TRANSFERABLE, REDEEMABLE, NON-CONVERTIBLE DEBENTURES EACH HAVING A FACE VALUE OF INR 10,000/- (INDIAN RUPEES TEN THOUSAND ONLY) AND OF THE AGGREGATE FACE VALUE OF INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORES ONLY) ("DEBENTURES") ON A PRIVATE PLACEMENT BASIS (THE "ISSUE") BY DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LIMITED.

1. We confirm that neither the issuer nor its promoters or directors have been prohibited from accessing the capital market under any order or direction passed by the Board. We also confirm that none of the intermediaries named in the offer document have been debarred from functioning by any regulatory authority.

2. We confirm that all the material disclosures in respect of the issuer have been made in the offer document and certify that, as applicable, any material development in the issue or relating to the issue up to the commencement of listing and trading of the securities offered through this issue shall be informed through public notices/advertisements in all those newspapers in which pre-issue advertisement and advertisement for opening or closure of the issue have been given.

3. We confirm that the offer document contains all disclosures as specified in the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021.

4. We also confirm that all relevant provisions of the Companies Act, Securities Contracts (Regulation) Act, 1956, Securities and Exchange Board of India Act, 1992, and the Rules, Regulations, Guidelines, Circulars issued thereunder are complied with.

We confirm that all comments/complaints received on the draft offer document filed on the website of BSE (designated stock exchange) have been suitably addressed.


Digitally signed by Manick Wadhwa

Manick Wadhwa

SKI Capital Services Limited

Registration Number: INM000012768

Place: New Delhi

Date: 24/09/2024

Date :24/09/2024

DVARA KSHETRIYA GRAMIN FINANCIAL SERVICES PRIVATE LTD
10TH FLOOR-E BLOCK, IIT-MADRAS RESEARCH PARK
KANAGAM VILLAGE TARAMANI,CHENNAI- 600113

Dear Sir/Madam,

Sub: Registrar for Proposed Issue of NCDs to Oxyzo Financial Services Limited of Rs. 50 Crores in two tranches.

We, the undersigned, do hereby consent to act as the Registrar to the above said issue and provide our consent for our name to be inserted as the Registrar to the Issue in the Information Memorandum. The following information in relation to us may be disclosed in the Information Memorandum / Issue Documents:

Name	:	**Integrated Registry Management Services Private Limited**
Address	:	**2nd Floor, "Kences Towers", No. 1 Ramakrishna Street, North Usman Road, T Nagar, Chennai – 600 017**
Contact Person	:	**S Yuvaraj**
Designation		**General Manager**
Telephone number	:	**044 - 28140801 to 28140803**
Fax number	:	**044 – 28142479**
E-mail ID	:	**yuvraj@integratedindia.in**
Website	:	**www.integratedregistry.in**
SEBI Registration Number	:	**INR000000544**
Investor Grievance e-mail	:	**einward@integratedindia.in**
CIN	:	U74900TN2015PTC101466

We confirm that we are registered with SEBI as Registrars to an issue and Share Transfer Agent in Category I and as on date our registration is valid.

We also confirm that as on date, we have not been prohibited by SEBI from acting as an intermediary in capital market issues.

We further confirm that we have not been debarred or prohibited from functioning as an intermediary by SEBI, any other regulatory authority, court or tribunal.

A copy of our registration certificate regarding our registration with the SEBI in the required format is enclosed as Annexure A.

Yours faithfully,
for **Integrated Registry Management Services Private Limited**



S Yuvaraj
General Manager

INDEPENDENT AUDITORS' REPORT

To the Members of **Dvara Kshetriya Gramin Financial Services Private Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company"), which comprise the standalone balance sheet as at 31 March 2022, and the standalone statement of Profit and Loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('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 31 March 2022, and profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of matter

We draw your attention to the following

1. Note 75 about the uncertainties prevailing on the balance sheet date on the recoverability of the company's loans and advances on account of the COVID-19 impact. The estimates and assumptions made by management in determining the impairment provision required for these loans are subject to matters that are outside the control of the Company and hence actual results may vary from these estimates.
2. Note 34(i) on meeting the qualifying asset criteria as per the Prudential norms, the Company has considered the business as non-MFI and appropriately carried out financial reporting.

Our opinion is not modified in respect of these matters.



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PKF SRIDHAR & SANTHANAM LLP • KRD Gee Gee Crystal • No.91-92 7th Floor • Dr.Radhakrishnan Salai • Mylapore • Chennai 600004
REGISTRATION NO. WITH ICAI - 003990S/S200018

Key Audit Matters

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

Key Audit Matter	How the matter was addressed
Recognition and measurement of impairment of loans Management estimates impairment provision using Expected Credit loss (ECL) model for the loan exposure. Recognition and measurement of impairment of loans involve significant management judgement based on a range of factors. The Company's impairment allowance is derived from estimates including historical default and loss ratios. Estimation includes timely identification and classification of the impaired loans. Collective impairment allowances are calculated using ECL model which approximate credit conditions on homogenous portfolios of loans. During the year, the Company has made changes to the ECL Model as a process of refinement to ECL estimation for considering the uncertainty over the potential macro-economic condition. The determination of impairment loss allowance is inherently judgmental and relies on managements' best estimate due to the following: 1. Segmentation of loans given to the customer 2. Criteria selected to identify significant increase in credit risk, particularly in respect of the regional lockdowns at various geographies along with the history of moratorium benefit given to eligible borrowers as per the Company's board approved policy, read with the RBI COVID 19 regulatory package. 3. Increased level of data inputs for capturing the historical data to calculate the Probability of Default ('PDs') and Loss Given Default ("LGD") and the completeness and accuracy of that data 4. The disclosures made in Financial Statements for ECL especially in relation to judgements and	In view of the significance of the matter, the following key audit procedures were performed by us: Our audit procedures in relation to expected credit losses were focused on obtaining sufficient appropriate audit evidence as to whether the expected credit losses recognised in the financial statements were reasonable and the related disclosures in the financial statements made by the management were adequate. These procedures included, but not limited, to the following: Assessed the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. Tested a sample of performing loans (stage 1) to assess whether any Significant Increase in Credit Risk (SICR) or loss indicators were present requiring them to be classified under stage 2 or 3 or vice versa along with additional considerations applied by the Management for staging of loans as SICR or default categories. Examined Board Policy approving the methodology for computation of ECL that address policies, procedures and controls for assessing and measuring credit risk on all lending exposures, commensurate with the size, complexity and risk profile specific to the Company. Obtained an understanding of the model adopted by the Company for calculation of expected credit loss including how management calculated the expected credit loss and the appropriateness of the data on which the calculation is based and tested the management controls for it. For change in ECL Model, evaluated the basis of such change including the reasonableness and appropriateness of the same.

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CHENNAI

Key Audit Matter	How the matter was addressed
estimates by the Management in determination of the ECL. The aforesaid involves significant management estimates/ judgements and hence identified as Key Audit Matter (KAM).	Evaluated the design and operating effectiveness of controls across the processes relevant to ECL. These controls, among others, included controls over the allocation of assets into stages including management's monitoring of the need for post model adjustments, model validation, recording of accounting entries and disclosures. Tested, on sample basis, the input and historical data used for determining the PD and LGD and agreed the data with the underlying books of accounts and records. Tested on a sample basis the arithmetical calculation of the workings of the expected credit losses. Performed an overall assessment of the ECL provision at each stage to determine if they were reasonable considering the Company's portfolio, risk profile and the macroeconomic environment. Assessed the adequacy and appropriateness of disclosures in compliance with the Ind AS 107 on ECL especially in relation to judgements used in estimation of ECL provision Assessed disclosures included in the standalone Ind AS financial statements in respect of expected credit losses including the specific disclosures made about the management's evaluation of the uncertainties.

Information Other than the Standalone Financial Statements and Auditors' Report Thereon

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Directors Report but does not include the standalone financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

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

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

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CHENNAI

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

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

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

In preparing the standalone financial statements, management and Board of Directors are 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.

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

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

- Obtain an understanding of internal financial 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

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Firm Regn. No: 003990S/S200018
CHENNAI

controls with reference to the standalone financial statements 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 auditors' report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Other Matters

The audited Standalone financial statements of the Company for the corresponding year ended 31 March 2021 prepared in accordance with Ind AS included in these standalone financial statements, have been audited by the predecessor auditors whose audit report dated 17 Jun 2021 expressed an unmodified opinion on those audited Standalone financial statements.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the

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Firm Regn. No: 003990S/S200018
CHENNAI

"Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
(c) The standalone Balance Sheet, the standalone Statement of Profit and Loss (including other comprehensive income) , the standalone Statement of Changes in Equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.
(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards (Ind AS) prescribed 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 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
(f) With respect to the adequacy of the internal financial controls with reference to the standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations as at 31 Match 2022 on its financial position in its standalone financial statements – Refer Note 36 to the standalone financial statements;
ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 12 to the standalone financial statements;
iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2022; and
iv. (a) The management has represented that, to the best of its knowledge and belief, , no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other

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Firm Regn. No: 003990S/S200018
CHENNAI

persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(c) Based on such audit procedures that the we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The company has not declared any dividend during the year and hence compliance with section 123 of the Companies Act, 2013 is not applicable.

3. With respect to the matter to be included in the Auditors' Report under section 197(16) since the Company is a private limited company, the provisions of Section 197 of the Companies Act, 2013 are not applicable to it. Accordingly, reporting on the compliance with the provisions of Section 197 of the Act is not applicable.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No: 003990S/S200018

P Devi

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Firm Regn. No: 003990S/S200018
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Devi P
Partner
Membership Number - 223137
Date: 27 May 2022
Place: Dubai
UDIN: 22223137AJSPET9277

Annexure A

Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company") on the standalone financial statements as of and for the year ended 31 March 2022.

(i) (a)

(A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all Property, Plant and Equipment are verified annually. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, Property, Plant and Equipment were physically verified by the management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.

In respect of immovable properties of land and building that have been taken on lease and disclosed as leasehold lands / right of use assets in the standalone financial statements, the lease agreements are in the name of the Company where the Company is lessee in the agreement.

(c) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets / Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year and hence this clause is not applicable to the Company.

(d) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and rules made thereunder.

(ii)

a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is a Non-Banking Financial Company and primarily engaged in lending activities. Accordingly, it does not hold any physical inventories. Thus, para 3(ii) of this order is not applicable.

b) Based on our audit procedures & according to the information and explanation given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

(iii) Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in, provided any guarantee or security or granted any loans or



advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties in respect of which, our comments are as follows:

(a) Company's principal business is to give loans and hence this clause3 (iii) (a) is not applicable

(b) Based on our audit procedures and according to the information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are in our opinion, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated. Note 3.15 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loans assets. In accordance with that policy, loan assets with balances as at March 31, 2022, aggregating ₹ 10,004.62 lakhs were categorised as credit impaired ("Stage 3") and ₹ 6033.40 lakhs were categorised as those where the credit risk has increased significantly since initial recognition ("Stage 2"). Disclosures in respect of such loans have been provided in Note 34(i) to the Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating ₹ 91,636.96 lakhs, where credit risk has not significantly increased since initial recognition (categorised as "Stage 1"), delay in the repayment of interest and/or principal in respect of loans aggregating to ₹ 3155.42 lakhs was also identified. In all other cases, the repayment of principal and interest is regular. Having regard to the nature of the Company's business and the volume of information involved, it is not practicable to provide an itemised list of loan assets where delinquencies in the repayment of principal and interest have been identified.

(d) The total amount overdue for more than ninety days, in respect of loans and advances in the nature of loans, as at the year-end is ₹ 10,004.62 lakhs. Reasonable steps are being taken by the Company for recovery of the principal and interest as stated in the applicable Regulations and Loan agreements.

(e) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(e) of the Order is not applicable

(f) Based on our audit procedures and according to the information and explanation given to us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment and hence the question of aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause 76 of section 2 of the Companies Act, 2013 does not arise. Accordingly, paragraph 3(iii)(f) of the Order is not applicable.

(iv) In our opinion and according to the information and explanation given to us, the Company has complied with provisions of Section 185 and 186 of the Act with respect of making investments. The company has not granted loans, provided guarantees, and securities, as applicable to the parties covered under this section.

(v) Based on our audit procedures & according to the information and explanation given to us,

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the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of the Act and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

(vi) The Company is not required to maintain cost records specified by the Central Government under sub section (1) of section 148 of the Act. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.

(vii)

(a) According to the information and explanations given to us and the records of the Company examined by us, *except for a few delays*, the Company has generally been regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable with the appropriate authorities.

According to the information and explanation given to us and the records of the Company examined by us, no undisputed amounts payable in respect of Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears, as at 31 March 2022 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no statutory dues referred to in sub-clause (a) as at 31 March 2022, which have not been deposited with the appropriate authorities on account of any dispute, except as stated below:

Name of the Statute	Nature of the Dues	Amount demanded (Rs. In Lakhs)	Amount paid (Rs In Lakhs)	Period to which amount relates	Forum where dispute is pending
Finance Act, 1994- Service Tax	Service Tax Arrears	66.28	2.68	April 2010 to 2015	Customs , Exercise & Service tax Appellate Tribunal

* AY – Assessment year, FY – Financial year

(viii) Based on our audit procedures and as per the information and explanations given by the management, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, paragraph 3(viii) of the order is not applicable to the Company.

(ix)

(a) Based on our audit procedures and as per the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or

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in payment of interest thereon to any lender.

(b) According to the information and explanations given to us, the Company is not a declared willful defaulter by any bank or financial institution or other lender. Accordingly, paragraph 3(ix)(b) of the Order is not applicable to the Company.

(c) According to the information and explanations given to us and the records of the Company examined by us, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanations given to us and the records of the Company examined by us, no funds raised on short term basis have been utilized for long term purposes.

(e) According to the information and explanations given to us and the records of the Company examined by us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate company. Accordingly, paragraph 3(ix)€ of the Order is not applicable to the Company.

(f) According to the information and explanations given to us and the records of the Company examined by us, the Company has not raised any loans during the year on pledge of securities held in its associate company. Accordingly, paragraph 3(ix)(f) of the Order is not applicable to the Company.

(x)

(a) According to the information and explanations given to us, the Company did not raise money by way of initial public offer or further public offer (including debt instruments) during the year and hence the question of whether money raised were applied for the purposes for which those are raised does not arise. Accordingly, paragraph 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence the question of whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised does not arise. Accordingly, paragraph 3(x)(b) of the Order is not applicable to the Company.

(xi)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, we report that no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.

(b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

(c) To the best of our knowledge and belief and according to the information and explanations given to us, we have taken into consideration the whistle blower complaints received by the company during the year which are not significant to have an impact on the nature, timing and extent of the audit procedures.



(xii) The Company is not a Nidhi company in accordance with Nidhi Rules 2014. Accordingly, paragraph 3(xii)(a) to (c) of the Order is not applicable.

(xiii) Based on our audit procedures and according to the information and explanations given to us, all the transactions entered into with the related parties during the year are in compliance with Section 177 and Section 188 of the Act where applicable and the details have been disclosed in the standalone financial statements as required by the Indian accounting standard Related Party Disclosures (Ind AS 24)

(xiv)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the reports of the Internal Auditors for the period under audit.

(xv) On the basis of the information and explanations given to us, in our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi)

(a) Based on our audit procedures and according to the information and explanations given to us, the Company is engaged in the business of Non-Banking Financial Institution and has obtained a valid certificate of registration as required under Section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934).

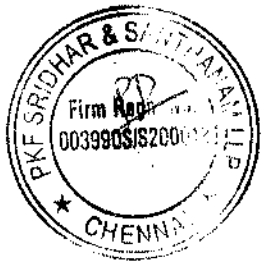
(b) Based on our audit procedures and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable to the Company.

(c) Based on our audit procedures and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence the questions of fulfilling criteria of a CIC, and in case the Company is an exempted or unregistered CIC, whether it continues to fulfill such criteria, do not arise. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable to the Company.

(d) Based on our audit procedures and according to the information and explanations given to us, none of the group companies are Core Investment Company (CIC) and hence the question of number of CICs which are part of the Group does not arise. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable to the Company.

(xvii) The company has incurred cash losses of Rs.3091.89 lakhs in the financial year and Rs. 15,435.09 lakhs in the immediately preceding financial year.

(xviii) There has been a resignation by statutory auditor pursuant to the Guidelines for Appointment of Statutory Central Auditors (SCAs)/Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBs and NBFCs (including HFCs) issued by Reserve Bank of India on April 27, 2021 (the "RBI Guidelines") as they have completed the maximum eligible tenure of 3 years. We have requested for a no objection certificate from the outgoing auditors to which they have replied to us there is



no objection in our taking up the statutory audit.

(xix) On the basis of financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report of the Company's capability of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx)

(a) Based on our audit procedures and according to the information and explanations given to us, sub-section (5) of section 135 of the said Act is not applicable to the Company.

(b) (b) Based on our audit procedures and according to the information and explanations given to us, the Company is not required to ensure compliance under Section 135(6) as it is not applicable

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



Devi P
Partner
Membership Number - 223137
Date: 27 May 2022

Place: Dubai
UDIN: 22223137AJSPET9277

Annexure B

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

Report on the Internal Financial Controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

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

Opinion

We have audited the internal financial controls with reference to standalone financial statements of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2022, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



Devi P
Partner
Membership Number 223137
Date: 27 May 2022

Place: Dubai
UDIN: 22223137AJSPET9277

PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

To
The Board of Directors
Dvara Kshetriya Gramin Financial Services Private Limited
Chennai

Auditor's Report issued under Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016

This is to confirm that we the Statutory Auditors of M/S Dvara Kshetriya Gramin Financial Services Private Limited, having its registered office at 0th Floor, Phase-1, IIT Madras Research Park, Kanagam Village, Tharamani, Chennai, Tamil Nadu 600113, have examined the books of accounts and other records for the year ended 2021-22 produced to us by the management, and report as under on the matters specified in Paragraph 3 and 4 of the Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016:

A (I) The Company, M/S Dvara Kshetriya Gramin Financial Services Private Limited, is in the business of non-banking financial institution and is having Certificate of Registration No. B-07.00627 dated August 8, 2013, issued by Reserve Bank of India, Chennai under Section 45IA of the RBI Act 1934.

A (II) The financial assets of the Company is more than 50% of the total assets and the income from financial assets is more than 50% of the gross income. Thus, the Company continues to undertake the business of non-banking financial institution requiring holding Certificate of Registration under Section 45IA of the RBI Act, 1934.

A (III) This company is meeting the net owned fund requirement as laid down in Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company.

B NBFC Accepting deposits- This para is not applicable to this company in view of the company, being a non-deposit accepting Non-Banking Financial Company.

C (I) The Company is a non-deposit accepting Non-Banking Financial Company and Board of Directors have passed a resolution for non-acceptance of any public deposits.

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REGISTRATION NO WITH ICAI - 003990S/S200018

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C (II) Based on the records verified by us and as per the information and explanations given to us, the company has not accepted any public deposits during the year.

C (III) As per the information provided to us and records examined by us, the company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable.

C (IV) (a) The capital adequacy ratio as disclosed in the return submitted to the Bank in form NBS- 7 is arrived at based on provisional financial statements for the quarter and revised after final audit, however such ratio is in compliance with the minimum CRAR prescribed by the Bank

Quarter	CRAR as per Financials	CRAR as per NBS7	Difference	CRAR minimum requirement	Audited status
Q1	23.75%*	21.94%	1.81%	15%	Management Certified
Q2	25.91%	26.60%	-0.69%	15%	Audited
Q3	24.00%	23.40%	0.60%	15%	Reviewed
Q4	25.33%	24.42%	0.91%	15%	Audited

*CRAR for Q1 is management certified as the requirements for limited review did not exist under the then applicable guidelines of the regulations.

(b) The company has furnished to the Bank the annual statement of capital funds, risk assets/exposures and risk asset ratio (NBS-7) within the stipulated period except for quarter 1 and 4.

Quarter	Due Date of filing return	Actual Filing date	No. of days delay
Q1	15-08-2021**	14-08-2021	No delay
Q2	15-10-2021	15-10-2021	No delay
Q3	15-01-2022	13-01-2022	No delay
Q4	15-04-2022	15-04-2022	No delay

**As per RBI/ DoS.DSG.No. SUO-44223/ 33.01.002/ 2020-21 dated May 08,2021, The Due date for quarterly returns has been extended from 15 days to 45 days for the quarter ended June,2021.

C (V) The company is not a MFI and hence this clause is not applicable.

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

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D NBFC not required to hold CoR- This para is not applicable to this company in view of the company, being a non-deposit accepting Non-Banking Financial Company.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No.003990S/S200018

P. Devi

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

Devi P
Partner
Membership Number - 223137
Date: 27 May 2022

Place: Dubai
UDIN: 22223137AMBOQB1631

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Dvara Kshetriya Gramin Financial Services Private Limited

Standalone Balance Sheet as at March 31, 2022

(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	As at 31 March 2022	As at 31-March-2021
ASSETS			
Financial assets			
Cash and cash equivalents	4	8,880.60	9,496.22
Bank balance other than cash and cash equivalents	5	5,843.32	8,386.93
Receivables			
Trade receivables	6	149.79	97.36
Loans	7	1,00,922.37	95,973.98
Investments	8	1,311.28	380.09
Other financial assets	9	2,104.90	2,418.84
		1,19,212.26	**1,16,753.42**
Non-financial assets			
Current tax assets (net)		711.16	610.14
Deferred tax assets (net)	30	2,817.38	2,969.45
Property, plant and equipment	10	562.43	449.22
Intangible assets	10A	844.65	973.74
Right of use assets	10B	663.35	828.90
Other non-financial assets	11	1,168.49	1,028.78
		6,767.46	**6,860.23**
Total Assets		**1,25,979.72**	**1,23,613.65**
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
Derivative financial instruments	12	294.91	231.36
Payables			
a Trade payables			
(i) dues of micro enterprises and small enterprises	13	-	-
(ii) dues other than micro enterprises and small enterprises		214.26	333.60
Debt securities	14	14,693.34	10,860.98
Borrowings (other than debt securities)	15	74,453.60	75,000.74
Subordinate Liabilities	15A	3,767.93	3,756.80
Other financial liabilities	16	2,039.72	2,776.11
		95,463.76	**92,959.59**
Non-financial liabilities			
Current tax liabilities (net)		-	349.21
Provisions	17	164.81	474.63
Other non-financial liabilities	18	511.64	286.31
		676.45	**1,110.15**
EQUITY			
Equity share capital	19	10,887.14	10,887.14
Other equity	20	18,952.37	18,656.77
		29,839.51	**29,543.91**
Total Liabilities and Equity		**1,25,979.72**	**1,23,613.65**
Significant accounting policies	2 and 3		

The notes referred to above form an integral part of these financial statements

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

PKF SRIDHAR & SANTHANAM LLP Firm Regn. No: 003990S/S200018 CHENNAI

P Devi
Partner
Membership No. 223137

Place : Dubai
Date : 27 May 2022

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024587

Bindu Ananth
Director
DIN. 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place : Chennai

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of standalone profit and loss for the year ended March 31, 2022
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	Year Ended 31 March 2022	Year Ended 31-March-2021
Revenue from operations			
Interest income	21	27,230.15	23,496.28
Fees and commission income	22	19.32	19.81
Net gain on fair value changes	23	258.12	60.50
Income from other services	24	844.65	903.37
Bad debts recovered		243.29	11.28
Total revenue from operations		**28,595.53**	**24,491.24**
Other income		81.60	110.14
Total income		**28,677.13**	**24,601.38**
Expenses			
Finance costs	25	11,967.82	10,650.85
Impairment on financial instruments	26	6,006.80	5,279.36
Employee benefits expenses	27	7,236.67	5,697.80
Depreciation and amortization	28	641.30	673.35
Other expenses	29	2,654.05	2,239.44
Total expenses		**28,506.64**	**24,540.80**
Profit before tax		**170.49**	**60.58**
Tax expense:			
Current tax			
-Current year		-	1,220.74
-Pertaining to earlier years		(34.48)	-
Deferred tax charge / (credit) (including minimum alternative tax credit entitlement)		147.94	(1,244.57)
		113.46	**(23.83)**
Profit after tax for the year		**57.03**	**84.41**
Other comprehensive income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement gain / (loss) on defined benefit plans		80.16	17.17
(A) (ii) Income tax impact thereon		(23.34)	(5.00)
(B) (i) Items that will be reclassified to profit or loss			
- Hedge reserve account (net)		59.78	(151.36)
(B) (ii) Income tax impact thereon		(17.41)	44.08
Total other comprehensive income		**99.19**	**(95.11)**
Total comprehensive income for the year		**156.22**	**(10.70)**
Earnings per equity share (face value Rs.100 each)			
- Basic (in Rs.)		0.52	0.78
- Diluted (in Rs.)		0.52	0.77

The notes referred to above form an integral part of these financial statements

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 231138

Place : Dubai
Date : 27 May 2022

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN : 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place : Chennai

Dvara Kshetriya Gramin Financial Services Private Limited
Standalone Cash flow statement for the year ended March 31, 2022
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Year Ended 31 March 2022	Year Ended 31-March-2021
A. Cash flow from operating activities		
Net profit before tax	170.49	60.58
Adjustments for:		
Depreciation and amortization	641.30	673.35
Interest on deposits with Banks	(364.23)	(571.20)
Interest income on loans	(26,865.92)	(22,925.08)
Gain on mutual funds investments designated at fair value through profit or loss	(258.12)	(60.50)
Impairment on financial instruments (net)	6,006.80	5,279.36
Finance costs	11,967.82	10,650.85
Loss on sale/retirement of property, plant and equipment (net)	-	-
Operating profit before working capital changes	**(8,701.86)**	**(6,892.64)**
Operational cash flows from interest:		
Interest income on loans	27,796.79	22,102.94
Finance cost paid	(11,426.12)	(10,481.92)
Changes in working capital and other changes:		
(Increase) / decrease in trade receivables	(52.43)	284.48
(Increase) in other bank balances	2,171.24	(1,148.69)
(Increase) in loans	(11,886.06)	(17,241.49)
Decrease/ (increase) in other financial assets	313.94	(1,904.78)
Decrease/ (increase) in other non financial assets	(139.71)	(57.89)
Increase in trade payables, other liabilities and provisions	(1,064.52)	711.07
	(2,988.73)	**(14,628.92)**
Income tax paid (net)	**(103.15)**	**(806.17)**
Net cash flow (used in) operating activities	**(3,091.89)**	**(15,435.09)**
B. Cash flow from investing activities		
Proceeds from sale of investments (net of purchases)	258.12	60.50
Proceeds from sale of Property, plant and equipment	-	-
Purchase of fixed assets including capital work-in-progress	(319.45)	(157.99)
Purchase of Intangible Assets	(136.25)	(6.29)
Payment for acquisition of business	(756.94)	-
Interest on deposits with Banks	562.35	418.35
Net cash (used in) investing activities	**(392.17)**	**314.57**
C. Cash flow from financing activities		
Proceeds /(repayments) from issue /(of) debt securities and borrowings (net of repayments)		
Debt Securities	3,297.06	4,099.64
Borrowings	(436.99)	4,885.47
Subordinate Liabilities	17.91	3,750.54
Payment of lease liabilities	(148.92)	(168.11)
Proceeds from issue of equity share capital including securities premium (including share application money pending allotment)	-	81.58
Proceeds from Employee Stock options	139.38	105.26
Net cash from financing activities	**2,868.44**	**12,754.38**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(615.62)	(2,366.14)
Cash and cash equivalents at the beginning of the year	9,496.22	11,862.46
Cash and cash equivalents at the end of the year	**8,880.60**	**9,496.32**



Particulars	As at March 31, 2022	As at March 31, 2021
1 Components of cash and cash equivalents		
Cash and cheques on hand	120.24	75.54
Balances with banks		
-In current accounts	3,260.36	9,420.68
-In deposit accounts with original maturity less than three months	5,500.00	-
	8,880.60	**9,496.22**

2 Change in liabilities arising from financing activities

Particulars	Debt securities	Borrowings (other than Debt securities)	Subordinate Liabilities
As at April 1, 2020	**3,218.96**	**70,314.08**	**3,261.00**
Cash flows (net)	7,658.79	4,957.46	495.80
Others*	(16.77)	(270.80)	-
As at March 31, 2021	**10,860.98**	**75,000.74**	**3,756.80**
Cash flows (net)	3,988.56	132.27	14.21
Others*	(156.20)	(679.41)	(3.08)
As at March 31, 2022	**14,693.34**	**74,453.60**	**3,767.93**

* Others column includes the effect of amortization of processing fees etc.

Significant accounting policies 2 and 3

The notes referred to above form an integral part of these financial statements.

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Dubai
Date : 27 May 2022

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN- U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN : 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place : Chennai

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of changes in equity for the year ended March 31, 2022
(All amounts are in Indian Rupees in Lakhs except share data and as stated)

A Equity share capital

Particulars	Number of shares	Amount
Balance as at April 1, 2020	1,08,65,706	10,865.71
Add: Shares issued during the year	21,438	21.44
Balance as at March 31, 2021	**1,08,87,144**	**10,887.15**
Balance as at April 1, 2021	**1,08,87,144**	**10,887.15**
Add: Shares issued during the year	-	-
Balance as at March 31, 2022	**1,08,87,144**	**10,887.15**

B Other equity	Note	Reserves and Surplus				Other Comprehensive Income			Share application money pending allotment	Total
		Statutory Reserves	Securities Premium	Capital Reserve	Retained Earnings	Employee stock option outstanding account	Remeasurements of Defined Benefit Obligations	Cash Flow Hedge Reserve		
Balance as at April 1, 2020		1,230.65	35,444.69	1,329.46	(19,550.16)	47.42	-	-	-	18,502.06
Share based expenses		-	-	-	-	105.26	-	-	-	105.26
Premium on issue of share capital		-	60.15	-	-	-	-	-	-	60.15
Profit for the year		-	-	-	84.41	-	-	-	-	84.41
Transfer to statutory reserve		16.88	-	-	(16.88)	-	-	-	-	-
Other comprehensive income (net of tax)		-	-	-	-	-	12.17	-	-	12.17
Transferred to retained earnings		-	-	-	12.17	-	(12.17)	-	-	-
Fair valuation of financial instruments (net of tax)		-	-	-	-	-	-	(107.28)	-	(107.28)
Balance as at March 31, 2021		**1,247.53**	**35,504.84**	**1,329.46**	**(19,470.46)**	**152.68**	**-**	**(107.28)**	**-**	**18,656.77**
Balance as at April 1, 2021		**1,247.53**	**35,504.84**	**1,329.46**	**(19,470.46)**	**152.68**	**-**	**(107.28)**	**-**	**18,656.77**
Share based expenses		-	-	-	-	139.38	-	-	-	139.38
Premium on issue of share capital		-	-	-	-	-	-	-	-	-
Profit for the year		-	-	-	57.03	-	-	-	-	57.03
Transfer to statutory reserve		11.41	-	-	(11.41)	-	-	-	-	-
Other comprehensive income (net of tax)		-	-	-	-	-	56.82	-	-	56.82
Transferred to retained earnings		-	-	-	56.82	-	-56.82	-	-	-
Fair valuation of financial instruments (net of tax)		-	-	-	-	-	-	42.37	-	42.37
Balance as at March 31, 2022		**1,258.94**	**35,504.84**	**1,329.46**	**(19,368.02)**	**292.06**	**-**	**164.91)**	**-**	**18,952.37**
Significant accounting policies	2 and 3									

The notes referred to above form an integral part of these financial statements

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223157

Place: Dubai
Date: 27 May 2022

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN: U65991TN1995PTC034547

Bindu Ananth
Director
DIN: 02456029
Place: Bengaluru

Samir Amrit Shah
Director
DIN: 00972693
Place: Chennai

LVLN Murty
Managing Director & CEO
DIN: 09618861
Place: Chennai

G. Vijayakumar
Chief Financial Officer
Place: Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place: Chennai

1 Reporting entity

Dvara Kshetriya Gramin Financial Services Private Limited ("Dvara KGFS" or "the Company"), was incorporated on March 4, 1993. The Company has received the Certificate of Registration dated August 8, 2013 from the Reserve Bank of India ("RBI") to carry on the business of Non Banking Financial Institution without accepting public deposits ("NBFC-ND-SI").

The Company also acts as business correspondent for Banks, Insurance Companies, Non-Banking Finance Companies and also acts as an intermediary to deliver financial and other products to remote rural areas.

The Company's mission is to maximise the financial well-being of every individual and every enterprise by providing complete financial services in remote rural areas.

2 Basis of preparation

2.1 Statement of compliance and basis of preparation and presentation of financial statements

These financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 ('the Act') in conformity with generally accepted accounting principles in India and other relevant provisions of the Act.

The financial statements have been prepared and presented on going concern basis and at historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained below, the relevant provisions of the Companies Act, 2013 (the "Act") and the guidelines issued by the Reserve Bank of India ('RBI') to the extent applicable.

These financial statements were approved by the Company's Board of Directors and authorised for issue on May 27, 2022.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to the existing accounting standard requires a change in the accounting policy hitherto in use.

Details of the Company's accounting policies are disclosed in note 3.

The Balance sheet, the Statement of profit and loss and the Statement of changes in equity are presented in the format prescribed under Division III of Schedule III to the Act and as amended from time to time, for Non-Banking Financial Companies ('NBFC') that are required to comply with Ind AS. The statement of cash flows has been presented as per the requirements of Ind AS 7 Statement of Cash Flows.

The Company presents its balance sheet in order of liquidity. Financial assets and financial liability are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis.

2.2 Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs with two decimals, unless otherwise indicated.

2.3 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items:

Items	Measurement basis
Certain financial assets and liabilities (including derivatives instruments)	Fair value / Amortised Cost, as applicable
Liabilities for equity-settled share-based payment	Fair value
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations



2.4 Use of estimates and judgements

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year. Accounting estimates could change from period to period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates, if material, are reflected in the financial statements in the year in which changes are made and their effects are disclosed in the notes to the financial statements.

Estimation of uncertainties relating to the global health pandemic from novel coronavirus 2019 ("COVID 19"):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of loans. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts etc. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

Information about judgements, estimates and assumptions made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

2.5 Use of estimates and judgements (Continued)

i) Business model assessment

Classification and measurement of financial assets depends on the results of business model and the solely payments of principal and interest ("SPPI") test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income or fair value through profit and loss that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

ii) Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Also refer note 3.8.

iii) Effective Interest Rate ("EIR") method

The Company's EIR methodology recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behavior and life-cycle of the instruments, as well as expected changes to interest rates and other fee income/ expense that are integral parts of the instrument.



iv) Impairment of financial asset

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's expected credit loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include :

a) The Company's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life time expected credit loss ("LTECL") basis.
b) Development of ECL models, including the various formulas and the choice of inputs.
c) Determination of associations between macroeconomic scenarios and economic inputs, such as consumer spending, lending interest rates and collateral values, and the effect on probability of default ("PD"), exposure at default ("EAD") and loss given default ("LGD").

v) Impairment of non-financial assets

The Company determines periodically whether there is any indication of impairment of the carrying amount of its non-financial assets including goodwill. The recoverable amount (higher of net selling price and value in use) is determined for an individual asset, unless the asset does not generate cash inflow that are largely independent of those from other assets or group of assets. The recoverable amounts of such asset are estimated, if any indication exists and impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss.

vi) Other estimates, judgements and assumptions

Information about other estimates, judgements and assumptions that have the most significant effect to the financial statements within the next financial year are included in the following notes:

a) Measurement of defined benefit obligations: key actuarial assumptions; (Also refer note 38)
b) Estimated useful life of property, plant and equipment, right of use assets and intangible assets; (Also refer note 3.10)
c) Recognition of deferred taxes; (Also refer note 3.14 and 30)
d) Upfront recognition of Excess Interest Spread (EIS) in relation to assignment transactions.
e) Provisions and other contingent liabilities (Also refer note 3.20, 36 and 39)



3 Significant accounting policies

3.1 Revenue Recognition

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found within Ind ASs.

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind 115 :

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract. A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

A. Interest income

Under Ind AS 109, interest income is recorded using the effective interest rate method for all financial instruments measured at amortised cost, financial instrument measured at Fair value through other comprehensive income ('FVOCI') and Fair value through profit and loss ('FVTPL'). The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset.

The EIR (and therefore, the amortised cost of the asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR. The Company recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected life of the financial instrument.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as a positive or negative adjustment to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income. The adjustment is subsequently amortised through Interest income in the statement of profit and loss.

The Company calculates interest income by applying EIR to the gross carrying amount of financial assets other than credit impaired assets.

When a financial asset becomes credit impaired and is, therefore, regarded as 'stage 3', the Company calculates interest income on the net basis. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

B. Fees and commission income

Fees and commission income such as guarantee commission, service income etc. are recognised on point in time or over the period basis, as applicable.

C. Dividend income

Dividend income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably. This is generally when the shareholders approve the dividend.

D. Other interest income

Other interest income is recognised on a time proportionate basis.

E. Other income

Other income represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.



3.2 Financial instrument - initial recognition

A. Date of recognition

Debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

B. Initial measurement of financial instruments

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets and financial liabilities recorded at FVTPL, transaction costs are added to, or subtracted from this amount.

C. Measurement categories of financial assets and liabilities

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

i) Amortised cost
ii) FVOCI
iii) FVTPL

3.3 Financial assets and liabilities

A. Financial assets

Business model assessment

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel.
b) The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed.
c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).
d) The expected frequency, value and timing of sales are also important aspects of the Company's assessment.

Sole Payments of Principal and Interest (SPPI test)

As a second step of its classification process, the Company assesses the contractual terms of financial to identify whether they meet SPPI test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of financial asset (for example, if there are repayments of principal or amortisation of the premium/ discount). The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Company applies judgement and considers relevant factors such as the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Accordingly, financial assets are measured as follows:

i) Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



3.3 Financial assets and liabilities (Continued)

ii) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Since, the loans and advances are held to sale and collect contractual cash flows, they are measured at FVTOCI.

iii) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Financial liability

i) Initial recognition and measurement

All financial liability are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liability, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

ii) Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method.

3.4 Reclassification of financial assets and liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified. The Company did not reclassify any of its financial assets or liabilities in the year ended March 31, 2022 and March 31, 2021.

3.5 Derecognition and modification of financial assets and liabilities

A. De-recognition of financial assets and financial liabilities

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'passthrough' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On de-recognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognized) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in Statement of Profit or Loss.

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The difference between the carrying value of the original financial liability and the new financial liability with modified terms is recognised in statement of profit and loss.



3.5 Derecognition of financial assets and liabilities (Continued)

B. Modifications of financial assets and financial liabilities

i) Financial Assets

If the terms of a financial asset are modified, the Company evaluates whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset are deemed to have expired. In this case, the original financial asset is derecognized and a new financial asset is recognized at fair value plus any eligible
transaction costs. Any fees received as part of the modification are accounted for as follows:
- fees that are considered in determining the fair value of the new asset and fees that represent reimbursement of eligible transaction costs are included in the initial measurement of the asset; and
- other fees are included in profit or loss as part of the gain or loss on derecognition.

If the cash flows of the modified asset carried at amortized cost are not substantially different, then the modification does not result in derecognition of the financial asset. In this case, the Company recalculates the gross carrying amount of the financial asset and recognizes the amount arising from adjusting the gross carrying amount as a modification gain or loss in Statement of profit or loss. If such a modification is carried out because of financial difficulties of the borrower, then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income using EIR method.

Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

ii) Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in the statement of profit and loss.

3.6 Impairment of financial assets

A. Overview of Expected Credit Loss ('ECL') principles

In accordance with Ind AS 109, the Company uses ECL model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). When estimating LTECLs for undrawn loan commitments, the Company estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down

Expected credit losses are measured through a loss allowance at an amount equal to:

i.) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

ii.) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

Both LTECLs and 12 months ECLs are calculated on collective basis.

Based on the above, the Company catagorises its loans into Stage 1, Stage 2 and Stage 3, as described below:

Stage 1:

When loans are first recognised, the Company recognises an allowance based on 12 months ECL. Stage 1 loans includes those loans where there is no significant credit risk observed and also includes facilities where the credit risk has been improved and the loan has been reclassified from stage 2 or stage 3.

Stage 2:

When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the life time ECL. Stage 2 loans also includes facilities where the credit risk has improved and the loan has been reclassified from stage 3

Stage 3:

Loans considered credit impaired are the loans which are past due for more than 90 days. The Company records an allowance for life time ECL.

Stages	Days Past Due	ECL	Risk
Stage 1	Upto 30 days	12 month ECL	Low credit risk
Stage 2	31-90 days	Life time ECL	Significant increase in credit risk
Stage 3	More than 90 days	Life time ECL	Impaired assets

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B. Calculation of ECLs

The mechanics of ECL calculations are outlined below and the key elements are, as follows:

PD:
Probability of Default ("PD") is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

EAD:
Exposure at Default ("EAD") is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest

LGD:
Loss Given Default ("LGD") is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD

3.6 Impairment of financial assets (Continued)

The Company has calculated PD, EAD and LGD to determine impairment loss on the portfolio of loans and discounted at an approximation to the EIR. At every reporting date, the above calculated PDs, EAD and LGDs are reviewed and changes in the forward looking estimates are analysed.

The mechanics of the ECL method are summarised below:

Stage 1:
The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Company calculates the 12 months ECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-months default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR.

Stage 2:
When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.

Stage 3:
For loans considered credit-impaired, the Company recognises the lifetime expected credit losses for these loans. The method is similar to that for Stage 2 assets, with the PD set at 100%.

C. Loans and advances measured at FVOCI

The ECLs for loans and advances measured at FVOCI do not reduce the carrying amount of these financial assets in the balance sheet, which remains at fair value. Instead, an amount equal to the allowance that would arise if the assets were measured at amortised cost is recognised in OCI as an accumulated impairment amount, with a corresponding charge to profit or loss. The accumulated loss recognised in OCI is recycled to the profit and loss upon derecognition of the assets.

3.7 Write-offs

Financial assets are written off when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in the statement of profit and loss.



3.8 Determination of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company has taken into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 financial instruments: Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date;

Level 2 financial instruments: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads; and

Level 3 financial instruments –Those that include one or more unobservable input that is significant to the measurement as whole.

3.9 Foreign currency transactions

Transactions in foreign currencies are translated into the functional currency of the Company, at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognized in profit or loss.

3.10 Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.



iii. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the written down value method, and is generally recognised in the statement of profit and loss.

The Company follows estimated useful lives which are given under Part C of the Schedule II of the Companies Act, 2013. The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset category	Estimated Useful life	Useful life as per Schedule II
Building	30 years	30 years
Furniture and fittings	10 years	10 years
Vehicles	8 years	8 years
Office equipments	5 years	5 years
Computers and accessories	3 years	3 years
Leasehold improvements	Lease period or 10 years whichever is lower	Not applicable

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

3.11 Intangible assets

i. Goodwill

For measurement of goodwill that arises on a business combination refer note 3.16. Subsequent measurement is at cost less any accumulated impairment losses.

i. Other intangible assets

Intangible assets including those acquired by the Company are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

iii. Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight line method, and is included in depreciation and amortisation in Statement of Profit and Loss.

Asset category	Estimated Useful life
Computer software	5 years
Customer Contract	5 years

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.



3.12 Employee benefits

i. Post-employment benefits

Defined contribution plan

The Company's contribution to provident fund are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employees.

Defined benefit plans

Gratuity

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss. When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

3.12 Employee benefits (Continued)

ii. Other long-term employee benefits

Compensated absences

The employees can carry forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of such period, the benefit is classified as a long-term employee benefit. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

iii. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the year in which the employee renders the related service. The cost of such compensated absences is accounted as under :

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
(b) in case of non-accumulating compensated absences, when the absences occur.

iv. Stock based compensation

The grant date fair value of equity settled share based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees unconditionally become entitled to the awards. The amount recognised as expense is based on the estimate of the number of awards for which the related service and non-market vesting conditions are expected to be met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market vesting conditions at the vesting date.

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.



3.13 Leases

The Company has adopted Ind AS 116, effective April 1, 2018 (transition date) and applied it to all lease contracts existing on that date using the full retrospective method. At inception of a contract, the Company assesses whether a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate. The Company determines its incremental borrowing rate by obtaining interest rates from various external financing sources that reflects the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:
- fixed payments, including in-substance fixed payments
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable under a residual value guarantee
- the exercise price under A purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal Period if the company is reasonably certain to exercise an extension option, and penalties for early termination of A lease unless the company is reasonably certain Not to terminate early.

3.13 Leases (Continued)

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in substance fixed lease payment. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company presents right-of-use assets separately on the face of the balance sheet and lease liability under other financial liabilities.

Short-term leases

The Company has elected not to recognise right-of-use assets and lease liabilities for shorter leases. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.



3.14 Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

ii. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

iii. Minimum Alternate Tax ("MAT")

MAT paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax and thereby utilising MAT credit during the specified period, i.e., the period for which MAT credit is allowed to be carried forward and utilised. In the year in which the company recognises MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.



3.15 Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowings of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of the asset. Other borrowings costs are recognized as an expense in the statement of profit and loss account on an accrual basis using the effective interest method.

3.16 Business combinations

In accordance with Ind AS 103, the Company accounts for these business combinations (other than those arising from common control) using the acquisition method when control is transferred to the Company. The consideration transferred for the business combination is generally measured at fair value as at the date the control is acquired (acquisition date), as are the net identifiable assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on bargain purchase is recognised in OCI and accumulated in equity as capital reserve if there exist clear evidence of the underlying reasons for classifying the business combination as resulting in a bargain purchase; otherwise the gain is recognised directly in equity as capital reserve. Transaction cost are expensed as incurred, except to the extent related to the issue of debt or equity securities.

Business combination arising from transfer of interests from entities under common control are accounted for as if the acquisition has occurred at beginning of the earliest comparative period or, if later, at the date that common control established; for this purpose comparative period of revised. The assets and liabilities are recognized at their carrying amounts. The identity of the reserves are preserved and they appear in the same form.

3.17 Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.18 Segment reporting- Identification of segments:

An operating segment is a component of the Company that engages in business activities from which it many earn revenues and incur expenses, whose operating results are regularly reviewed by the Company's Chief Operating Decision Maker (CODM) to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.

3.19 Earnings per share

The Company reports basic and diluted earnings per equity share in accordance with Ind AS 33, Earnings Per Share. Basic earnings per equity share is computed by dividing net profit / loss after tax attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed and disclosed by dividing the net profit/ loss after tax attributable to the equity share holders for the year after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

3.20 Provisions

Provisions are recognized when there is a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

3.21 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non–cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated. Cash flows in foreign currencies are accounted at the actual rates of exchange prevailing at the dates of the transactions.



3.22 Recent Accounting Pronouncements

Key New and amended standards :

(a) Interest rate Benchmark reform-Amendments to Ind AS 107 and Ind AS 109;

The Ministry of Corporate Affairs had earlier notified amendments to Ind AS 109, Financial Instruments and Ind AS 107, Financial Instruments: Disclosures which were effective from April 1, 2020 (the Phase 1 amendments). Those amendments provided temporary reliefs from applying specific hedge accounting requirements to relationships affected by IBOR reform.

The amendments to Ind AS 109, Financial Instruments and Ind AS 107, Financial Instruments: Disclosures which are effective from April 1, 2021 (the Phase 2 amendments) address the issues that arise during the reform of an interest rate benchmark rate, including the replacement of one benchmark rate with an alternative one.

The key reliefs provided by the Phase 2 amendments are as follows:

* Changes to contractual cash flows

When changing the basis for determining contractual cash flows for financial asset and labilities (including lease liabilities), the reliefs have the effect that the changes, that are necessary as a direct consequence of IBOR reform and which are considered economically equivalent, will not result in an immediate gain or loss in profit and loss.

*Hedge accounting

The hedge accounting reliefs will allow most Ind AS 109 hedge relationships that are directly affected by IBOR reform to continue. However, additional ineffectiveness might need to be recorded.

(b) Covid-19- related rent concessions- Amendments to Ind AS 116;

As a result of the COVID-19 pandemic, rent concessions have been granted to lessees Such concessions might take a variety of forms, including payment holidays and deferral of lease payments. Previously,an amendment to Ind AS 116, Leases provided lessees With an option to treat qualifying rent concessions in the same way as they would if they were not lease modifications. In many cases, this will result in accounting for the concessions as variable lease payments in the period in which they are granted Entities applying the practical expedients must disclose this fact, whether the expedient has been applied to all qualifying rent concessions or, if not, information about the nature of the contracts to which it has been applied as well as the amount recognised in profit or loss arising from the rent concessions, The relief was originally limited to reduction in lease payments that were due on or before 30 June 2021 However, it was subsequently extended to 30 June 2022.

None of these amendments has any material effect on the Company's financial statements

(c) The Ministry of Corporate Affairs("MCA") through a notification had issued Amendments to the Disclosure requirements under Schedule III Division I, II and III on 24th March 2021 applicable for Financials prepared after 1st April 2021. The company, while preparing the Financial Statements had adequately complied with those amendments.

Key Amendments applicable from next Financial year :

(a) Ind AS 16, Property Plant and Equipment; Proceeds before intended use of property, plant and equipment
The amendment clarifies that an entity shall not deduct from the cost of an item of property. plant and equipment any proceeds received from selling items produced while the entity is preparing the asset for its intended use (for example, the proceeds from selling samples produced when testing amachine to see if it is functioning properly).

(b) Ind AS 37, Provisions, contingent Liabilities and contingent Assets; Onerous contracts - Cost of fulfilling a contract
The amendment explains that the cost of fulfilling a contract comprises; the incremental costs of fulfilling that contract and an allocation of other costs that relate directly to fulfilling contracts.

(c) Ind AS 109, Financial instruments; Fees Included in the 10% test for derecognition of financial Liabilities.
The amendment clarifies which fees an entity includes when it applies the '10%' test in assessing whether to derecognise a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, Including fees paid or received by either the entity or thelender on the other's behalf.

The Company does not expect any of these amendments to have any material effect on the financial statements



4 Cash and cash equivalents

Particulars	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents		
Cash on hand	120.24	75.54
Balances with banks		
- in current accounts	3,260.36	9,420.68
- in deposit accounts (Original maturity less than three months)	5,500.00	-
Total	**8,880.60**	**9,496.22**

Note:
Balance with Banks in current accounts includes balance in Cash Credit accounts with banks

5 Bank balance other than cash and cash equivalents

Particulars	As at March 31, 2022	As at March 31, 2021
Deposit accounts under lien*	5,678.71	8,374.03
Deposit accounts without lien	164.61	12.90
Total	**5,843.32**	**8,386.93**

***Note:**
i Fixed deposit includes cash collateral amounting to Rs. 465.12 lakhs (March 31, 2021 : Rs. 1123.32 Lakhs) for securitisation transactions.
ii Balance fixed deposits other than those mentioned above has been provided as security for loans taken by the company.

6 Receivables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade receivables	149.79	97.36
Less: Impairment loss allowance	-	-
Total	**149.79**	**97.36**

6.1 Receivables ageing schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	98.38	11.74	6.19	33.48	-	149.79
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	**98.38**	**11.74**	**6.19**	**33.48**	**-**	**149.79**

6.2 Receivables ageing schedule as on 31st March 2021

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	57.69	6.19	33.48	-	-	97.36
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total	**57.69**	**6.19**	**33.48**	**-**		**97.36**

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Firm Regn. No: 003990S/S200018
CHENNAI

7 **Loans**

At Amortised cost

	Particulars	As at March 31, 2022	As at March 31, 2021
A	**Based on nature**		
	Term Loans		
	Gross term loans	1,07,674.98	1,03,921.83
	Less: Impairment loss allowance**	(6,752.60)	(7,947.85)
	Net term loans	**1,00,922.37**	**95,973.98**
B	**Based on security**		
	Secured by tangible assets*	660 50	254.31
	Unsecured	1,07,014.48	1,03,667.52
	Gross term loans	**1,07,674.98**	**1,03,921.83**
	Less: Impairment loss allowance**	(6,752.60)	(7,947.85)
	Net term loans	**1,00,922.37**	**95,973.98**
C	**Based on region**		
	Loans in India		
	Public sector	-	-
	Others	1,07,674.98	1,03,921.83
	Less. Impairment loss allowance**	(6,752.60)	(7,947.85)
	Loans outside India	-	-
	Less: Impairment loss allowance	-	-
	Net term loans	**1,00,922.37**	**95,973.98**
	Note:		
	Percentage of loan against jewellery to gross term loans	0.61%	0.24%

*Secured exposures are secured wholly by pledge of jewellery

** Refer Note 75

The company has not granted any loans or advances either severally or jointly with any other person, repayable on demand without specifing any terms of period of repayment to

1. Promoters
2. Directors
3. KMP &
4. Other related parties as defined under Companies Act 2013



8 Investments

Particulars	As at March 31, 2022	As at March 31, 2021
At Fair Value through P&L		
Investment in Mutual Fund Liquid fund	-	-
At Amortised Cost		
Investment in Associate*		
Saija Finance Private Limited	756.94	-
Investment in pass-through certificates (unquoted)	554.34	380.09
Total Investments	**1,311.28**	**380.09**
(i) Investments outside India	-	-
(ii) Investments in India	1,311.28	380.09
Total Investments	**1,311.28**	**380.09**

*The Company acquired 25.9% stake in SAIJA FINANCE PRIVATE LIMITED through an equity investment of INR 756.94 Lakhs (Shares alloted on 27th Oct 2021.)

Notes:
Pass through certificates at amortized cost have stated interest rates of 14.50% (March 31, 2021: 14.5%) and will mature within next one year.

9 Other financial assets
Unsecured, considered good (At Amortised Cost)

Particulars	As at March 31, 2022	As at March 31, 2021
Security deposits	150.24	118.58
Unbilled revenue	84.76	136.80
Employee advances	59.25	64.28
Advances given under the business correspondence arrangement	17.25	-
Amounts receivable from trustees under Pass through securities	-	165.00
Other's	1,793.40	1,934.18
Total	**2,104.90**	**2,418.84**

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Firm Regn. No: 003990S/S200018
CHENNAI

Dvara Kshetriya Gramin Financial Services Private Limited
Notes to the financial statements for the period ended March 31, 2022
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

10 Property, plant and equipment

Particulars	Buildings	Computers and Accessories	Furniture and fittings	Vehicles	Office equipment	Leasehold improvements	Total
Cost							
As at March 31, 2020	42.28	220.14	32.15	0.95	276.63	297.60	869.75
On acquisition of Varam Capital (also refer note 76)	-	-	-	-	-	-	-
Additions	-	16.77	-	-	93.15	48.09	158.01
Deletions	-	(0.73)	-	-	-	-	(0.73)
As at March 31, 2021	**42.28**	**236.18**	**32.15**	**0.95**	**369.78**	**345.69**	**1,027.03**
Additions	-	251.35	-	-	65.39	4.61	321.35
Deletions	-	0.58	0.17	-	1.72	-	2.47
As at March 31, 2022	**42.28**	**486.95**	**31.98**	**0.95**	**433.45**	**350.30**	**1,345.91**
Accumulated depreciation							
As at March 31, 2020	7.82	91.01	12.99	0.43	115.50	97.63	325.38
Depreciation for the year	3.34	82.61	5.19	0.14	99.71	62.15	253.14
Deletion	-	(0.71)	-	-	-	-	(0.71)
As at March 31, 2021	**11.16**	**172.91**	**18.18**	**0.57**	**215.21**	**159.78**	**577.81**
Depreciation for the year	3.03	64.22	3.28	0.14	81.14	54.43	206.24
Deletion	-	(0.57)	-	-	-	-	(0.57)
As at March 31, 2022	**14.19**	**236.56**	**21.46**	**0.71**	**296.35**	**214.21**	**783.48**
Carrying amount (net)							
As at March 31, 2021	**31.12**	**63.27**	**13.97**	**0.38**	**154.57**	**185.91**	**449.22**
As at March 31, 2022	**28.09**	**250.39**	**10.52**	**0.24**	**137.10**	**136.09**	**562.43**

Note
1. The Buildings referred in the note above relates to a premises constructed by the company upon a leasehold land taken from Sachchida Nand Patnaik on 15th December 2011 for a period of 8 years which is extended to another 10 years.
2. None of the assets have been revalued during the year

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Firm Regn. No: 003990S/S200018
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10A Intangible Assets

Particulars	Customer Contract	Goodwill	Computer Softwares	Total
Cost				
As at March 31, 2020	853.17	191.04	431.22	1,475.43
On acquisition of Varun Capital (also refer note 76)	-	-	-	-
Additions	-	-	6.29	6.29
Deletions	-	-	-	-
As at March 31, 2021	**853.17**	**191.04**	**437.51**	**1,481.72**
Additions	-	-	136.25	136.25
Deletions	-	-	-	-
As at March 31, 2022	**853.17**	**191.04**	**573.76**	**1,617.97**
Accumulated amortisation				
As at March 31, 2020	201.72	-	59.84	261.56
Amortisation for the year	170.63	-	75.79	246.42
Deletion	-	-	-	-
As at March 31, 2021	**372.35**	**-**	**135.63**	**507.98**
Amortisation for the year	170.63	-	94.71	265.34
Deletion	-	-	-	-
As at March 31, 2022	**542.98**	**-**	**230.34**	**773.32**
Carrying amount (net)				
As at March 31, 2021	**480.82**	**191.04**	**301.88**	**973.74**
As at March 31, 2022	**310.19**	**191.04**	**343.42**	**844.65**

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Firm Regn. No: 003990S/S200018
CHENNAI

10B Right of use assets ('ROUA')

Particulars	Office premises	Total
Gross block value		
As at March 31, 2020	986.00	986.00
Additions	257.58	257.58
Deletions	-	-
As at March 31, 2021	1,243.58	1,243.58
Additions	4.17	4.17
Deletions	-	-
As at March 31, 2022	1,247.75	1,247.75
Accumulated depreciation		
As at March 31, 2020	240.90	240.90
Depreciation for the year	173.78	173.78
Deletion	-	-
As at March 31, 2021	414.68	414.68
Depreciation for the year	169.72	169.72
Deletion	-	-
As at March 31, 2022	584.40	584.40
Carrying amount (net)		
As at March 31, 2021	828.90	828.90
As at March 31, 2022	663.35	663.35

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Firm Regn. No: 003990S/S200018
CHENNAI

11 Other non-financial assets (At Amortised Cost)

Unsecured, Considered Good.

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with government authorities	847.05	894.27
Prepaid expenses	215.67	107.81
Advance to vendors	105.77	26.70
Total	**1,168.49**	**1,028.78**

12 Derivative financial instruments

Particulars	As at March 31, 2022	As at March 31, 2021
Currency derivatives		
Cross currency interest rate swaps	294.91	231.36
Total	**294.91**	**231.36**

13 Trade Payables

Particulars	As at March 31, 2022	As at March 31, 2021
Trade Payables		
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	214.26	333.60
Total	**214.26**	**333.60**
Out of the aforesaid payable, dues to related parties and other parties are as under:		
To related parties (Refer Note 40)	-	45.17
Other than related parties	214.26	288.43
Total	**214.26**	**333.60**

13.1 Trade payables ageing schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	214.21	0.06	-	-	214.26
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**214.21**	**0.06**	**-**	**-**	**214.26**

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13.2 Trade payables ageing schedule as on 31st March 2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	333.57	0.02	-	-	333.60
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**333.57**	**0.02**	-	-	**333.60**

14 Debt securities

Particulars	As at March 31, 2022	As at March 31, 2021
At amortised cost:		
Secured debentures		
Redeemable, non-convertible debentures		
- from others	4,045.39	5,759.19
- from related parties	8,954.47	3,501.37
Unsecured debentures		
Redeemable, non-convertible debentures (Unsecured)	1,208.28	1,600.42
Commercial Paper		-
- from related parties	485.20	
Total	**14,693.34**	**10,860.98**
Debt securities in India	**14,693.34**	**10,860.98**
Debt securities outside India	-	-
Total	**14,693.34**	**10,860.98**

a) The Company has not classified any of its debt securities as immediately due during the year due to breach of covenants since the management is confident that there will not be any recall of such debt based on their discussion with instrument holders.

A) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) - Others

Particulars	Tenor (years)	Maturity Date	As at March 31, 2022	As at March 31, 2021
- 0 units (March 31, 2021: 150 units) redeemable non-convertible debentures of INR 10 lakhs each	-	25-Aug-21	-	208.78
- 0 units (March 31, 2021: 450 units) redeemable non-convertible debentures of INR 0.1 lakhs each	-	28-Mar-22	-	45.05
- 0 units (March 31, 2021: 734 units) redeemable non-convertible debentures of INR 0.1 lakhs each	-	04-Sep-21	-	73.43
- 711 units (March 31, 2021 : 642 units) redeemable non-convertible debentures of INR 1 lakhs each	2-5 years	Various	796.24	702.26
- 0 units (March 31, 2021 : 250) redeemable non-convertible debentures	-	25-Feb-22	-	2,666.18
- 0 units (March 31, 2021 : 200) redeemable non-convertible debentures of INR 10 lakhs each	-	25-Mar-22	-	2,114.67
- 30000 units (March 31, 2021: 0) redeemable non-convertible debentures of INR 10 thousands each	3 years	28-Jun-23	3,319.86	-
Less: Unamortised processing fees			-70.71	-51.18
			4,045.39	**5,759.19**
As at balance sheet date, interest rates range for the non convertible debentures			12.5% p.a - 18.50% p.a	10.90% p.a - 18.50% p.a

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CHENNAI

B) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) from Related Parties

Particulars	Tenor	Maturity date	As at March 31, 2022	As at March 31, 2021
- 170 units (March 31, 2021: 270) redeemable non-convertible debentures of INR 10 lakhs each	2.33 years	30-Mar-23	1,700.00	2,701.05
- 80 units (March 31, 2021: 80) redeemable non-convertible debentures of INR 10 lakhs each	2.33 years	30-Mar-23	800.00	800.32
- 2000 units (March 31, 2021: 0) redeemable non-convertible debentures of INR 1.00 lakh each	3.42 years	30-Sep-24	2,275.31	-
- 200 units (March 31, 2021: 0) redeemable non-convertible debentures of INR 10 lakhs each	1 year	28-Feb-24	2,000.78	-
- 20000 units (March 31, 2021: 0) redeemable non-convertible debentures of INR 10 thousands each	3 years	28-Jun-24	2,223.07	-
Less: Unamortised processing fees			-44.69	-
			8,954.47	**3,501.37**
As at balance sheet date, interest rates range for the Unsecured non convertible debentures			14.25% p.a - 14.96% p.a	14.25% p.a

Notes:

a) NCDs are secured by specific charge on loans in favour of the Trustee for the benefit of the debenture holders. The Company needs to maintain 100% - 120% security cover for the outstanding NCDs at any point of time.

b) Interest for the above NCDs are payable on monthly/quarterly/half yearly / yearly basis.



C) **Debt securities - Unsecured - Redeemable non-convertible debentures**

Particulars	Tenor	Maturity date	As at March 31, 2022	As at March 31, 2021
- 20,000,000 units (March 31, 2021: 20,000,000 units) redeemable non-convertible debentures of INR 10 each	5 years	30-May-24	1,234.28	1,634.29
Less: Unamortised processing fees			-26.00	-33.87
			1,208.28	**1,600.42**
As at balance sheet date, interest rates range for the unsecured non convertible debentures			13.71%	13.71%

D) **Short Term Commercial Paper:**

Name of the lender	Tenor (months)	Maturity date	As at March 31, 2022	As at March 31, 2021
Northern Arc Capital Pvt Ltd (Money Market Alpha Fund)	4	07-Jul-22	500.00	-
Less: Discount on CP			-14.80	
			485.20	-
As at balance sheet date, discount rate for Commercial Papers			12.40%	

Notes:

a) The principal repayment for all the unsecured NCDs and CPs is on the date of maturity or upon exercise of put / call option as applicable respectively.

15 **Borrowings (Other than debt securities) (also refer note 4)**

Particulars	As at March 31, 2022	As at March 31, 2021
Meausured at amortised cost		
Secured borrowings		
Term Loan from banks	14,246.56	23,650.81
Term Loan from others	37,215.48	35,490.22
Term Loan from Related parties	10,535.02	4,839.82
Securitization borrowings	1,369.97	3,473.73
External commercial borrowings	6,639.70	6,726.77
Loan repayable on demand		
from banks	1,376.53	319.23
from related parties	3,070.33	500.16
Total	**74,453.60**	**75,000.74**
Borrowings in India	67,813.90	68,273.97
Borrowings outside India	6,639.70	6,726.77
SubTotal	**74,453.60**	**75,000.74**

a) The Borrowings have not been guaranteed by Director or others

b) The Company has borrowings from banks & FIs on the basis of security of Loans disbursed and the quarterly returns / statements of Book debts filed with banks are in agreement with books of accounts.

c) The company has used the borrowings from banks and FIs for the specific purpose for which they were taken

d) There were no delays in repayment of borrowings as at March 31, 2022 and as at March 31, 2021

e) No Bank or Lender has declared the company as wilful defaulter

f) All charges / satisfaction of charges are registered with Registrar of Companies within statutory period

g) The Company has not classified any of its borrowings as immediately due during the year due to breach of covenants since the management is confident that there will not be any recall of such loans based on their discussion with lenders



A) **Term Loans from Banks:**

Name of the lender	Tenor (years)	As at March 31, 2022	As at March 31, 2021
State Bank of India	4.25	4,499.98	6,562.10
Bank of Baroda	4	1,420.51	2,476.30
IDFC First Bank Limited	2	250.00	1,745.45
Utkarsh Small Finance Bank	3.3	77.50	1,244.23
ESAF Small Finance Bank	3.2	612.42	1,317.95
Punjab National Bank (Erstwhile United Bank Of India)	3	619.08	1,320.74
Federal Bank	3	1,100.31	1,767.17
Ujjivan Small Finance Bank	-	-	656.54
Fincare Small Finance Bank	-	-	411.91
HDFC Bank	-	-	378.82
Axis Bank	-	-	187.51
City Union Bank Ltd	2.5	662.82	177.30
Union Bank of India	-	-	-
UCO Bank	-	-	19.43
SIDBI	-	-	481.99
DBS Bank	2	954.55	2,614.89
Bank of India	3.25	1,666.72	2,498.61
Indian Bank	2	2,508.29	-
Less: Unamortised Processing fees		-125.61	-210.13
Total		**14,246.56**	**23,650.81**
As at balance sheet date, interest rates range for the term loans from banks		10.25% p.a to 14%p.a	6.85% p.a to 14%p.a

Notes:

a) All the above borrowings are secured by specific charge on the company's Loan assets . The Company needs to maintain a security cover ranging from 1 to 1.33 times of the outstanding amount at any point of time. Further, the Company has given cash collateral amounting to INR 2284.10 lakhs (March 31, 2021: INR 4,089.09 lakhs) for the borrowings undertaken.

b) Interest rates vary amongst the borrowings between fixed and floating rates and are payable on a monthly basis. The interest rates disclosed above represent the rates of interest as at March 31, 2022 and March 31, 2021 respectively.



B) Term Loans from others:

Name of the lender	Tenor (years)	As at March 31, 2022	As at March 31, 2021
MAS Financial Services Limited	Various	19,534.38	14,908.43
Maanaveeya Development and Finance Private Limited	3	4,213.95	3,722.25
Manappuram Finance Limited	-	-	762.85
Nabkisan Finance Limited	3 to 3.71	1,620.92	2,714.02
Shapoorji Pallonji Finance Private Limited	-	-	909.48
Muthoot Capital Services Limited	3.42	708.58	708.61
Shriram City Union Finance Limited	-	-	132.03
Hinduja Leyland Finance Limited	3	1,086.00	1,717.66
Nabsamrudhi Finance Limited	2.24	62.50	499.15
Incred Financial Services Limited	2.02 to 2.21	1,322.36	1,397.44
Nab Financial Services Limited	2.03	879.26	1,500.57
Muthoot Finance Services Limited	1.5	265.51	867.34
Caspian Impact Investments Private Limited	2 to 3	1,378.15	1,581.80
Hiranandani Financial Services Private Limited	2.05	1.65	344.27
FedBank Financial Services Ltd	-	-	233.56
Eclear Leasing and Finance Private Limited	2.19	508.28	289.31
UGRO Capital Limited	2.44	0.24	189.80
Habitat Micro Build India Housing Finance Company Private Limited	2.17	370.48	71.80
Profectus Capital Private Limited	2	465.35	-
Kissanadhan Agri Financial Serices Private Limited	2	854.58	-
Growth Source Financial Technologies Private Limited	2.02	293.80	798.10
Cholamandalam Investment and Finance Company Limited	1.51	877.69	427.33
Arohan Financial Services Ltd	1.97	1,722.48	1,447.45
Moneywise Financial Services Pvt. Ltd. (SMC Finance)	2.05	270.94	505.25
RAR Fincare limited	2	100.62	-
Sundaram Finance Limited	3	1,000.69	-
Less: Unamortised processing fees		-322.92	-238.28
Total		**37,215.48**	**35,490.22**
As at balance sheet date, interest rates range for the term loans from others		12.26 % p.a to 14.75% p.a	12.26 % p.a to 15.50% p.a

Notes:

a) All the above borrowings are secured by specific charge on the company's loan assets . The Company needs to maintain a security cover ranging from 1 to 1.25 times of the outstanding loan amount at any point of time. Further, the Company has given cash collateral amounting to INR 1855.27 lakhs (March 31, 2021: INR 1,946.23 lakhs) for the borrowings undertaken.

b) Interest rates vary amongst the borrowings between fixed and floating rates and are payable on a monthly basis. The interest rates disclosed above represent the rates of interest as at March 31, 2022 and March 31, 2021 respectively.

c) Above balance excludes securitsation related borrowing balance as at March 31, 2022 amounting to INR 1369.97 lakhs (March 31, 2021 INR 3473.73 lakhs)



C) **Term Loans from related parties:**

Name of the lender	Tenor (years)	As at March 31, 2022	As at March 31, 2021
Northern Arc Capital Limited	2.01 to 3.03	10,602.73	4,888.34
Less: Unamortised processing fees		-67.71	-48.52
		10,535.02	**4,839.82**
As at balance sheet date, interest rates range for the term loans from related party		13.00% p.a. to 14.25% p.a.	12.00 % p.a to 16.40% p.a

a) All the above borrowings are secured by specific charge on the company's loan assets . The Company needs to maintain a security cover ranging from 1 to 1.1 times of the outstanding loan amount at any point of time.

b) Interest rates vary amongst the borrowings between fixed and floating rates and are payable on a monthly basis. The interest rates disclosed above represent the rates of interest as at March 31, 2022 and March 31, 2021 respectively.

D) **Foreign borrowings**

Name of the lender	Tenor (years)	Maturity date	As at March 31, 2022	As at March 31, 2021
External commercial borrowing - DKM Mikrofinanzfonds	3	09-Mar-24	2,118.90	2,162.64
External commercial borrowing - IIV Mikrofinanzfonds	3	05-Mar-24	4,668.36	4,751.58
Less: Unamortised processing fees			-147.56	-187.45
			6,639.71	**6,726.77**
As at balance sheet date, interest rates range for foreign borrowing			11.79%	11.79%

Notes:

a) All the above loans are secured by specific charge on loans.

b) Interest rates are floating and are payable on a Quarterly basis. The interest rates disclosed above represent the rates of interest as at March 31, 2022. The company has further hedged this interest risk.

E) **Loan repayable on demand:**

Name of the lender	Tenor (years)	As at March 31, 2022	As at March 31, 2021
From Bank			
State Bank of India	1	373.76	-
Indian Bank	1	1,002.77	-
Axis Bank	1	-	319.21
		1,376.53	**319.21**
From Related Parties			
Dvara Trust	0.24 to 1 year	253.00	500.16
Dvara Holdings	0.42 to 1 year	2,817.33	-
		3,070.33	**500.16**
		4,446.86	**819.37**
As at balance sheet date, interest rates range for the Loans repayable on demand		4% p.a to 14%p.a	11.35% to 12%

a) All the above borrowings from Indian Bank and Axis Bank are secured by specific charge on the company's Loan assets and loans taken from State Bank Of India is secured by cash collateral. The Company needs to maintain a security cover ranging from 1.10 times to 1.25 times of the outstanding amount at any point of time. Further, the Company has given cash collateral amounting to INR 611 lakhs (March 31, 2021: INR 0 lakhs) for the borrowings undertaken from Indian Bank and State Bank of India



	Particulars	As at March 31, 2022	As at March 31, 2021
15a	**Subordinate Liabilities**		
	Debentures	3,267.93	3,250.02
	Subordinate Term Loan from banks	500.00	506.78
	Total	**3,767.93**	**3,756.80**

I) **Subordinate Liabilities**

Name of the lender	Tenor (years)	Maturity Date	As at March 31, 2022	As at March 31, 2021
Debentures				
- 120,000,000 units (March 31, 2021: 120,000,000 units) redeemable non-convertible debentures of INR 1 each	6 years	28-Jul-22	1,200.00	1,232.72
- 180,000,000 units (March 31, 2021: 180,000,000 units) redeemable non-convertible debentures of INR 1 each	6 years	29-Jun-22	1,800.01	1,801.56
- 2,710,000 units (March 31, 2021: 2,610,000 units) non-convertible debentures of INR 10 each	5 years	Various	271.00	261.00
Term Loan				
IDFC First Bank Limited	5.1	17-May-24	500.00	506.78
Less: Unamortised processing fees			-3.08	-45.26
			3,767.93	**3,756.80**
As at balance sheet date, interest rates range for Subordinated Liabilities			12.5% p.a to 18.5%p.a	12.5% p.a to 18.5%p.a

Notes:

The Company has not classified any of its Subordinated Liabilities as immediately due during the year as there was no breach of covenants during the year.

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Firm Regn. No: 003990S/S200018
CHENNAI

16 Other financial liabilities (At Amortised Cost)

Particulars	As at March 31, 2022	As at March 31, 2021
Payable to assignees towards collections in assigned assets-securitization	553.01	1,433.69
Lease liabilities*	889.33	1,034.08
Amounts payable under business correspondence arrangement	-	95.00
Other payable	597.38	213.34
Total	**2,039.72**	**2,776.11**

*Refer Note - 42 for Movement of Lease Liability.

17 Provisions

Particulars	As at March 31, 2022	As at March 31, 2021
Provision for guarantee	74.17	289.84
Provision for employee benefits		-
Provision for gratuity (also refer note 38)	18.73	110.26
Provision for leave encashment (also refer note 38)	53.17	55.78
Provision for performance based incentive	-	-
Provision for service tax liability	18.75	18.75
Total	**164.81**	**474.63**

18 Other non-financial liabilities

Particulars	As at March 31, 2022	As at March 31, 2021
Statutory liabilities	240.74	168.25
Payable to employees	270.90	118.06
Total	**511.64**	**286.31**



19 Equity share capital

Particulars	As at March 31, 2022	As at March 31, 2021
Authorised		
13,900,000 (March 31, 2021 13,900,000) equity shares of INR 100 each	13,900.00	13,900.00
2,000,000 (March 31, 2021: 2,000,000) 0.001% compulsorily convertible cumulative preference shares of INR 100 each	2,000.00	2,000.00
	15,900.00	**15,900.00**
Issued, subscribed and fully paid up		
Equity shares:		
10,887,144 (March 31, 2021 10,887,144) equity shares of INR 100 each	10,887.14	10,887.14
	10,887.14	**10,887.14**

Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Amount in Lakhs of INR	Number of shares	Amount in Lakhs of INR
Equity shares of INR 100 each				
As at beginning of the year	1,08,87,144	10,887.14	1,08,65,706	10,865.71
Shares issued	-	-	21,438	21.43
Conversion of compulsorily convertible preference shares	-	-	-	-
As at the end of the year	**1,08,87,144**	**10,887.14**	**1,08,87,144**	**10,887.14**

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of shares	Amount in Lakhs of INR	Number of shares	Amount in Lakhs of INR
0.001% compulsorily convertible cumulative redeemable preference shares of INR 100 each				
As at beginning of the year	-	-	-	-
Shares issued	-	-	-	-
Conversion of compulsorily convertible cumulative redeemable preference shares in	-	-	-	-
As at the end of the year	-	-	-	-

Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date:

Particulars	As on 31st March 2022	As on 31st March 2021	As on 31st March 2020	As on 31st March 2019	As on 31st March 2018
	Number of shares	Number of shares	Number of shares	Number of shares	Number of shares
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-



Statement of changes in equity

(1) Current reporting period

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
Equity share capital	1,08,87,144	-	1,08,87,144	-	1,08,87,144

(2) Previous reporting period

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
Equity share capital	1,08,65,706	-	1,08,65,706	21,438	1,08,87,144

Rights, preferences and restrictions attached to equity share

The Company has a single class of equity shares. Accordingly all equity shares rank equally with regard to dividends and share in the Company's residual assets. In case of partly paid up shares, dividend rights is proportionate to amounts paid up on the face value of shares. The equity shares are entitled to receive dividend as declared from time to time subject to payment of dividend to preference shareholders. Dividends are paid in Indian Rupees. Dividend proposed by the board of directors, if any, is subject to the approval of the shareholders at the General Meeting, except in the case of interim dividend. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

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

Rights, preferences and restrictions attached to compulsorily convertible preference shares

Each Compulsorily convertible cumulative preference shares is convertible by its holder into one equity share. The holders of these shares are entitled to a cumulative dividend of 0.001%.

Preference shares of both classes carry a preferential right as to dividend over equity shareholders. The preference shares are entitled to one vote per share at meetings of the Company on any resolutions of the company directly affecting their rights. In the event of winding up, preference shareholders have a preferential right over equity shareholders to be repaid to the extent of capital paid-up and dividend in arrears on such shares.

The Company has not issued any shares without payment being received in cash in the last 5 years immediately preceeding the Balance sheet date.



19 **Equity share capital (Continued)**

Details of shareholders holding more than 5% shares in the company

Name of shareholder	As at March 31, 2022		As at March 31, 2021	
	Number of shares	% of total shares in class	Number of shares	% of total shares in class
Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	34,96,583	32.12%
LeapFrog Financial Inclusion India (II) Limited	25,08,105	23.04%	25,08,105	23.04%
Accion Africa-Asia Investment Company	23,64,896	21.72%	23,64,896	21.72%
Nordic Microfinance Inititative Fund IV KS	18,39,248	16.89%	18,39,248	16.89%
Stakeboat Capital Fund–I	6,56,874	6.03%	6,56,874	6.03%

Also refer note 39 in relation to ESOP.

Shareholding of promoters

Shares held by promoters at 31st March 2022				% Change during the year
S. No	Promoter name	No. of Shares	% of total shares	
1	Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

Shares held by promoters at 31st March 2021				% Change during the year
S. No	Promoter name	No. of Shares	% of total shares	
1	Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

20 **Other Equity**

Particulars	As at March 31, 2022	As at March 31, 2021
a) Capital reserves	1,329.46	1,329.46
b) Securities premium account	35,504.84	35,504.84
c) Employee stock option outstanding account (also refer note 39)	292.06	152.68
d) Statutory reserves	1,258.94	1,247.53
e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)	(19,368.01)	(19,470.46)
f) Other comprehensive income	(64.91)	(107.28)
Balance at the end of the year	**18,952.37**	**18,656.77**

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Firm Regn. No: 003990S/S200018
CHENNAI

Particulars	As at March 31, 2022	As at March 31, 2021
a) Capital Reserves		
At the commencement of the year	1,329.46	1,329.46
Add: Capital reserves pursuant to the Scheme	-	-
Balance at the end of the year	**1,329.46**	**1,329.46**
b) Securities premium account		
Balance at the beginning of the year	35,504.84	35,444.69
Add: Securities premium on issue of equity shares (net of share issue expenses)	-	60.15
Balance at the end of the year	**35,504.84**	**35,504.84**
c) Employee stock option outstanding account		
Balance at the beginning of the year	152.68	47.42
Add: Share based payment expense for the year	139.38	105.26
Less: Transferred to securities premium	-	-
Balance at the end of the year	**292.06**	**152.68**
d) Statutory reserves		
(As per Section 45-IC of Reserve Bank of India Act, 1934)		
Balance at the beginning of the year	1,247.53	1,230.65
Add: Statutory reserves pursuant to the Scheme		
Add: Amount transferred from surplus in statement of profit and loss	11.41	16.88
Balance at the end of the year	**1,258.94**	**1,247.53**
e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)		
Balance at the beginning of the year	(19,470.46)	(19,550.16)
Add: Profit for the year	57.03	84.41
Add: Adjustment pursuant to the Scheme	-	-
Less :Transferred to statutory reserve	(11.41)	(16.88)
Transfer from other comprehensive income	56.82	12.17
Balance at the end of the year	**(19,368.01)**	**(19,470.46)**

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20 Other Equity (continued)

Particulars	As at March 31, 2022	As at March 31, 2021
f) Other comprehensive income		
Balance at the beginning of the year	(107.28)	-
Add: Remeasurements of defined benefit asset/ (liability)	56.82	12.17
Less : Cash flow hedge reserve	42.37	(107.28)
Less: Transfer to retained earnings	(56.82)	(12.17)
Balance at the end of the year	**(64.91)**	**(107.28)**
g) Share application money pending allotment		
Balance at the beginning of the year	-	-
Add: share application money received	-	-
Less: Shares allotted during the year	-	-
Balance at the end of the year	-	-
Total (a+b+c+d+e+f+g+h)	**18,952.37**	**18,656.77**

Statement of changes in equity

(1) Current reporting period

Particulars	Reserves and Surplus						
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	Employee stock option outstanding account	Other comprehensive income	Total
Balance at the beginning of the current reporting period	1,329.46	35,504.84	1,247.53	(19,470.46)	152.68	(107.28)	18,656.77
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329.46	35,504.84	1,247.53	(19,470.46)	152.68	(107.28)	18,656.77
Total Comprehensive Income for the current year	-	-	-	56.82	-	-	56.82
Profit for the year	-	-	-	57.03	-	-	57.03
Transfer from / to retained earnings	-	-	11.41	(11.41)	-	(56.82)	(56.82)
Securities premium on issue of equity shares	-	-	-	-	-	-	
Share based payment expense for the year	-	-	-	-	139.38	-	
Cash flow hedge reserve	-	-	-	-	-	42.37	42.37
Remeasurement of Defined Benefit Plan	-	-	-	-	-	56.82	-
Balance at the end of the current reporting period	**1,329.46**	**35,504.84**	**1,258.94**	**(19,368.01)**	**292.06**	**(64.91)**	**18,952.37**



(2) Previous reporting period

Particulars	Reserves and Surplus						
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	Employee stock option outstanding account	Other comprehensive income	Total
Balance at the beginning of the current reporting period	1,329.46	35,444.69	1,230.65	(19,550.16)	47.42	-	18,502.06
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329 46	35,444 69	1,230.65	(19,550.16)	47.42	-	18,502 06
Total Comprehensive Income for the current year	-	-	-	12.17	-	-	12.17
Profit for the year	-	-	-	84.41	-	-	84 41
Transfer from / to retained earnings	-	-	16.88	(16.88)	-	(12.17)	(12.17)
Securities premium on issue of equity shares	-	60.15	-	-	-	-	60.15
Share based payment expense for the year	-	-	-	-	105.26	-	105.26
Cash flow hedge reserve	-	-	-	-	-	(107.28)	(107.28)
Remeasurement of Defined Benefit Plan	-	-	-	-	-	12.17	12.17
Balance at the end of the current reporting period	**1,329.46**	**35,504.84**	**1,247.53**	**(19,470.46)**	**152.68**	**(107.28)**	**18,656.77**

Nature and purpose of reserve

Capital Reserves
Pursuant to Scheme of arrangement, the Company has created a capital reserve in accordance with the applicable accounting standards.

Securities premium
Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes in accordance with the provisions of section 52 of the Act.

Employee stock option outstanding
The Company has established various equity settled share based payment plans for certain categories of employees of the Company. Please refer note 39 for further details of these plans.

Reserve u/s. 45-IA of the Reserve Bank of India Act, 1934 ("the RBI Act, 1934")
Reserve u/s 45-IA of RBI Act, 1934 is created in accordance with section 45 IC(1) of the RBI Act, 1934. As per Section 45 IC(2) of the RBI Act, 1934, no appropriation of any sum from this reserve fund shall be made by the non-banking financial company except for the purpose as may be specified by RBI.

Surplus in the statement of profit and loss
Surplus in the statement of profit and loss is the accumulated available profit of the Company carried forward from earlier years. These reserves are free reserves which can be utilised for any purpose as may be required.

Other comprehensive income
a) Remeasurement of the net defined benefit liabilities comprise actuarial gain or loss, return on plan assets excluding interest and the effect of asset ceiling, if any.

b) The Company has applied hedge accounting for designated and qualifying cash flow hedges, the effective portion of the cumulative gain or loss on the hedging instrument is initially recognised directly in OCI within equity as cash flow hedge reserve.

Share application money pending allotment
The amount pertains to share application money which was pending allotment of shares at the respective year end.

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CHENNAI

21 Interest income

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest income		
- Interest income on loans to customers	25,437.65	21,399.37
- Interest income on Portfolio purchased through Assignment	648.12	280.08
- Interest income from Securitisation	764.99	1,205.09
- Interest on fixed deposits*	364.23	571.20
- Others	15.16	40.54
Total	**27,230.15**	**23,496.28**

*Includes Rs. 24.21 lacs (Rs. 25.97 Pr Year)towards interest on margin money deposits placed to avail term loans from Banks, NBFC's & placed as cash collateral in connection with securitisations transactions.

22 Fees and commission income

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Fees income	19.32	19.81
Total	**19.32**	**19.81**

23 Net gain on fair value changes

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Net gain on financial instruments at fair value through profit or loss (FVTPL)		
On trading portfolio		
-Mutual fund investments at FVTPL	258.12	60.50
Total	**258.12**	**60.50**
Fair value changes		
Realised	258.12	60.50
Unrealised	-	-
Total	**258.12**	**60.50**

24 Income from other services

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Commission income	828.68	847.64
Others	15.97	55.73
Total	**844.65**	**903.37**

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Firm Regn. No: 003990S/S200018
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25 Finance Costs

Finance costs on financial liabilities measured at amortised cost

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest on borrowings		
- term loans from banks	2,041.83	2,939.66
- securitised portfolio	245.23	590.03
- term loans from others	4,187.85	4,242.72
- term loans from related parties	1,221.44	745.97
- external commercial borrowings	863.08	57.09
Interest on debt securities	2,075.94	902.68
Interest on Commercial Paper	67.37	-
Interest on Subordinate Liabilities	606.50	534.53
Other interest expense	3.20	0.27
Amortisation of ancillary costs relating to borrowings	531.82	501.19
Interest expense on lease liabilities	123.57	136.70
Total	**11,967.82**	**10,650.85**

26 Impairment on financial instruments

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Impairment loss allowance on loans*	3,730.98	4,985.08
Bad debts written off	2,275.81	294.28
Total impairment of financial assets	**6,006.80**	**5,279.36**

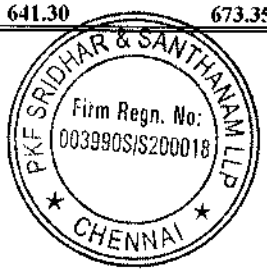
*Impairment loss allowance on loan includes provision for guarantee (Refer Note 17)

27 Employee benefits expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Salaries, wages and bonus	6,334.61	4,899.46
Contribution to provident and other funds	561.66	460.94
Staff welfare expenses	50.48	52.33
Employee stock option expenses	139.47	105.26
Expenses related to post-employment defined benefit plans	150.45	179.81
Total	**7,236.67**	**5,697.80**

28 Depreciation and amortization

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation of property, plant and equipment	206.24	253.14
Amortisation of intangible assets	265.34	246.42
Depreciation of right of use assets	169.72	173.78
Total	**641.30**	**673.35**



29 Other expenses

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Legal and professional charges (refer note 29.1)	500.43	438.53
Rent	182.63	133.68
Communication expenses	232.28	159.49
Insurance	127.83	125.35
Electricity and water charges	32.64	35.60
Rates and taxes	212.96	199.85
Office maintenance	152.76	135.96
Repairs and maintenance	0.95	1.28
Bank charges	204.10	72.12
Printing and stationery	57.27	49.98
Travelling, conveyance and lodging	641.86	505.67
Technology fees	180.27	279.94
Security charges	4.00	3.03
Recruitment and training	58.30	21.65
Corporate social responsibility expenses (refer note 29.2)	-	25.46
Other expenses	65.79	51.85
Total	**2,654.05**	**2,239.44**

29.1 Payments to auditor (excluding goods and services tax)

	Year ended March 31, 2022	Year ended March 31, 2021
As auditor:		
Statutory audit	22.50	31.00
Tax audit	-	4.00
Limited review of half yearly results	12.50	7.00
Other services	0.35	2.00
Reimbursement of expenses	0.21	1.87
Total	**35.56**	**45.87**

29.2 Details of Corporate Social Responsibility expenditure

	Year ended March 31, 2022	Year ended March 31, 2021
(a) Amount required to be spent by the Company during the year	-	25.46
(b) Amount of expenditure incurred during the year :	-	22.32
(c) shortfall at the end of the year,	-	3.14
(d) total of previous years shortfall,	-	-
(e) reason for shortfall,		
(f) nature of CSR activities,	-	-
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	-	-
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	-	-

Note: Pursuant to Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, the Company is required to record provision for the unspent corporate social reponsibility expenditure as per the act. Accordingly, the Company has recorded provision for the FY 2020-21 for the unspent portion amounting to INR 3.14 Lakhs which was spent during the Current Year 2021-22.Since the company's Net worth/Turn Over and Net Profit are less than the theshold limts indicated in section 135 of the companies act the provision of the section are not applicable to the company in the current year

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30 Income Tax

i Amounts recognized in profit or loss

The components of income tax expense for the period ended March 31, 2022 and March 31, 2021 are as under:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Current tax		
In respect of current year	-	1,220.74
In respect of previous years	(34.48)	-
	(34.48)	**1,220.74**
Deferred tax		
Attributable to–		
Origination and reversal of temporary differences and MAT Credit Entitlement	147.94	(1,244.57)
In respect of previous years	-	-
	147.94	**(1,244.57)**
Total tax charge	**113.46**	**(23.83)**

ii Income tax recognized in other comprehensive income

Income tax relating to items that will not be reclassified to profit or loss relating to remeasurement of defined benefit plans	40.75	(39.08)

iii Reconciliation of total tax expense

The tax charge shown in the statement of profit and loss differs from the tax charge that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the period year March 31, 2022 and 2021 are as under:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Accounting profit before tax	170.49	60.58
Applicable tax rate	29.12%	29.12%
Computed tax expense	**49.65**	**17.64**
Add		
a. Non Deductible Expenses		
Interest on delayed payment of Tax	27.78	-
On Account of Goodwill	55.63	-
b. Others	14.89	1.94
c.Tax pertaining to earlier years	-34.48	-43.41
Current tax derived	**113.46**	**-23.83**

iv Deferred tax

The following table shows deferred tax recorded in the balance sheet and changes recorded in the income tax expense

Particulars	As at March 31, 2020	Statement of profit and loss	Other comprehensive income	As at March 31, 2021	Statement of profit and loss	Other comprehensive income	As at March 31, 2022
Component of Deferred tax asset / (liability)							
Deferred tax asset / (liability) in relation to:							
Difference between written down value of fixed assets as per books of accounts and income tax	99.34	0.73	-	100.07	31.57	-	131.64
Provision for employee benefits	8.18	13.06	(5.00)	16.24	22.57	(23.34)	15.47
Provision for hedge reserve	-	(0.00)	44.08	44.08	(44.07)	(17.41)	(17.41)
Impairment on financial instruments	791.22	1,541.54	-	2,332.76	(408.89)	-	1,923.87
Unamortised processing fee income / expenses	40.66	(104.50)	-	(63.84)	15.53	-	(48.31)
Carryforward of business loss	-	-	-	-	-	-	-
Others	126.78	175.36	-	62.38	302.53	-	364.37
MAT credit entitlement	1,094.34	(381.59)	-	514.93		-	514.92
Upfront income recognised on Direct Assignment transactions	-	-	-	-	(67.19)	-	-67.19
Total	**2,160.53**	**1,244.59**	**39.08**	**3,006.62**	**(147.94)**	**(40.75)**	**2,817.38**

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31 **Earnings per share ('EPS')**

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Earnings		
Net profit attributable to equity shareholders for calculation of basic EPS	57.03	84.41
Net profit attributable to equity shareholders for calculation of diluted EPS	57.03	84.41
Shares		
Equity shares at the beginning of the period	1,08,87,144	1,08,65,706
Shares issued during the period	-	21,438
Total number of equity shares outstanding at the end of the period	1,08,87,144	1,08,87,144
Weighted average number of equity shares outstanding during the year for calculation of basic EPS	1,08,87,144	1,08,71,579
Diluted effect of Outstanding Stock Options	32,501	48,570
Weighted average number of equity shares outstanding during the year for calculation of diluted EPS	1,09,19,645	1,09,20,149
Face value per share	100.00	100.00
Earning per share		
Basic	0.52	0.78
Diluted	0.52	0.77



32 Maturity Analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the company uses the same basis of expected repayment behaviour as used for estimating the EIR.

Particulars	As at March 31, 2022			As at March 31, 2021		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
Assets						
Cash and cash equivalents	8,880.60	-	8,880.60	9,496.22	-	9,496.22
Bank balance other than cash and cash equivalents	3,586.16	2,257.16	5,843.32	5,901.86	2,485.07	8,386.93
Receivables						
(i) Trade receivables	149.79	-	149.79	97.36	-	97.36
Loans	59,636.61	41,285.76	1,00,922.37	52,757.31	43,216.67	95,973.98
Investments	554.34	756.94	1,311.28	380.09	-	380.09
Other financial assets	1,899.16	205.74	2,104.90	2,318.96	99.88	2,418.84
Current tax assets (net)	-	711.16	711.16	-	610.14	610.14
Deferred tax assets (net)	-	2,817.38	2,817.38	-	2,969.45	2,969.45
Property, plant and equipment	-	562.43	562.43	-	449.22	449.22
Right of Use Asset	13.62	649.73	663.35	10.28	818.62	828.90
Other intangible assets	-	844.65	844.65	-	973.74	973.74
Other non-financial assets	1,168.49	-	1,168.49	1,028.78	-	1,028.78
Total Assets	**75,888.77**	**50,090.95**	**1,25,979.72**	**71,990.86**	**51,622.79**	**1,23,613.65**
Liabilities						
Derivative financial instruments	-	294.91	294.91	-	231.36	231.36
Trade payables	-	-	-	-	-	
-total outstanding dues of micro and small enterprises	-	-	-	-	-	-
-total outstanding dues of creditors other than micro and small enterprises	214.26	-	214.26	333.60	-	333.60
Other payables	-	-	-	-	-	-
Debt securities	7,991.12	6,702.22	14,693.34	4,354.64	6,506.34	10,860.98
Borrowings (Other than debt securities)	42,707.61	31,745.99	74,453.60	47,141.62	27,859.12	75,000.74
Subordinate Liabilities	2,996.93	771.00	3,767.93	-	3,756.80	3,756.80
Other financial liabilities	954.65	1,085.07	2,039.72	1,757.75	1,018.36	2,776.11
			-			-
Current tax liabilities (net)	-	-	-	349.21	-	349.21
Provisions	93.21	71.60	164.81	346.26	128.37	474.63
Other non-financial liabilities	511.64	-	511.64	286.31	-	286.31
Total Liabilities	**55,469.42**	**40,670.79**	**96,140.21**	**54,569.39**	**39,500.35**	**94,069.74**
EQUITY						
Equity share capital	-	10,887.14	10,887.14	-	10,887.14	10,887.14
Other equity	-	18,952.37	18,952.37	-	18,656.77	18,656.77
Total Equity	-	**29,839.51**	**29,839.51**	-	**29,543.91**	**29,543.91**
Total Liabilities & Equity	**55,469.42**	**70,510.31**	**1,25,979.72**	**54,569.39**	**69,044.27**	**1,23,613.65**

Change in Liabilities arising from financing activities -

Particulars	Cash flows	Change in fair values	As at March 31, 2021	Movement	Change in fair values	As at March 31, 2022
Debt Securities	10,860.98	-	10,860.98	3,832.36	-	14,693.34
Borrowings (other than debt securities)	75,000.74	-	75,000.74	(547.14)	-	74,453.60
Subordinate Liabilities	3,756.80	-	3,756.80	11.13	-	3,767.93

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Dvara Kshetriya Gramin Financial Services Private Limited
Notes to the financial statements for the period ended March 31, 2022
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

33 Financial instrument

A Fair value measurement

Valuation principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions i.e., exit price This is regardless of whether that price is directly observable or estimated using a valuation technique.

Financial instruments by category

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2022 were as follows:

Particulars	Carrying amount		
	Amortised cost	FVTPL	FVOCI
Financial Assets:			
Cash and cash equivalents	8,880.60	-	-
Bank balance other than cash and cash equivalents	5,843.32	-	-
Receivables	149.79	-	-
Loans	1,00,922.37	-	-
Investments	1,311.28	-	-
Other financial assets	2,104.90	-	-
Total	**1,19,212.26**	**-**	**-**
Liabilities:			
Derivative financial instruments	-	-	294.91
Trade payables	214.26	-	-
Debt securities	14,693.34	-	-
Borrowings (Other than debt securities)	74,453.60	-	-
Subordinated Liabilities	3,767.93		
Other financial liabilities	2,039.72	-	-
Total	**95,168.85**	**-**	**294.91**

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2021 were as follows:

Particulars	Carrying amount		
	Amortised cost	FVTPL	FVOCI
Assets:			
Cash and cash equivalents	9,496.22	-	-
Bank balance other than cash and cash equivalents	8,386.93	-	-
Receivables	97.36	-	-
Loans	95,973.98	-	-
Investments	380.09	-	-
Other financial assets	2,418.84	-	-
Total	**1,16,753.42**	**-**	**-**
Liabilities:			
Derivative financial instruments	-	-	231.36
Trade payables	333.60	-	-
Debt securities	10,860.98	-	-
Borrowings (Other than debt securities)	75,000.74	-	-
Subordinated Liabilities	3,756.80		
Other financial liabilities	2,776.11	-	-
Total	**92,728.23**	**-**	**231.36**

Note:
Fair Value of Assets & Liabilities carried at Amortised Cost in the books are close to the Fair Value and hence are not separately disclosed.



34 Financial risk management objectives and policies

(a) The Company's principal financial liabilities comprise borrowings from banks and issue of debentures. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loan and advances, investments and cash and cash equivalents that are derived directly from its operations.

(b) The Company is exposed to credit risk, liquidity risk and market risk. The Company's board of directors have an overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors have established the risk committee and asset liability committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

(c) The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

34 Financial risk management objectives and policies (continued)

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party to financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customers and loans

The carrying amounts of financial assets represent the maximum credit risk exposure.

A. a) Loans

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry.

The Company's exposure to credit risk for loans by type of counterparty is as follows. All these exposures are with in India.

Particulars	**Carrying Amount**	
	March 31, 2022	**March 31, 2021**
Term loans	1,07,674.98	1,03,921.83
Less : Impairment loss allowance	(6,752.60)	(7,947.85)
Total	**1,00,922.37**	**95,973.98**

An impairment analysis is performed at each reporting date based on the facts and circumstances existing on that date to identify expected losses on account of time value of money and credit risk. For the purposes of this analysis, the loan receivables are categorised into groups based on days past due and the type of risk exposures Each group is then assessed for impairment using the Expected Credit Loss (ECL) model as per the provisions of Ind AS 109 - financial instruments.

b) Staging:

As per Ind AS 109, general approach all financial instruments are allocated to stage 1 on initial recognition However, if a significant increase in credit risk is identified at the reporting date compared with the initial recognition, then an instrument is transferred to stage 2. If there is objective evidence of impairment, then the asset is credit impaired and transferred to stage 3.

The Company considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower becomes 90 days past due on its contractual payments. For financial assets in stage 1, the impairment calculated based on defaults that are possible in next twelve months, whereas for financial instrument in stage 2 and stage 3 the ECL calculation considers default event for the life span of the instrument.

As per Ind AS 109, Company assesses whether there is a significant increase in credit risk at the reporting date from the initial recognition. Company has staged the assets based on the Days past dues criteria and other market factors which significantly impacts the portfolio.

Days past dues status	**Stage**	**Provisions**
Current	Stage 1	12 Months Provision
1-30 Days	Stage 1	12 Months Provision
31-90 Days	Stage 2	Lifetime Provision
90+ Days	Stage 3	Lifetime Provision



c) Grouping

As per Ind AS 109, Company is required to group the portfolio based on the shared risk characteristics. The Company has assessed the risk and its impact on the various portfolios and has divided the portfolio into the following groups:

- Loans
- Guarantees
- Second level credit enhancement
- Investments in pass through securities

d) Expected credit loss ("ECL"):

ECL on financial assets is an unbiased probability weighted amount based out of possible outcomes after considering risk of credit loss even if probability is low. ECL is calculated based on the following components:

i. Probability of default ("PD")
ii. Loss given default ("LGD")
iii. Exposure at default ("EAD") and EAD Adjustment factor

i) Probability of default:

PD is estimated basis historical movement of accounts from non-default bucket to default bucket in own portfolio for each product. DPD status and Vintage of customer as measured by the Month-on-Book (MOB) are the two PD differentiators considered for the computation for all products.

34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

i) Probability of default:

The PDs derived from the model, quarterly snapshots of book of previous trends are taken for the historical analysis. A cross matrix of DPD and MOB is created, and default rate computed for each position in the cross tabulation. The final PD is computed based on weighted average PD computed from each snapshot. The count of borrowers in each snapshot is used as the weight to compute weighted average PD. Since this weight has an increasing trend, the recent portfolio has greater influence over the final PD and thus complies with the requirement of the PD being Point-in-Time (PIT).

ii) Loss given default

LGD is an estimate of the loss from a transaction given that a default occurs. Under Ind AS 109, lifetime LGD's are defined as a collection of LGD's estimates applicable to different future periods. Various approaches are available to compute the LGD. The Company has considered the workout LGD approach by considering historical losses and recoveries. The following steps are performed to calculate the LGD:

1) Analysis of historical credit impaired accounts
2) The computation consists of following components, which are:
   a) Outstanding balance (Principal Outstanding and Interest Overdue) (POS)
   b) Recovery amount (discounted yearly) by initial contractual rate.
   c) Expected recovery amount (for incomplete recoveries), discounted to reporting date using initial contractual rate.

3) The formula for the computation is as below:
   % Recovery rate = (discounted recovery amount + discounted estimated recovery) / (total POS)
   % LGD = 1 – recovery rate

4) Loss given default (LGD) is the estimate of loss from the transaction given that a default has occurred. The same quarterly snapshots with DPD-MOB cross Tabulation are used to compute LGD for the products, where loss rate post default is computed for each position in the cross tabulation. The weighted average LGD is computed from quarterly snapshots using defaulted principal outstanding of respective quarter as the weight. Since each product is a homogenous pool within a narrow range of yields and getting the data on accrued interest till the date of default on each individual assets would involve undue time, cost and efforts, only principal outstanding has been considered as reasonable proxy of the proportion of EAD that experiences loss after default for each product.

iii) Exposure at default

i) As per Ind AS 109, EAD is estimation of the extent to which the financial entity may be exposed to counterparty in the event of default and at the time of counterparty's default. The Company has modelled EAD based on the contractual and behavioral cash flows till the lifetime of the loans considering the expected prepayments.

ii) The Company has considered expected cash flows for all the loans at DPD bucket level for each of the risk segments, which was used for computation of ECL. Moreover, the EAD comprised of principal component and interest overdue

iii) The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument is subject to 12mECL or Long term ECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition. The Company considers the credit risk to be directly proportional to the delinquency status i.e. days past due of the loan under consideration. No further adjustments are made in the PD

EAD adjustment factor:

While PD estimates predict the probability of default of an obligor within a one year horizon, the actual exposure at the time of an event of default may be lower than the outstanding exposure at the date of respective snapshot as some repayments are likely to be received before default given the fact the repayments are made by the obligors in instalments. Thus, exposure at default is required to be adjusted by an estimated percentage of probable recovery before the asset shifts to Stage 3. Thus, EAD adjustment factor is defined as, principal outstanding at the time of default upon principal outstanding at snapshot date. Such factor is worked out for each position in the DPD-MOB cross tabulation for all the products.

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e) ECL computation:

Conditional ECL at DPD pool level was computed with the following method:

Conditional ECL for year (yet) = EAD (yet) * conditional PD (yet) * LGD (yet) * EAD adjustment factor (yet)

The calculation is based on provision matrix which considers actual historical data adjusted appropriately for the future expectations and probabilities. Proportion of expected credit loss provided for across the stage is summarised below:

Particulars	Provisions	As at March 31, 2022	As at March 31, 2021
Stage 1	12 month provision	548.68	614.45
Stage 2	Life time provision	663.05	1,792.20
Stage 3	Life time provision	5,540.87	5,541.20
Amount of expected credit loss provided for		**6,752.60**	**7,947.85**

Also refer Note 73

The loss rates are based on actual credit loss experience over past years. These loss rates are then adjusted appropriately to reflect differences between current and historical economic conditions and the Company's view of economic conditions over the expected lives of the loan receivables. Movement in provision of expected credit loss has been provided in below note.

34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

Reconciliation of ECL balance is given below:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
ECL allowance - opening balance	**7,947.85**	**3,474.45**
Addition during the year (net of reversals)	3,895.96	4,985.08
Addition during the year on account of Bad Debts	2,422.90	-
Write offs during the year	(7,514.11)	(511.68)
Closing provision of ECL	**6,752.60**	**7,947.85**

Also refer Note 73

Analysis of changes in the gross carrying amount of loans:

Particulars	As at March 31, 2022				As at March 31, 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**85,302.02**	**8,689.46**	**9,930.35**	**1,03,921.83**	**82,982.37**	**925.67**	**2,756.12**	**86,664.16**
New assets originated *	74,749.56	4.10	1,053.68	75,807.34	55,372.19	4,669.95	2,138.56	62,180.71
Asset derecognised or repaid	(60,194.92)	(4,301.11)	(44.05)	(64,540.08)	(43,711.81)	(404.61)	(153.49)	(44,269.92)
Movement Between Stages								
Transfer from stage 1	(9,065.10)	5,532.33	3,532.77	-	(9,358.46)	3,985.74	5,372.72	-
Transfer from stage 2	705.98	(3,987.71)	3,281.73	-	14.60	(487.50)	472.90	-
Transfer from stage 3	139.42	96.34	(235.76)	-	3.13	0.21	(3.34)	-
Write offs	-	-	(7,514.11)	(7,514.11)	-	-	(653.12)	(653.12)
As at the end of the year	**91,636.96**	**6,033.40**	**10,004.62**	**1,07,674.98**	**85,302.02**	**8,689.46**	**9,930.35**	**1,03,921.83**

* New assets originated are those assets which have originated during the year

Analysis of changes in the ECL of loans:

Particulars	As at March 31, 2022				As at March 31, 2021			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**614.45**	**1,792.20**	**5,541.20**	**7,947.85**	**1,390.07**	**260.82**	**1,823.56**	**3,474.45**
New assets originated *	538.31	0.85	588.71	1,127.87	927.56	1,315.82	1,414.96	3,658.34
Asset derecognised or repaid	(433.50)	(887.83)	(24.61)	(1,345.94)	(731.90)	(116.01)	(109.97)	(957.88)
Movement Between Stages								
Transfer from stage 1	(65.28)	39.84	25.44	-	(156.77)	66.77	90.00	-
Transfer from stage 2	145.73	(823.14)	677.41	-	4.11	(137.36)	133.25	-
Transfer from stage 3	77.90	53.83	(131.73)	-	2.07	0.14	(2.21)	-
Write offs	-	-	(7,514.11)	(7,514.11)	-	-	(653.12)	(653.12)
Impact on ECL on account of movement between stages / updates to the ECL model	(328.93)	487.30	6,378.55	6,536.93	(820.70)	402.02	2,845	2,426.06
As at the end of the year	**548.68**	**663.05**	**5,540.87**	**6,752.60**	**614.45**	**1,792.20**	**5,541.20**	**7,947.85**

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f) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure is the total of the carrying amount of the aforesaid balances.

g) Modified financial assets

i) During the current year, the Company has restructured 40,228 loan accounts in accordance with the Resolution framework II for Covid-19 related stress issued by RBI vide cisular number RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 . Apart from the same , the Company had restructured 6717 loan accounts that were not eligible to be restructured as per the RBI dispensation. These accounts have been reviewed and assessed as having a significant increase in credit risk and accordingly loss allowances for these loans have been provided. The net carrying amount of modified financial assets as at March 31, 2022 is INR 7677.02 lakhs (Gross carrying amount of INR 8686.39 lakhs, netted off with impairment allowance of INR 1009.37 lakhs)

ii) Company has a policy of reviewing its ECL model annually. During the current year the company has made an annual review and made such refinements to the model and assumptions that in its opinion are essential. Due to these changes, the estimated provision is lower by INR 746.6 Lakhs

iii) The Company has adopted definition of "Allied Agriculture activity" in place of generic classification of loans under "Agriculture". Accordingly , loans amounting to INR 5768 Lakhs advanced by the company for activities which were hitherto classified under the boarder head Agriculture have been reclassified under the head 'Allied Agriculture activities' and have been treated as eligible for restructuring under the provisions of the circular No DOR.STR.REC.11/21.04.048/2021-22 on "Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals and Small Busmesses" dated May 5, 2021 of RBI.

Due to this reclassification an excess provision of INR 400 Lakhs has been written back. The Company has also written to RBI in this regard

iv) RBI vide circular dated 12th Nov 2021 - Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications, notification RBI/2021-2022/125 DOR.STR.REC.68/21 04.048/2021-22 (IRACP) has clarified /harmonised certain aspects of the regulatory guidelines with a view to ensuring uniformity in the implementation of IRACP norms across all lending institutions the company will comply with the norms or changes for regulatory reporting w.e.f 01 October 2022 as per extended timelines provided by RBI vide circular dated 15 February 2022. Such clarification/harmonisation has no impact on the results for the quarter and year ended 31st March 2022 as the company continues to prepare the financial results in accordance with the applicable IND AS guidelines

h) Company has originated certain loan portfolio as business correspondent for another NBFC on a principal-to-principal basis Company has right of contractual cash flow from the lending and has fully guaranteed the loans to that NBFC Consequently, Company has accounted fully the loan amount as asset in the books of accounts of the Company INR. 20535.88 Lakhs (year ended Mar 21 INR 15099.49Lakhs)

i) The Company has been predominantly extending loans under the JLG (joint liability group) mechanism to its customers. While enrolling its customers, the company conducts a detailed assessment of the financial position of the customer household through preparation of a Financial Wellbeing Report (FWR) which records the stated income and expenditure of the customer and its household . The FWR is further validated by the customer by way of a self-declaration.

Basis this declaration of household income, the Company has complied with the Master Direction of RBI and the overall exposure to Micro Finance loans is below 10%. as on 31st March, 2022

34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

j) Analysis of credit concentration risks

The Company's concentrations of risk are managed by counterparty and geography. The maximum credit exposure to any individual client or counterparty as of March 31, 2022 was INR 5 Lakhs (March 31, 2021: INR 17.05 Lakhs)

The following table shows the risk concentration of loan portfolio by geography.

Geography	Year ended March 31, 2022	Year ended March 31, 2021
Tamil Nadu	72,301.39	75,524.52
Odisha	12,645.47	10,380.77
Karnataka	8,690.56	7,823.96
Chhattisgarh	4,648.85	4,070.44
Uttarakhand	4,501.46	4,721.87
Jharkhand	2,653.87	1,400.27
Bihar	2,232.11	-
Others	1.27	-
Total	**1,07,674.98**	**1,03,921.83**

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B. Cash and cash equivalent and Bank deposits

The Company held cash and cash equivalents with credit worthy banks and financial institutions as at the reporting dates which has been measured on the 12-month expected loss basis. The credit worthiness of such banks and financial institutions are evaluated by the management on an ongoing basis and is considered to be good with low credit risk.

C. Other financial assets and Receivables

This balance is primarily constituted by security deposits and advance to employees. The Company does not expect any losses from non-performance by these counter-parties.

(ii) Liquidity risk

a Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company is bound to comply with the Asset Liability Management guidelines issued by Reserve Bank of India. The company has Asset Liability Management policy approved by the board and has constituted Asset Liability Committee to oversee the liquidity risk management function of the company. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

b. The Company is monitoring its liquidity risk by estimating the future inflows and outflows during the start of the year and planned accordingly the funding requirement. The Company manages its liquidity by unutilised cash credit facility, term loans and direct assignment.

c. The composition of the Company's liability mix ensures healthy asset liability maturity pattern and well diverse resource mix.

d. Capital adequacy ratio of the Company, as on March 31, 2022 is 25.33% (YE March 31, 2021: 27.95%) against regulatory norms of 15%. Tier I capital is 24.93 % (YE March 31, 2021: 24.60%) as against requirement of 10%. Tier II capital is 0.40% (YE March 31, 2021: 3.35%) which may increase from time to time depending on the requirement and also as a source of structural liquidity to strengthen asset liability maturity pattern.

Maturity profile of non-derivative financial liabilities

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The amount disclosed in the tables have been drawn up based on the undiscounted contractual cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Non-derivative financial liabilities					
As at March 31, 2022:					
Trade Payables	214.26	214.26	-	-	-
Debt Securities*	14,849.56	8,059.82	6,789.74	-	-
Borrowings (Other than Debt Securities)*	75,133.63	43,175.34	31,958.29	-	-
Subordinate Liabilities*	3,771.00	3,000.00	771.00	-	-
Other financial liabilities	2,039.72	954.95	327.57	99.63	657.57
Total	**96,008.18**	**55,404.37**	**39,846.60**	**99.63**	**657.57**
As at March 31, 2021:					
Financial Liabilities					
Trade payables	333.60	333.60	-	-	-
Debt Securities*	10,860.98	4,158.76	6,702.22	-	-
Borrowings (Other than Debt Securities)*	75,000.74	43,254.75	31,745.99	-	-
Subordinate Liabilities*	506.78	-264.22	771.00		
Other financial liabilities*	2,776.11	1,757.76	213.68	109.69	694.97
Total	**89,478.21**	**49,240.65**	**39,432.89**	**109.69**	**694.97**

* Gross of unamortized processing fee

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CHENNAI

34 Financial risk management objectives and policies (Continued)

(ii) Liquidity risk (Continued)

Maturity profile of derivative financial liabilities

The following table details the Company's liquidity analysis for its derivative financial instruments The table has been drawn up based on the undiscounted gross inflows and outflows on those derivatives that require gross settlement. There is no derivative instruments that is settled on a net basis.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Derivative financial instruments					
As at March 31, 2022:					
Gross settled:					
Interest Rate swaps					
- Payable	294.91	294.91	-	-	-
Total	**294.91**	**294.91**	-	-	-
As at March 31, 2021:					
Gross settled:					
Interest Rate swaps					
- Payable	231.36	231.36	-	-	-
Total	**231.36**	**231.36**	-	-	-

(iii) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk includes interest rate risk and foreign currency risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's investment in bank deposits and variable interest rate lending Whenever there is a change in borrowing interest rate for the Company, necessary change is reflected in the lending interest rates over the timeline in order to mitigate the risk of change in interest rates of borrowings.

Sensitivity analysis - Increase/ decrease of 100 basis points

Particulars	As at March 31, 2022		As at March 31, 2021	
	Increase	Decrease	Increase	Decrease
Debt Securities	(127.77)	127.77	(86.70)	86.70
Borrowings	(747.27)	747.27	(726.57)	726.57
Bank Deposits	113.43	(113.43)	83.87	(83.87)
Subordinate Liabilities	(37.62)	37.62	(35.09)	35.09

(b) Foreign currency risk

Currency Risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Foreign currency risk arise majorly on account of foreign currency borrowings. The Company manages its foreign currency risk by entering into cross currency swaps.

The carrying amounts of the Company's foreign currency exposure at the end of the reporting period are as follows:

	Rupees	Total
As at March 31, 2022		
Financial Assets	-	-
Financial Liabilities	6,639.70	6,639.70
As at March 31, 2021		
Financial Assets	-	-
Financial Liabilities	6,859.86	6,859.86

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35 Commitments

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Estimated amount of contracts remaining to be executed on capital account (net of capital advances) and not provided for	-	-

36 Contingent liabilities

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Claims against the Company not acknowledged as debt		
Service tax related matters (net of provision)	44.86	44.86
Income tax related matters	-	27.74
Deposits placed with business facilitator	100.48	-

37 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the Micro, Small and Medium Enterprise Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2022 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
a. The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
Principal	-	-
Interest	-	-
b. The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d. The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

Note: The management has identified micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) on the basis of information made available by the supplier or vendors of the Company. Based on the information available with the Company, as at the year end, there are no dues to micro and small Enterprises that are reportable under the MSMED Act, 2006.

38 Employee benefits

Defined contribution plans
The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expenses in the statement of profit and loss during the period in which the employee renders the related service. The amount recognised as an expense towards contribution to provident fund for the year aggregated to INR 476.50 lakhs (March 31, 2021: INR 382.20 lakhs).

The Company's gratuity benefit scheme is a defined plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their services in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past services and the fair value of any plan assets are deducted. The Calculation of the Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

Details of actuarial valuation of gratuity pursuant to the Ind AS 19

A. Change in present value of obligations	Year ended March 31, 2022	Year ended March 31, 2021
Present value of obligations at the beginning of the year	311.14	217.84
Benefits paid	(55.79)	(19.32)
Current service cost	134.74	118.00
Interest cost	15.08	11.34
Actuarial (gains) losses recognised in other comprehensive income	(77.61)	(16.71)
Present value of obligations at the end of the year	**327.55**	**311.14**

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B. Change in plan assets		
Fair value of plan assets at the beginning of the year	200.88	84.15
Adjustment to Opening Fair Value of Plan Asset	-	1.54
Contributions paid into the plan	148.13	126.72
Benefits paid	(55.79)	(19.32)
Interest Income	12.87	7.34
Return on plan assets recognised in other comprehensive income	2.74	0.46
Fair value of plan assets at the end of the year	**308.83**	**200.88**
Net defined benefit liability	**18.72**	**110.27**
C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	134.74	118.00
Net interest	2.20	4.00
Total	**136.94**	**122.00**
Remeasurements recognised in other comprehensive income		
Actuarial loss on defined benefit obligations	(80.35)	(17.17)

38 Employee benefits (Continued)

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the gratuity fund's actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan. This plan is funded with SBI.

E. Defined benefit obligation

	Year ended March 31, 2022	Year ended March 31, 2021
Discount rate	5.46%	5.14%
Salary escalation	8%	8%
Attrition rate (Past service - PS)	PS : 0 to 5 - 55% PS : 5 to 40 - 3%	PS : 0 to 5 - 55% PS : 5 to 10 - 3% PS : 10 to 40 - 3%

Notes:

a) The estimates in future salary increases, considered in actuarial valuation, takes account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employee market.

b) Discount rate is based on the prevailing market yields of Indian Government Bonds as at the balance sheet date for estimated term of obligation.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined

	Year ended March 31, 2022		Year ended March 31, 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(288.71)	374.96	(37.21)	45.69
Future salary growth (1% movement)	371.52	(290.49)	41.51	(35.47)

Details of actuarial valuation of Leave Encashment pursuant to the Ind AS 19

The Company provides encashment of compensated absence based on the approved Company policy. Employees whose service is permanent will be eligible for privilege of compensated absence on calendar year basis, and a maximum accumulation allowed is 5 days leaves in an year. Further, the employees can carry forward a portion of the unutilised accrued compensated absence and utilize it in future periods or receive cash compensation at retirement or termination of employment for the unutilised accrued compensated absence for a maximum of 30 days.

A. Change in present value of obligations	Year ended March 31, 2022	Year ended March 31, 2021
Present value of obligations at the beginning of the year	55.78	-
Benefits paid	8.67	-
Current service cost	3.55	3.38
Past service cost	-	-
Interest cost	2.33	-
Actuarial (gains) losses on Obligation	0.17	52.40
Present value of obligations at the end of the year	**53.16**	**55.78**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	-	-
Net defined benefit liability	**53.16**	**55.78**

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C. Expense/ (income) recognised in the statement of profit and loss

Current service cost	3.55	3.38
Past service cost	-	-
Net interest	2.33	-
Total	**5.88**	**3.38**

Remeasurements recognised in other comprehensive income

Actuarial (Gain)/loss on defined benefit obligations	-	-

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the Leave Encashment actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan.

E. Defined benefit obligation

	Year ended March 31, 2022	Year ended March 31, 2021
Discount rate	5.46%	5.14%
Salary escalation	8%	8%
Expected average remaining service	3.01	3.91
Attrition rate (Past service - PS)	PS : 0 to 5 - 55% PS : 5 to 40 - 3%	PS : 0 to 5 - 55% PS 5 to 40 - 3%

Notes:

a) Encashment of compensated absence is payable to the employees on death or resignation or on retirement at the attainment of superannuation age, and it is not applicable on termination and unserved notice period of an employee.

b) The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations.

c) The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Year ended March 31, 2022		Year ended March 31, 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(49.54)	57.55	(52.22)	60.10
Future salary growth (1% movement)	57.21	(49.75)	59.73	(52.46)

G Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below

Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond ytelds will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

H The expected payout of undiscounted gratuity is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2021-22						
Gratuity	20.69	18.21	20.65	12.04	14.48	84.16
2020-21						
Gratuity	35.33	14.79	11.41	16.05	8.63	65.49

I Code on Social Security

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020.

The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.



39 Employee stock option plan (ESOP)

Dvara KGFS Employee Stock Option Plan 2019 ("ESOP Plan") has been approved by the shareholders of the Company, by way of a special resolution, authorizing the Committee to grant not more than 161,088 options (at any point of time after excluding optioned granted to resigned employees) to eligible employees in one or more tranches, from time to time of face value Rs.100 each fully paid up, with each such option conferring a right upon the employees to apply for one share in the Company in accordance with the terms and conditions as may be decided under the Plan. The shareholders of the Company have approved the Plan by way of an special resolution and it shall continue to be in force until (i) its termination by the Company as per provisions of Applicable Laws, or (ii) the date on which all of the Options available for issuance under the Plan have been issued and exercised, whichever is earlier.

Dvara KGFS Employee Stock Option Plan 2019

The options were issued on April 1, 2019, January 2, 2020, March 30, 2021 and November 2, 2021. The options are vested over a period of 4 years in the proportion of 25:25:25.25

A brief overview of the scheme is summarized as under:

Particulars	Tranch I	Tranch II	Tranch II	Tranch III	Bonus & Increment	Tranch IV
Effective date of Scheme:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21	30-Mar-21	02-Nov-21
Approval of Board of directors:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21	30-Mar-21	02-Nov-21
Date of EGM	01-Feb-19	01-Feb-19	01-Feb-19	01-Feb-19	01-Feb-19	26-Mar-21
Tenure of scheme	4 years	4 years	4 years	4 years	1 year	4 years
Vesting period	1 year	1 year	1 year	1 year	1 year	1 year
Total number of eligible employees	28	28	28	39	38	41
Exercise price in INR	346	346	380.59	477.11	477.11 and 429.39	525.43
Number of options granted	55,330	10,320	25,306	43,199	16,370	41,652
Fair value of options at grant date (in INR)	97.2 to 188.3	97.2 to 188.3	88.27 to 176.31	225.94 to 317.56	225.94 to 317.56	107.17 to 224.54

Reconciliation of outstanding options

The details of options granted under the above schemes are as follows.

Particulars	Weighted average exercise price per option		Number of options	
	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Outstanding at beginning of year	380.56	370.66	1,50,295	90,956
Less: Forfeited during the year	434.91	346.00	30,944	230
Less: Exercised during the year	-	-	-	-
Add: Granted during the year (including those for resigned employees)	525.43	417.18	41,652	59,569
Outstanding as at end of year	**426.84**	**380.56**	**1,61,003**	**1,50,295**

Expense recognised in the statement of profit and loss

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Employee stock option expenses	**139.38**	**105.26**

Measurement of fair values

The fair value of options have been estimated on the dates of each grant using the Black Scholes model. The various inputs considered in the pricing model for the stock options granted by the Company during the year are as follows:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Share price on grant date (INR)	525.43	561.00
Weighted average share price (INR)	426.84	380.56
Exercise price (INR)	525.43	346.00 - 477.11
Fair value of options at grant date (INR)	107.17 - 224.54	88.27 - 317.56
Expected volatility	45.30% - 54.00%	44.05% - 52.19%
Option term	1-4 years	1-4 years
Expected dividends	Nil	Nil
Risk free interest rate	4.28% to 5.88%	4.53%



40 Related party disclosures

Related party relationships and transactions are as identified by the management.

Entities with substantial interest over the company	Dvara Trust, represented by Dvara Holdings
Enterprise in which controlling entity / KMP has significant influence	Northern Arc Capital Limited Dvara Solutions Private Limited Dvara Smartgold India Private Limited
Enterprise in which Company has control / significant influence	Saija Finance Private Limited
Key Managerial Personnel (KMP)	Ms.Bindu Ananth, Director & Chairman Mr. Samir Amrit Shah, Director & Vice Chairman Mr. G. Vijayakumar, Chief Financial Officer Mr. S Balaji, Company Secretary Mr. Joby CO, Managing Director & CEO (Until August 31, 2021) Mr. LVLN Murty, Managing Director & CEO (With effect from November 3, 2021)
Independent Directors	Mr.N.T.Arun Kumar Ms.Anisha Motwani Mr. Raman Uberoi
Non Executive Director	Mr.Abhishek Agarwal, Nominee Director Mr.Pranav Kumar Gupta, Nominee Director Mr.Thomas Klungsoeyr, Nominee Director

A. Transactions during the Year :

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Dvara Trust		
Rent	12.80	168.41
Reimbursement of expenses	2.37	7.67
Advance taken	350.00	1,200.00
Loan Repaid	600.00	-
Interest expenses***	12.26	213.90
Northern Arc Capital Limited		
Interest expense***	1,313.73	613.74
Fee paid	269.27	191.42
Loan Repaid	7,328.66	-
Loan Obtained	21,500.00	8,000.00
Commission From Business Correspondence	50.28	-
Processing Fee Income	1.93	-
Professional & Consultancy Fee Paid	0.66	-
Dvara Solutions Private Limited		
Technology fees	180.27	330.33
Customization fee	28.62	41.92
Reimbursement of expenses	2.35	-
Dvara Smartgold India Private Limited		
Commission income	14.99	4.91
Deposit given/(refunded)	-0.06	10.00
Other Expenses	1.10	-
Dvara Holdings		
Rent	153.36	-
Loan Obtained	7,700.00	-
Interest expenses***	423.20	-
Saija finance Private limited		
Interest income on securitisation	45.31	-
Upfront fee	18.00	-
Professional & Consultancy Fee Paid	14.00	-
Employee reimbursement	35.00	-
Employee Advance to Key Managerial Personnel		
Mr. Joby CO (Upto 31st August 2021)	-	4.22

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Firm Regn. No: 003990S/S200018
CHENNAI

Director Sitting Fees		
Anisha Motwani	11.00	13.50
NT Arun Kumar	17.00	14.50
Pranav Kumar Gupta	5.50	-
Raman Uberoi	10.00	-
S.Viswanathan	5.50	13.50
Remuneration to Key Managerial Personnel #		
Mr. G. Vijayakumar	64.46	60.15
Mr. S Balaji	18.26	17.04
Mr LVLN Murty (w.e.f 3rd November 2021)	48.17	-
Mr Joby CO (Upto 31st August 2021)	64.06	3.00

Amount attributable to post employment benefits have not been disclosed as the same cannot be identified distinctly in the actuarial valuation.
*** Interest Expenses includes only actual cash outflow on account of interest and does not include interest accured

40 Related party disclosures (Continued)

B. Balances as at year end:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Dvara Trust		
Rent payable	-	-
Expense provision	-	16.74
Term loan - Repayable on Demand*	253.40	500.00
Northern Arc Capital Limited		
Trade payables	-	27.09
Receivable	5.23	-
NCD Outstanding*	8,954.47	3,501.37
Term loan Outstanding	10,535.02	4,839.82
Commercial Paper	485.20	
Dvara Solutions Private Limited		
Advances	0.17	-
Trade payables	-	1.34
Dvara Smartgold India Private Limited		
Deposit	14.94	15.00
Receivable	1.45	-
Dvara Holdings		
Term loan - Repayable on Demand*	2,817.53	-
Saija finance Private limited		
Securitisation	554.34	-
Cash Collatral	179.62	-
Key Managerial Personnel		
Mr. Joby CO - Salary Advance	-	2.11

* Includes Interest Accrued and Net of Unamortised Processing Fees.

41 Segment reporting

Operating segments

The Company's operations predominantly relate to arranging or facilitating or providing finance either in the form of loans or guarantees. The information relating to this operating segment is reviewed regularly by the Company's Board of Directors (Chief Operating Decision Maker) to make decisions about resources to be allocated and to assess its performance. The CODM considers the entire business of the Company on a holistic basis to make operating decisions and thus there are no segregated operating segments. The CODM of the Company reviews the operating results of the Company as a whole and therefore not more than one reportable segment is required to be disclosed by the Company as envisaged by Ind AS 108 Operating Segments.

The company does not have any separate geographic segment other than India. As such there are no separate reportable segments as per IND AS 108 Operating Segments.

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42 Leases

In the cases where assets are taken on operating lease (as lessee)

As a lessee, the Company's lease asset class primarily consist of buildings or part thereof taken on lease for office premises used for operating activities. In accordance with the requirements under Ind AS 116, Leases, the Company has recognized the lease liability at the present value of the future lease payments discounted at the incremental borrowing rate at the date of initial application as at April 1, 2019, and thereafter, at the inception of respective lease contracts and ROU asset is equal to lease liability subject to certain practical expedients as allowed by the standard.

The following is the summary of practical expedients applied as allowed under Ind AS 116.

a) Applied a single discount rate to a portfolio of leases with reasonably similar characteristics;
b) Availed the exemption of not to recognize ROU assets and liabilities for leases of low value assets and leases with less than 12 months (short-term lease) of lease term on the date of initial application as at April 1, 2019 and thereafter,
c) Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application as at April 1, 2019 and thereafter;
d) Applied the practical expedient to grandfather the assessment of which transactions are leases. Accordingly, Ind AS 116 is applied only to contracts that were previously identified as leases under Ind AS 17
e) Used hindsight to determine the lease term of contracts.

i) Movement in carrying value of right of use assets

Particulars	Amount
As at March 31, 2020	**745.10**
Additions during the year	257.58
Depreciation	(173.78)
Balance as at March 31, 2021	**828.90**
Additions during the year	4.17
Depreciation	(169.72)
Balance as at March 31, 2022	**663.35**

ii) Movement in lease liabilities

Particulars	Amount
As at March 31, 2020	**944.60**
Additions during the year	229.10
Interest expenses	136.70
Payments	(276.32)
Balance as at March 31, 2021	**1,034.08**
Additions during the year	4.27
Interest expenses	123.57
Payments	(272.58)
Balance as at March 31, 2022	**889.33**



42 Leases (Continued)

iii) Amounts recognised in statement of profit and loss

Particulars	Amount
Post-amendment in Ind AS 116	
Depreciation expense of right of use asset	173.79
Interest expense on lease liabilities	136.70
Rent expense - short term leases and leases of low value assets	133.68
Total amounts recognised in profit or loss for the year ended March 31, 2021	**444.17**
Depreciation expense of right of use asset	169.72
Interest expense on lease liabilities	123.57
Rent expense - short term leases and leases of low value assets	182.63
Total amounts recognised in profit or loss for the year ended March 31, 2022	**475.92**
Rent expense for the period March 31, 2022	455.22
Rent expense for the period March 31, 2021	410.00

Set below are the potential undiscounted future payments relating to assets taken on lease. The payment profile has been based on management's forecasts and could in reality be different from expectations:

Particulars	31-Mar-2022	31-Mar-2021
Not greater than 1 year	244.96	279.24
Between 1 year and 5 years	667.05	785.73
Later than 5 years	167.33	287.59
Total future lease commitments	**1079.34**	**1352.56**

Practical expedients applied

Pursuant to amendments brought in by the Ministry of Corporate Affairs through the Companies (Indian Accounting Standards) Amendment Rules, 2020 vide notification dated July 24, 2020, Ind AS 116 - Leases was amended by inserting certain paragraphs (46A and 46B) related to application of practical expedient to Covid-19-Related Rent Concessions. The Company had applied the practical expedient to all such rent concessions received during the year ended March 31, 2022 from certain Lessors that meet the conditions specified in paragraph 46B. The amount of rent concessions recognized in the statement of profit or loss is not material.

43 Additional Disclosures as required by the Reserve Bank of India

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Total Gold loan portfolio	660.50	254.31
Total Assets	1,07,674.98	1,03,921.83
Gold loan portfolio as a percentage of total assets	0.61%	0.24%

Details of Gold Loan auction conducted during the year

Period	Number of Loan Accounts	Principal Amount outstanding at the dates of auctions (A)	Interest Amount outstanding at the dates of auctions (B)	Total (A+B)	Value fetched
31-Mar-22	41.00	5.59	2.26	7.85	7.84
31-Mar-21	-	-	-	-	-

Note.
There were no auctions conducted during the year and accordingly disclosure relating to participation of sister concerns is not required.

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44 Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated

Capital adequacy ratio

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the local banking supervisor, Reserve Bank of India (RBI). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI.

Capital management

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

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

The below disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated, are in accordance with Indian Accounting Standards (IND AS).

i Net Debt to Equity Ratio

Consistent with the others in industry, the company monitors the capital on the basis of gearing ratio (Net debt divided by equity). Under the terms of the major borrowing facilities, the company is required to maintain the gearing ratio in line with the RBI guidelines or in a slightly more conservative manner. The actual gearing stipulated differs between the various lending agreements. The company has complied with this covenant through out the year.

	Year ended March 31, 2022	Year ended March 31, 2021
Equity	29,839.51	29,543.91
Debt (Includes debt securities, borrowings and subordinate liabilities)	92,914.87	89,618.52
Cash and cash equivalents (excluding Bank balance other than cash and cash equivalents)	8,880.60	9,496.22
Bank balance which are lien marked for the purpose of borrowings	5,078.03	6,035.32
Net Debt	**78,956.24**	**74,086.98**
Net Debt to Equity Ratio	**2.65**	**2.51**

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Firm Regn. No: 003990S/S200018
CHENNAI

ii Regulatory capital

The company has to mandatorily comply with the capital adequacy requirements stipulated by Reserve Bank of India from time to time. Capital adequacy ratio or capital-to-risk weighted assets ratio (CRAR) is computed by dividing company's Tier I and Tier II capital by risk weighted assets.

Tier I capital comprised of share capital, share premium, retained earnings including current year profit and Tier II capital comprises of provision on standard assets. Tier 1 and Tier 2 has been reported on the basis of Ind AS financial information. Risk weighted assets represents the weighted sum of company's credit exposures based on their risk.

Particulars	Carrying amount	
	Year ended March 31, 2022	Year ended March 31, 2021
Tier I Capital	25,788.32	24,740.66
Tier II Capital	415.73	866.65
Total Capital	**26,204.05**	**25,607.31**
Amount of subordinated debt raised as Tier-II capital	256.20	1,007.92
Risk weighted assets	1,03,434.85	97,395.48
Tier I Capital Ratio (%)	24.93%	25.40%
Tier II Capital Ratio (%)	0.40%	0.89%
Tier Capital Ratio (%)	25.33%	26.29%

45 Investments

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Value of investment		
Gross value of investments		
- In India	1,311.28	380.09
- Outside India	-	-
Provisions for investments		
- In India	-	-
- Outside India	-	-
Net value investments		
- In India	1,311.28	380.09
- Outside India	-	-
Movement of provisions held towards depreciation on investments		
Opening balance	-	-
Add: Provisions made during the year	-	-
Less: Write off/ write back/ reversal of provision during the year	-	-
Closing balance	-	-

PKF SRIDHAR & SANTHANAM LLP Firm Regn. No: 003990S/S200018 CHENNAI

Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
The notional principal of swap agreements	6,639.70	6,726.77
Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	-	-
Collateral required by the Company upon entering into swaps	-	-
Concentration of credit risk arising from the swaps	-	-
The fair value of the swap book (Asset / (Liability))	294.91	231.36

b) Exchange Traded Interest Rate (IR) Derivative

The Company has not entered into any exchange traded derivative. The Company is not carrying out any activity of providing Derivative cover to third parties.

c) Disclosures on Risk Exposure in Derivatives

Qualitative Disclosures:

i) The Company undertakes the derivatives transaction to prudently hedge the risk in context of a particular borrowing or to diversify sources of borrowing and to maintain fixed and floating borrowing mix. The Company does not indulge into any derivative trading transactions. The Company reviews, the proposed transaction and outline any considerations associated with the transaction, including identification of the benefits and potential risks (worst case scenarios); an independent analysis of potential savings from the proposed transaction. The Company evaluates all the risks inherent in the transaction viz., counter party risk, Market Risk, Operational Risk, basis risk etc.

ii) Credit risk is controlled by restricting the counterparties that the Company deals with, to those who either have banking relationship with the Company or are internationally renowned or can provide sufficient information. Market/Price risk arising from the fluctuations of interest rates and foreign exchange rates or from other factors shall be closely monitored and controlled. Normally transaction entered for hedging, will run till its life, irrespective of profit or loss. However in case of exceptions it has to be un-winded only with prior approval of MD/ CFO/ Treasurer. Liquidity risk is controlled by restricting counterparties to those who have adequate facility, sufficient information, and sizable trading capacity and capability to enter into transactions in any markets around the world.

iii) The respective functions of trading, confirmation and settlement should be performed by different personnel. The front office and back-office role is well defined and segregated. All the derivatives transactions is quarterly monitored and reviewed by CFO and Treasurer. All the derivative transactions have to be reported to the board of directors on every quarterly board meetings including their financial positions.

Quantitative Disclosures:

Foreign currency non-repatriate loans availed:

Particulars	As at March 31, 2022	As at March 31, 2021
	Currency Derivatives	
i) Derivatives (Notional Principal Amount)		
- For hedging	6,639.70	6,726.77
ii) Marked to Market Positions		
a) Asset (+) Estimated gain	-	-
b) Liability (-) Estimated loss	294.91	231.36
iii) Credit Exposure	-	-
iv) Unhedged Exposures	-	-

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46 Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016:

S.N.	Particulars	As at March 31, 2022		As at March 31, 2021	
		Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
	Liabilities side:				
1	**Loans and Advances availed by the NBFC inclusive of interest**				
	(a) Debentures				
	- Secured	13,115.26	-	9,311.74	-
	- Unsecured	1,234.28	-	1,634.29	-
	(other than falling within the meaning of public deposits)	-		-	
	(b) Deferred Credits	-	-	-	-
	(c) Term Loans	58,550.28		66,316.21	-
	(d) Inter-Corporate Loans and Borrowings	13,673.06	-	5,388.50	-
	(e) Commercial Paper	500.00	-	-	-
	(f) Public Deposits	-	-	-	-
	(g) Subordinated Liabilities	3,771.01		3,802.06	
	(h) Other Loans	2,762.11	-	3,821.02	-
	Note : Above balances are gross of unamortised processing fee.				
2	**Break-up of (1)(f)above (outstanding public deposits inclusive**				
	(a) In the form of Unsecured debentures	-	-	-	-
	(b) In the form of partly secured debentures i.e debentures where	-	-	-	-
	(c) Other public deposits	-	-	-	-

	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
	Assets side:		
3	**Break-up of Loans and Advances * including Bills Receivables [other than those included in (4) below]:**		
	(a) Secured	660.50	254.31
	(b) Unsecured	1,07,014.48	1,03,667.52
	* *Excludes impairment loss allowance*		
4	**Break up of Leased Assets and Stock on Hire and Other Assets counting towards AFC activities**		
	(i) Lease Assets including Lease Rentals Accrued and Due:		
	a) Financial Lease	-	-
	b) Operating Lease	-	-
	(ii) Stock on Hire including Hire Charges under Sundry Debtors:		
	a) Assets on Hire	-	-
	b) Repossessed Assets	-	-
	(iii) Other Loans counting towards AFC Activities		
	a) Loans where Assets have been Repossessed	-	-
	b) Loans other than (a) above	-	-

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

46 Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
5 Break-up of Investments (net of provision for diminution in value):		
Current Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) commercial paper	-	-
II. Unquoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) pass through certificates	554.34	380.09
b) units of alternative investment fund	-	-
Long Term Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others (please specify)	-	-
II. Unquoted:		
i. Shares		-
a) Equity	756.94	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) pass through certificates	-	-
b) units of alternative investment fund	-	-
c) share warrants	-	-

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Firm Regn. No: 003990S/S200018
CHENNAI

46 **Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company**

6 **Borrower Group-wise Classification of Assets Financed as in (3) and (4) above:**

Category	As at March 31, 2022 (Net of provisions)		As at March 31, 2021 (Net of provisions)	
	Secured	Unsecured	Secured	Unsecured
1. Related parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	654.08	1,00,268.29	244.26	95,729.72
	654.08	**1,00,268.29**	**244.26**	**95,729.72**

7 **Investor Group-wise Classification of all Investments (Current and Long Term) in Shares and Securities (both Quoted and Unquoted)**

Category	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2022	Book Value as on March 31, 2022 (Net of provisions)	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2021	Book Value as on March 31, 2021 (Net of provisions)
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same Group	1,311.3	1,311.3	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	-	-	-	-
	1,311	**1,311**	-	-

8 **Other Information**

Particulars	As at March 31, 2022		As at March 31, 2021	
	Related Parties	Other than Related Parties	Related Parties	Other than Related Parties
(i) Gross Non-Performing Assets (stage 3 assets)	-	10,004.62	-	9,930.35
(ii) Net Non-Performing Assets (stage 3 assets)	-	4,463.75	-	4,389.15
(iii) Assets Acquired in Satisfaction of Debt	-	-	-	-

Note : NPA contracts represents the Stage 3 contracts. Also this excludes the impact of the fair value changes on the financial assets.
Also refer Note 34.

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Firm Regn. No: 003990S/S200018
CHENNAI

47A Asset Liability Management

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2022

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	1,873.34	563.17	1,996.74	3,273.90	7,388.18	10,366.60	17,713.42	31,958.29	-	-	75,133.63
Market borrowings (debt securities)	-	-	33.51	200.00	1,101.56	2,708.59	4,016.16	6,789.74	-	-	14,849.56
Subordinate Liabilities	-	-	-	-	1,800.00	1,200.00	-	771.00	-	-	3,771.00
Total	**1,873.34**	**563.17**	**2,030.25**	**3,473.90**	**10,289.74**	**14,275.19**	**21,729.58**	**39,519.03**	**-**	**-**	**93,754.19**
Assets											
Advances	1,121.47	1,673.97	2,139.73	5,095.04	5,618.75	17,151.74	30,822.42	35,747.38	3,651.37	4,902.69	1,08,344.69
Investments	-	-	65.35	63.20	62.49	191.82	171.48	-	-	756.94	1,311.28
Total	**1,121.47**	**1,673.97**	**2,225.08**	**5,558.24**	**5,681.24**	**17,343.56**	**30,993.95**	**35,747.38**	**3,651.37**	**5,659.63**	**1,09,655.88**

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2021

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	2,553.71	742.96	1,939.69	3,958.90	11,820.42	10,315.46	18,032.51	26,371.38	-	-	75,735.03
Market borrowings (debt securities)	315.14	-	-	-	1,600.00	281.73	4,500.00	4,215.33	-	-	10,912.20
Subordinate Liabilities	-	-	-	-	-	-	-	3,767.78	-	-	3,767.78
Total	**2,868.85**	**742.96**	**1,939.69**	**3,958.90**	**13,420.42**	**10,597.19**	**22,532.51**	**34,354.49**	**-**	**-**	**90,415.01**
Assets											
Advances	609.92	991.13	4,615.46	5,330.14	5,467.47	16,312.29	28,166.46	33,158.15	10,058.52	-	1,04,513.54
Investments	-	-	52.79	48.83	43.17	117.56	117.74	-	-	-	380.09
Total	**609.92**	**991.13**	**4,668.25**	**5,382.97**	**5,510.64**	**16,229.85**	**28,284.20**	**33,158.15**	**10,058.52**	**-**	**1,04,893.63**

Note:

- The balances are gross of impairment loss allowance
- Above balances are gross of unamortised component of sourcing cost/ income which is adjusted as part of loan/borrowing balances.
- Principal and interest amounts has been moved to higher bucket based on RBI/DNBR/2016-17/45 Master Direction DNBR.PD.008/03.10.119/2016-17 dated Sept 1, 2016
- Estimated cashflows considering the moratorium given to the customers/ moratorium obtained from lenders.
- The Company has not classified any of its borrowings as unitedlinitely due during the year due to breach of covenants since the management is confident that there will not be any recall of such loans based on their discussion with lenders

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Firm Regn. No: 003990S/S200018
CHENNAI

47B Public disclosure on Liquidity risk management

i. Funding concentration based on significant Counterparty *(both deposits and borrowings)

As at March 31, 2022

Number of significant counterparties	Amount (₹ in Crore)	% of Total Borrowings	% of Total Liabilities
20	832.64	90%	87%

As at March 31, 2021

Number of significant counterparties	Amount (₹ in Crore)	% of Total Borrowings	% of Total Liabilities
20	697.58	78%	74%

ii. Top 20 large deposits (amount in ₹ Crore and % of total deposits)-

Not applicable The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits

iii. Top 10 borrowings (amount in ₹ Crore and % of total borrowings)

As at March 31, 2022

Amount (Rs in Crore)	% of Total Borrowings
437.94	47.13%

As at March 31, 2021

Amount (Rs in Crore)	% of Total Borrowings
546.22	61.00%

iv. Funding concentration based on significant instrument / product*

As at March 31, 2022

Name of the instrument/ product	Amount (₹ in Crore)	% of Total Liabilities
Term Loan from others	372.15	40.05%
Term Loan from banks	142.47	15.33%
Term Loan from Related parties	105.35	11.34%
Secured Debentures from Others	89.54	9.64%
External commercial borrowings	66.40	7.15%
Secured Debentures from Related Parties	40.45	4.35%
Debentures	32.68	3.52%
Loan repayable on demand from related parties	30.70	3.30%
Loan repayable on demand from others	13.77	1.48%
Securitization borrowings	13.70	1.47%
Unsecured Debentures from others	12.08	1.30%
Subordinate Term Loan from banks	5.00	0.54%
Commercial Paper	4.85	0.52%

As at March 31, 2021

Name of the instrument/ product	Amount (₹ in Crore)	% of Total Liabilities
Term Loan from others	354.90	39.60%
Term Loan from banks	236.51	26.39%
Term Loan from Related parties	48.40	5.40%
Secured Debentures from Others	35.01	3.91%
External commercial borrowings	67.27	7.51%
Secured Debentures from Related Parties	57.48	6.41%
Debentures	32.60	3.64%
Loan repayable on demand from related parties	5.00	0.56%
Loan repayable on demand from others	3.19	0.36%
Securitization borrowings	34.74	3.88%
Unsecured Debentures from others	16.00	1.79%
Subordinate Term Loan from banks	5.07	0.57%

v. Stock Ratios

As at March 31, 2022

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	0.052%	0.500%	0.390%
Non-convertible debentures (original maturity of less than one year)	2.150%	2.080%	2.000%
Other short-term liabilities	1.910%	1.840%	1.410%

As at March 31, 2021

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	0%	0%	0%
Non-convertible debentures (original maturity of less than one year)	0%	0%	0%
Other short-term liabilities	3.04%	2.90%	2.20%

vi. Institutional set-up for liquidity risk management

The Company's Board of Directors has the overall responsibility of management of liquidity risk. The Board decides the strategic policies and procedures of the Company to manage liquidity risk in accordance with the risk tolerance/limits decided by it

The Company also has a Risk Management Committee, which is a sub committee of the Board and is responsible for evaluating the overall risk faced by the Company including liquidity risk. Asset Liability Management Committee (ALCO) of the Company is responsible ensuring adherence to the risk tolerance/limits as well as implementing the liquidity risk management strategy of the Company.

*Notes

1. A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs
2. A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.
3. Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus.
4. "Public funds" shall include funds raised either directly or indirectly through public deposits, commercial paper, debentures, inter-corporate deposits and bank finance but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 10 years from the date of issue as defined in Regulatory Framework for Core Investment Companies issued vide Notification No. DNBS (PD) CC.No. 206/03.10.001/2010-11 dated January 5, 2011.

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

48 Disclosure of frauds reported during the year ended March 31, 2022

Particulars	Less than INR 1 Lakh		More than INR 1 Lakh less than INR 25 Lakh		Above INR 25 Lakh		Total	
	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs
Person involved:								
Staff	29	4.88	8	59.30	-	-	37	64.18
(Previous year)	(22)	(6.63)	(8)	(14.96)	-	-	(30)	(21.59)
Outsiders	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Type of fraud:								
Misappropriation and criminal breach of trust, manipulation of books of accounts, cheating and forgery	29	4.88	8	59.30	-	-	37	64.18
(Previous year)	(22)	(6.63)	(8)	(14.96)	-	-	(30)	(21.59)
Others	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Total	**29**	**4.88**	**8**	**59.30**	**-**	**-**	**37**	**64.18**

The above summary with respect to fraud is based on the information available with the Company which has been relied upon by the auditors. Numbers in bracket represent previous year balances.



49 Exposure to Real estate sector

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
A. Direct Exposure		
i. Residential Mortgages -	-	-
(Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented,		
ii. Commercial Real Estate –		
(Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises,	-	-
iii. Investments in Mortgage Backed Securities (MBS) and other securitised exposures –		
a) Residential (refer note below)	-	-
b) Commercial Real Estate	-	-

50 Exposure to capital market

The Company's entire loan portfolio (Loans) is unsecured except to the extent of Jewel loans. Further the loans are made to individuals/group of individuals only. Also, the Company has made investments in current year and previous year only in pass through certificate. Accordingly, disclosures in relation to capital markets is not applicable.

51 Disclosures relating to Direct Assignment and Securitisation

Disclosure pursuant to Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 vide RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

i) Details of loans transferred during the year				
sl no	Particulars	To ARCs	To permitted transferees	To other transferees
1	No: of accounts	Nil	23791	Nil
2	Aggregate principal outstanding of loans transferred	Nil	5443.79	Nil
3	Sale Consideration	Nil	6004.21	Nil
4	Number of Transactions	Nil	4	Nil
5	Weighted average residual tenor of the loans transferred (in months)	Nil	14.39	Nil
6	Weighted average holding period after origination (in Months)	Nil	9.35	Nil
7	Net book value of loans transferred (at the time of transfer	Nil	6671.34	Nil
8	Retention of beneficial economic interest	Nil	10%	Nil
9	Aggregate consideration	Nil	6004.21	Nil
10	rating-wise distribution of rated loans	Nil	NA	Nil
11	Additional consideration realized in respect of accounts transferred in earlier yea	Nil	Nil	Nil
12	instances where it has agreed to replace loans transferred to transferee	Nil	Nil	Nil
13	pay damages arising out of any representation or warranty	NA	NA	NA
14	coverage of tangible security coverage	NA	NA	NA
ii) The company has not acquired any loans through assignment this year				
iii) The company has not transferred any non performing assets this year				
iv) The company has not acquired any stressed loan this year				



51 Disclosures relating to Direct Assignment and Securitisation (Continued)

51.2 Details of securitisation transactions undertaken

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
1. No of SPVs sponsored by the NBFC for securitisation transactions	2	3
2. Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	1,725.80	4,232.58
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	315.45	780.63
Others	462.87	730 81
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	-	-

52 Details of non- performing financial assets purchases / sold

The Company has neither purchased nor sold any non- performing financial assets during the previous year.

53 Details of financing of Parent Company products

The Company has no expposures in this regard and accordingly disclosures in relation to this is not applicable.

54A Details of Single Borrower Limits (SBL)/ Group Borrower Limits (GBL) exceeded

The Company has not exceeded the single borrower limit as set by Reserve Bank of India for the year ended March 31, 2022 and March 31, 2021

54B Unsecured Advances - Refer Note 7

55 Advances against Intangible Securities

The Company has not given any loans against intangible securities

56 Registration/ licence/ authorisation obtained from other financial sector regulators :

Regulator	Registration Number
Ministry of Corporate Affai	U65991TN1993PTC024547
Reserve Bank of India	B-07-00627

Registration / Licence	Authority issuing the registration / license	Registration / Licence reference
Certificate of Registration	Reserve Bank of India	B-07-00627 dated March 28, 2019

57 Penalties imposed by RBI and other regulators

No penalties have been imposed by RBI and Other Regulators during the year ended March 31, 2022 and year ended March 31, 2021

58 Exposure to Perpetual Debt Instruments (PDI)

The Company does not have any exposure to Perpetual Debt Instruments (PDI) during the year ended March 31, 2022 and March 31, 2021.

PKF SRIDHAR & SANTHANAM LLP Firm Regn. No: 003990S/S200018 CHENNAI

59 Ratings

Particulars	Rating agency	Date of Rating	Year ended March 31, 2022	Year ended March 31, 2021
Bank facilities	CARE	30-Dec-21	BBB	BBB
	ICRA		-	BBB
	CRISIL	12-Mar-22	BBB+	-
	ACUITE	29-Mar-22	A-	-
Subordinated debt issue	ICRA		-	BBB
Subordinated debt issue	CRISIL	12-Mar-22	BBB+	-
Commercial Paper	ACUITE	29-Mar-22	A2+	-
Non-convertible debentures - Long Term	CARE	30-Dec-21	BBB	BBB
Non-convertible debentures - Short Term	ICRA		-	BBB
Non-convertible debentures - Long Term	ACUITE	29-Mar-22	A-	-
Non-convertible debentures - Short Term	ACUITE	29-Mar-22	A2+	-
Non-convertible debentures (MLD) - Long Term	ACUITE	29-Mar-22	A-	-
Non-convertible debentures (MLD) - Long Term	CRISIL	12-Mar-22	BBB+ R	-
Non-convertible debentures - Long Term	BRICKWORK	29-Oct-21	BBB+	-
Securitization	CARE	01-Feb-22	-	A (SO)
			-	BBB+ (SO)
	CARE	01-Feb-22	-	A (SO)
			-	BBB (SO)
	CARE	01-Feb-22	A (SO)	A - (SO)
			BBB (SO)	BBB (SO)

60 Provisions and contingencies

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Impairment on financial assets*	6,752.60	7,947.85
Provision for guarantee	74.17	289.84
Provision for Gratuity	18.73	110.26
Provision for Leave Encashment	53.17	55.78
Provision for service tax liability	18.75	18.75

* Includes impairment on financial assets (stage 3) amounting to INR 5540.87 lakhs (March 31, 2021. INR 5541.20 lakhs). Also refer note 34.

61 Draw down from reserves

The Company has not made any drawdown from extsting reserves during the year ended March 31, 2022 and March 31, 2021.

62 Concentration of advances

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Total advances to twenty largest borrowers	93.30	99.08
Percentage of advances to twenty largest borrowers to total advances	0.09%	0.06%

63 Concentration of exposures

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Total exposure to twenty largest borrowers	89.85	81.57
Percentage of exposures to twenty largest borrowers to total exposure	0.08%	0.08%

64 Concentration of NPA Contracts*

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Total exposure to top four NPA accounts	9.31	25.88

** represents stage 3 contracts*

65 Sector-wise NPAs (Percentage of NPA's to total advances in that sector)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Agriculture and allied activities	0.25%	0.60%
MSME	0.23%	0.10%
Services	0.05%	0.28%
Unsecured personal loans	0.21%	1.02%
Other loans	7.82%	10.40%

The above Sector-wise NPA and advances are based on the data available with the Company which has been relied upon by the auditors Also NPA contracts represents the Stage 3 contracts.

PKF SRIDHAR & SANTHANAM LLP Firm Regn. No: 003990S/S200018

66 **Movement of Non-Performing Assets (NPA's)**

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(a) Net NPAs to net advances (%) (Net of provision for NPAs)	4.34%	4.36%
(b) Movement of gross NPAs		
Opening balance	9,930.35	2,756.23
Additions during the year	7,633.03	8,290.54
Reductions during the year	(7,558.76)	(1,116.41)
Closing balance	**10,004.62**	**9,930.35**
(c) Movement of net NPAs		
Opening balance	4,389.15	932.66
Additions during the year (net)	3,207.56	3,708.72
Reductions during the year	(3,132.95)	(252.23)
Closing balance	**4,463.75**	**4,389.15**
(d) Movement of provisions for NPAs (excluding contingent provisions against standard assets)		
Opening balance	5,541.20	1,823.56
Provisions made during the year	4,425.47	4,581.82
Write-off / write-back of excess provisions	(4,425.81)	(864.18)
Closing balance	**5,540.87**	**5,541.20**

Note : NPA contracts represents Stage 3 contracts and the NPA Provision represents the Loss allowance on Stage 3 contracts. This is based on the yearly movement of NPA accounts. The Net advance is arrived at by adding back processing fee and deducting NPA provision to gross loans.

Movement of provisions held towards guarantees		
Opening balance	289.84	285.72
Add: Provisions made during the year	-	4.12
Less: Write off/ write back/ reversal of provision during the year	215.67	-
Closing balance	**74.17**	**289.84**

Note : The above disclosure also includes the loss allowance towards undrawn loans

67 **Overseas assets (for those with joint ventures and subsidiaries abroad)**
There are no overseas asset owned by the Company

68 **Off-balance sheet SPVs sponsored**
There are no SPVs which are required to be standalone as per accounting norms.

69 **Customer complaints**

	Year ended March 31, 2022	Year ended March 31, 2021
No. of complaints pending at the beginning of the year	11	8
No. of complaints received during the year	776	519
No. of complaints redressed during the year	787	516
No. of complaints pending at the end of the year	-	11

The above details are based on the information available with the Company regarding the complaints received from the customers which has been relied upon by the auditors.



70 Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated (Continued)

Type of Restructuring		Other than CDR and SME Debt Restructuring					Total				
Asset Classification details		Standard	Sub-standard	Doubtful	Loss	Total	Standard	Sub-standard	Doubtful	Loss	Total
Restructured assets as on April 1, 2021	No.of borrowers	19,168	3,858	7	-	23,033	19,168	3,858	7	-	23,033
	Amount Outstanding	4,700.27	1,061.94	1.49	-	5,763.70	4,700.27	1,061.94	1.49	-	5,763.70
	Provision there on	924.49	478.13	0.68	-	1,403.30	924.49	478.13	0.68	-	1,403.30
Fresh restructuring during the year	No.of borrowers	37,060	3,500		-	40,560	37,060	3,500	-	-	40,560
	Amount Outstanding	7,749.01	1,022.86		-	8,771.87	7,749.01	1,022.86	-	-	8,771.87
	Provision there on	616.08	412.51		-	1,028.60	616.08	412.51	-	-	1,028.60
Upgradations to restructured standard category during the year	No of borrowers	1,487	(1,480)	(7)	-	-	1,487	(1,480)	(7)	-	-
	Amount Outstanding	386.81	-385.32	-1.49	-	-	386.81	-385.32	-1.49	-	-
	Provision there on	175.23	-174.55	-0.68	-	-	175.23	-174.55	-0.68	-	-
Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the financial year and hence need not be shown as restructured standard advances at the beginning of the next financial year	No.of borrowers				-	-	-	-	-	-	-
	Amount Outstanding				-	-	-	-	-	-	-
	Provision there on				-	-	-	-	-	-	-
Downgradation of restructured accounts during the year	No.of borrowers	(11,298)	11,152	146	-	-	(11,298)	11,152	146	-	-
	Amount Outstanding	-2,624.21	2,591.79	32.42	-	-	-2,624.21	2,591.79	32.42	-	-
	Provision there on	-552.91	545.96	6.95	-	-	-552.91	545.96	6.95	-	-
Write off / repaid restructured accounts during the year	No.of borrowers	(2,956)			-	(2,956)	(2,956)	-	-	-	(2,956)
	Amount Outstanding/Amout	-1,210.63	295.49	7.26	-	-907.88	-1,210.63	295.49	7.26		-907.88
	Provision there on/reversed there on	-445.13	1,365.39	19.07	-	939.33	-445.13	1,365.39	19.07	-	939.33
Restructured accounts as on March 31, 2021	No.of borrowers	43,461	17,030	146	-	60,637	43,461	17,030	146	-	60,637
	Amount Outstanding	9,001.26	4,586.75	39.68	-	13,627.69	9,001.26	4,586.75	39.68	-	13,627.69
	Provision there on	717.76	2,627.44	26.02	-	3,371.22	717.76	2,627.44	26.02	-	2,431.89

Disclosure as per format prescribed under notification RBI/2020-21/16 DOR No BP.BC/3/21.04.048/2020-21 dated 06th August 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 in respect of Resolution Framework I and Resolution Framework II, respectively for Covid Related stress, for the year ended 31 March 2022 (Refer Note 75)



71 Disclosure under clause 28 of the Listing Agreement for Debt Securities

S.No.	Particulars	As at March 31, 2022	As at March 31, 2021
a)	Loans and advances in the nature of loans to subsidiaries	-	-
b)	Loans and advances in the nature of loans to associates	-	-
c)	Loans and advances in the nature of loans where there is -		
	(i) no repayment schedule or repayment beyond seven years	-	-
	(ii) no interest or interest below section 186 of Companies Act, 2013	-	-
d)	Loans and advances in the nature of loans to firms/companies in which directors are interested	-	-

72 Disclosure under clause 16 of the Listing Agreement for Debt Securities
The listed debentures are secured by way of a first and pari passu hypothecation of Loans (Also refer Note 14 to the financial statements)

73 Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2020 for the year ended March 31, 2022.

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS*	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	91,636.96	548.68	91,088 28	366.55	182.13
	Stage 2	6,033.40	663.05	5,370 35	24.12	638.93
Sub total		**97,670.36**	**1,211.73**	**96,458.63**	**390.66**	**821.07**
Non Performing Assets (NPA)						
Sub-standard	Stage 3	9,379.21	5,141.97	4,237.24	937.92	4,204.05
Doubtful - upto 1 year	Stage 3	625.41	398.90	226.51	625.41	-226.51
1 - 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Loss Assets	Stage 3	-	-	-	-	-
Subtotal for NPA		**10,004.62**	**5,540.87**	**4,463.75**	**1,563.33**	**3,977.54**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		-	-	-	-	-
Total						
	Stage 1	91,636.96	548.68	91,088.28	366.55	182.13
	Stage 2	6,033.40	663.05	5,370.35	24.12	638.93
	Stage 3	10,004.62	5,540.87	4,463.75	1,563.33	3,977.54
Total		**1,07,674.98**	**6,752.60**	**1,00,922.37**	**1,953.99**	**4,798.61**

In terms of the requirement as per RBI notifications no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated March 13, 2020 on implementation of Indian accounting standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income recognition, Asset Classification and Provisioning (IRACP) Norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning as at March 31, 2021 and accordingly, no amount is required to be transferred to impairment reserve.)

PKF SRIDHAR & SANTHANAM LLP Firm Regn. No: 003990S/S200018

73 Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2020 for the year ended March 31, 2021

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind As	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	72,123.86	571.89	71,551.97	293.34	282.65
	Stage 2	8,244.27	1,686.12	6,558.15	479.35	1,212.87
Sub total		**80,368.13**	**2,258.01**	**78,110.12**	**772.70**	**1,495.52**
Non Performing Assets (NPA)						
Substandard	Stage 3	7,025.09	3,529.90	3,495.19	702.51	2,827.39
Doubtful - upto 1 year	Stage 3	817.97	364.69	453.28	163.59	201.47
1 - 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Loss Assets	Stage 3	1,128.31	1,128.31	-	1,128.31	
Subtotal for NPA		**8,971.37**	**5,022.90**	**3,948.47**	**1,994.41**	**3,028.86**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	14,410.07	42.56	14,367.51	-	42.56
	Stage 2	550.18	106.08	444.10	-	106.08
	Stage 3	1,029.62	518.30	511.32	-	518.30
Sub total		**15,989.87**	**666.94**	**15,322.93**	-	**666.94**
Total						
	Stage 1	86,533.93	614.45	85,919.48	293.34	321.11
	Stage 2	8,794.45	1,792.20	7,002.25	479.35	1,312.85
	Stage 3	10,000.99	5,541.20	4,459.79	1,994.41	3,546.79
Total		**1,05,329.37**	**7,947.85**	**97,381.52**	**2,767.11**	**5,180.74**



74 i) **Disclosure as per format prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21.04 048/2020-21 dated 06th August 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 in respect of Resolution Framework I and Resolution Framework II, respectively, for Covid Related stress, for the year ended 31 March 2022**

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan **
Personal Loans	**56,685**	**12,928.65**	**-**	**570.42**	**-**
- Corporate persons*	-	-	-	-	-
- Of which, MSMEs	-	-	-	-	-
- Others	56,685	12,928.65	-	570.42	-
Total	**56,685**	**12,928.65**	**-**	**570.42**	**-**

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

** The Company has made provision for impairment loss allowance (as per Expected credit loss model) for the period ended 31 March 2021

Disclosure as per RBI Notification RBI/2018-19/100 DBR.No.BP.BC.18/21.04.048/2018-19 dated January 1, 2019 extended via RBI notification RBI/2019-

Disclosure as per prescribed format for the year ended March 31, 2022:

No. of Accounts restructured	Amount
1,375	340.38

Note: Auditors have solely relied on MSME classification performed by the management

75 **Impact of Covid 19**

The outbreak of the COVID-19 pandemic contributed to considerable volatility in the global economy. Various measures were taken by the Government and Regulator to ameliorate the impact of the pandemic including but not limited to announcement of National Lockdowns in the initial phases and subsequently, regional restrictions imposed to curb the spread of the pandemic. However, with the impact of the pandemic reducing significantly over the past months, most of the restrictions have been lifted.

Estimates and associated judgments / assumptions applied in preparation of these financial results including determining the impairment loss allowance and expected future cash inflows / outflows are based on a combination of historical experience and emerging / forward looking indicators resulting from the ongoing pandemic and accordingly the company has recognized an expected credit loss on loans (including write offs) amounting to INR 6006.8 lakhs during the current year (Year ended 31 March 2021 - INR 5,279 lakhs). The Company will continue to monitor any material changes to the future economic conditions.

76 **Business acquisition of Varam Capital Private Limited**

In April 2019, the Company acquired business of Varam Capital Private Limited. The Company has followed purchase method as envisaged in Ind AS 103 to record this transition. Under the purchase method of accounting, the total price is allocated to the assets acquired and liabilities based on the fair value estimation of asset valuations and liabilities assumed.

The business combination will enable the Company to expand its base and strengthen its presence across various other geographies where it did not have presence earlier. Consequently, the excess of purchase consideration over the fair value of assets acquired has been attributed to goodwill.

The following is the purchase price allocation based on the valuation performed as at April 1, 2019:

Particulars	Total
Purchase consideration*	**1,475.00**
The assets and liabilities recognized as a result of acquisition is as follows:	
Assets taken over	4,482.22
Liabilities taken over	(4,344.60)
Intangible assets acquired	
Customer acquisition and customer contracts	853.17
Software	293.17
Goodwill	191.04
Net identifiable assets acquired	**1,475.00**

* includes inter corporate deposit amounting to INR 1,000 Lakhs adjusted as part of the purchase consideration.

SRIDHAR & SANTHANAM Firm Regn. No: CHENNAI

77 Other statutory disclosures

a) There were no acquisitions through business combinations, change due to revaluation and changes due to impairment losses in current and previous years.

b) The borrowing from banks and financial institutions have been used for the purposes for which it was taken as at the balance date.

c) The Company does not have any Benami property where any proceeding has been initiated or pending against the company to holding any Benami property.

d) The company has verified for transactions with Struck-off companies by comparing company's counter parties with publicly available database of struck of companies through a manual name search. Based on such a manual search, no party identified to be reported in the financial statements.

e) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

f) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

g) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee security or the like to or on behalf of the Ultimate Beneficiaries.

h) The Company has not received any fund from any person(s) or entity (ies), including foreign entities (Funding Party) with to understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

i) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any of relevant provisions of the Income Tax Act, 1961

j) Title deeds of immovable property are held in the name of the company.

78 Previous period's figures have been regrouped / reclassified wherever necessary, to confirm with the current period presentation.

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. [illegible]

Place : Dubai
Date : 27 May 2022

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place : Chennai

77 Other statutory disclosures

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i) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any of relevant provisions of the Income Tax Act, 1961

j) Title deeds of immovable property are held in the name of the company.

78 Previous period's figures have been regrouped / reclassified wherever necessary, to confirm with the current period presentation.

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Dubai
Date : 27 May 2022

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
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Place : Chennai

LVLN Murty
Managing Director & CEO
DIN : 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

S. Balaji
Company Secretary
Membership No. A22951
Place : Chennai

PKF SRIDHAR & SANTHANAM LLP
Firm Regn. No: 003990S/S200018
CHENNAI

Independent Auditors' Report to the Members of Dvara Kshetriya Gramin Financial Services Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company"), which comprise the standalone balance sheet as at 31 March 2023, and the standalone statement of Profit and Loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, and profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of matter

We draw your attention to the following

1. Note 75 about the uncertainties prevailing on the balance sheet date on the recoverability of the company's loans and advances on account of the COVID-19 impact. The estimates and assumptions made by management in determining the impairment provision required for these loans are subject to matters that are outside the control of the Company and hence actual results may vary from these estimates.
2. Note 76 on the accounting treatment for Business Transfer Agreement (BTA) entered into with Saija to acquire the assets and liabilities through a slump sale and the Share Purchase Agreement entered into with the Shareholders of Saija.

Our opinion is not modified in respect of these matters.

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REGISTRATION NO. WITH ICAI - 003990S/S200018

Key Audit Matters

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

Key Audit Matter	How the matter was addressed
Recognition and measurement of impairment of loans Management estimates impairment provision using Expected Credit loss (ECL) model for the loan exposure. Recognition and measurement of impairment of loans involve significant management judgement based on a range of factors. The Company's impairment allowance is derived from estimates including historical default and loss ratios. Estimation includes timely identification and classification of the impaired loans. Collective impairment allowances are calculated using ECL model which approximate credit conditions on homogenous portfolios of loans. The determination of impairment loss allowance is inherently judgmental and relies on managements' best estimate due to the following: 1. Segmentation of loans given to the customer 2. Criteria selected to identify significant increase in credit risk. 3. Increased level of data inputs for capturing the historical data to calculate the Probability of Default ('PDs') and Loss Given Default ("LGD") and the completeness and accuracy of that data 4. The disclosures made in Financial Statements for ECL especially in relation to judgements and estimates by the Management in determination of the ECL. The aforesaid involves significant management estimates/ judgements and hence identified as Key Audit Matter (KAM).	In view of the significance of the matter, the following key audit procedures were performed by us: Our audit procedures in relation to expected credit losses were focused on obtaining sufficient appropriate audit evidence as to whether the expected credit losses recognised in the financial statements were reasonable and the related disclosures in the financial statements made by the management were adequate. These procedures included, but not limited, to the following: • Examined Board Policy approving the methodology for computation of ECL that address policies, procedures and controls for assessing and measuring credit risk on all lending exposures, commensurate with the size, complexity and risk profile specific to the Company. • Evaluated the design and operating effectiveness of controls across the processes relevant to ECL. These controls, among others, included controls over the allocation of assets into stages including management's monitoring of the need for post model adjustments, model validation, recording of accounting entries and disclosures. • Assessed the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. • Obtained an understanding of the model adopted by the Company for calculation of expected credit loss. Tested, on sample basis, the arithmetical calculation of the workings, the input and historical data used for determining the PD and LGD and agreed the data with the underlying books of accounts and records.

Key Audit Matter	How the matter was addressed
	• Performed an overall assessment of the ECL provision at each stage to determine if they were reasonable considering the Company's portfolio, risk profile and the macroeconomic environment. • Assessed the adequacy and appropriateness of disclosures in compliance with the Ind AS 107 on ECL especially in relation to judgements used in estimation of ECL provision

Information Other than the Standalone Financial Statements and Auditors' Report Thereon

The Company's Management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report / Directors report but does not include the financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

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

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

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

Responsibilities of the Management and Board of Directors for Standalone Financial Statements

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

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

- Obtain an understanding of internal financial 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 with reference to the standalone financial statements 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 and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
(c) The standalone Balance Sheet, the standalone Statement of Profit and Loss (including other comprehensive income), the standalone Statement of Changes in Equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.
(d) In our opinion, the aforesaid standalone financial statements comply with the (Ind AS) specified under Section 133 of the Act.
(e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
(f) With respect to the adequacy of the internal financial controls with reference to the standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
   i. The Company has disclosed the impact of pending litigations as at 31 March 2023 on its financial position in its standalone financial statements – Refer Note 36 to the standalone financial statements;
   ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 12 to the standalone financial statements;
   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2023; and
   iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate

Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The Company has not paid/declared any dividend during the financial year. Accordingly, reporting on compliance with the provisions of Section 123 of the Act is not applicable.

vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

3. Since the Company is a private limited company, the provisions of Section 197 of the Act are not applicable to it. Accordingly, reporting on the compliance with the provisions of Section 197 of the Act is not applicable.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

P. Devi

P Devi
Partner
Membership No. 223137
UDIN: 23223137BGYLQP6437

Place: Chennai
Date: 25 May 2023

Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company") on the standalone financial statements as of and for the year ended 31 March 2023.

(i) (a)

(A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets

(b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all Property, Plant and Equipment are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain Property, Plant and Equipment were physically verified by the management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) The Company does not have any immovable property (other than immovable property where the Company is the lessee and the lease agreements are duly executed in favour of the lessee).

In respect of immovable properties of land and building that have been taken on lease and disclosed as leasehold lands / buildings under property, plant & equipment / right of use assets in the standalone financial statements, the lease agreements are in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets / Property, Plant and Equipment (including Right of Use assets) and intangible assets during the year and hence this clause is not applicable to the Company.

(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and rules made thereunder.

(ii)

a) The Company does not have any tangible inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.

b) Based on our audit procedures & according to the information and explanation given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

(iii) Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties in respect of which, our comments are as follows.

(a) Company's principal business is to give loans and hence this clause3 (iii) (a) is not applicable

(b) Based on our audit procedures and according to the information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the Company's interest.

PKF SRIDHAR & SANTHANAM LLP FIRM REGN No. 003990S/S200018 CHENNAI

(c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated. Note 3.6 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loans assets. In accordance with that policy, loan assets with balances as at March 31, 2023, aggregating ₹ 6572.93 lakhs were categorised as credit impaired ("Stage 3") and ₹ 1,753.77 lakhs were categorised as those where the credit risk has increased significantly since initial recognition ("Stage 2"). Disclosures in respect of such loans have been provided in Note 34(i) to the Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating ₹ 1,54,924.85 lakhs, where credit risk has not significantly increased since initial recognition (categorised as "Stage 1"), delay in the repayment of interest and/or principal in respect of loans aggregating to ₹ 1,028.58 lakhs was also identified. In all other cases, the repayment of principal and interest is regular. Having regard to the nature of the Company's business and the volume of information involved, it is not practicable to provide an itemised list of loan assets where delinquencies in the repayment of principal and interest have been identified.

(d) The total amount overdue for more than ninety days, in respect of loans and advances in the nature of loans, as at the year-end is ₹ 6572.93 lakhs. Reasonable steps are being taken by the Company for recovery of the principal and interest as stated in the applicable Regulations and Loan agreements.

(e) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(e) of the Order is not applicable

(f) Based on our audit procedures and according to the information and explanation given to us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment and hence the question of aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause 76 of section 2 of the Companies Act, 2013 does not arise. Accordingly, paragraph 3(iii)(f) of the Order is not applicable.

(iv) In our opinion and according to the information and explanation given to us, the Company has complied with provisions of Section 185 and 186 of the Act with respect of making investments. The company has not granted loans, provided guarantees, and securities, as applicable to the parties covered under this section.

(v) Based on our audit procedures & according to the information and explanation given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of the Act and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder except in the case of wealth management product Dvara Sampoorna Sampath Plan (DSSP) operated by the Company for which RBI had raised supervisory concerns. RBI vide its letter dated 28th April 2023 had asked the company to stop the said transactions as it is in violation of condition 5 of CoR (acceptance of deposits). Company is in the process of complying with the same.

(vi) The Company is not required to maintain cost records specified by the Central Government under sub section (1) of section 148 of the Act. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.



(vii)

(a) According to the information and explanations given to us and the records of the Company examined by us, *except for a few delays*, the Company has been regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues as applicable with the appropriate authorities.

According to the information and explanation given to us and the records of the Company examined by us, no undisputed amounts payable in respect of Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears, as at 31 March 2023 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no statutory dues referred to in sub-clause (a) as at 31 March 2023, which have not been deposited with the appropriate authorities on account of any dispute, except as stated below:

Name of the Statute	Nature of Dues	Amount demanded (net of amt paid) Rs lakhs	Amount paid Rs lakhs	Period to which amount relates	Forum where dispute is pending
Finance Act 1994 – Service Tax	Service tax Arrears	63.61	2.68	April 2010 to April 2015	Customs, Exercise & Service tax Appellate Tribunal

(viii) Based on our audit procedures and as per the information and explanations given by the management, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, paragraph 3(viii) of the order is not applicable to the Company.

(ix)

(a) Based on our audit procedures and as per the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender.

(b) According to the information and explanations given to us, the Company is not a declared willful defaulter by any bank or financial institution or other lender. Accordingly, paragraph 3(ix)(b) of the Order is not applicable to the Company.

(c) According to the information and explanations given to us and the records of the Company examined by us, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanations given to us and the records of the Company examined by us, no funds raised on short term basis have been utilized for long term purposes.

(e) According to the information and explanations given to us and the records of the Company examined by us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate company. Accordingly, paragraph 3(ix)(e) of the Order is not applicable to the Company.

(f) According to the information and explanations given to us and the records of the Company examined by us, the Company has not raised any loans during the year on pledge of securities held in its associate company. Accordingly, paragraph 3(ix)(f) of the Order is not applicable to the Company.

(x)

(a) The Company has not raised any money during the year by way of initial public offer/further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us, the Company has made private placement of Compulsorily Convertible Preference shares in compliance with section 42 of the Act and the funds have been used for the purpose for which it was raised

(xi)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, we report that no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

(c) To the best of our knowledge and belief and according to the information and explanations given to us, we report that no whistle blower complaints were received during the year by the Company.

(xii) The Company is not a Nidhi company in accordance with Nidhi Rules 2014. Accordingly, paragraph 3(xii)(a) to (c) of the Order is not applicable.

(xiii) Based on our audit procedures and according to the information and explanations given to us, all the transactions entered into with the related parties during the year are in compliance with Section 177 and Section 188 of the Act where applicable and the details have been disclosed in the standalone financial statements as required by the Indian accounting standard Related Party Disclosures (Ind AS 24)

(xiv)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the reports of the Internal Auditors for the period under audit.

(xv) On the basis of the information and explanations given to us, in our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi)

(a) Based on our audit procedures and according to the information and explanations given to us, the Company is engaged in the business of Non-Banking Financial Institution and has obtained a valid certificate of registration as required under Section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934).

(b) Based on our audit procedures and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable to the Company.

(c) Based on our audit procedures and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence the questions of fulfilling criteria of a CIC, and in case the Company is an exempted or unregistered CIC, whether it continues to fulfill such criteria, do not arise. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable to the Company.

(d) Based on our audit procedures and according to the information and explanations given to us, none of the group companies are Core Investment Company (CIC) and hence the question of number of CICs which are part of the Group does not arise. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable to the Company.

(xvii) The company has incurred not incurred cash losses in the current financial year in the immediately preceding financial year.

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

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) Based on our audit procedures and according to the information and explanations given to us, the company is not required to spend the amount for corporate social responsibilities and Accordingly, paragraph 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.

a) Based on our audit procedures and according to the information and explanations given to us, sub-section (5) of section 135 of the said Act is not applicable to the Company.

b) Based on our audit procedures and according to the information and explanations given to us, the Company is not required to ensure compliance under Section 135(6) as it is not applicable

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

P. Devi

P Devi
Partner
Membership No. 223137
UDIN: 23223137BGYLQP6437

Place: Chennai
Date: 25 May 2023

Annexure B

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

Report on the Internal Financial Controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

We have audited the internal financial controls with reference to standalone financial statements of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's and Board of Directors' Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A

Company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

P. Devi

P Devi
Partner
Membership No. 223137
UDIN: 23223137BGYLQP6437

Place: Chennai
Date: 25 May 2023

Dvara Kshetriya Gramin Financial Services Private Limited

Standalone Balance Sheet as at March 31, 2023

(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	As at 31 March 2023	As at 31 March 2022
ASSETS			
Financial assets			
Cash and cash equivalents	4	7,830.30	8,880.60
Bank balance other than cash and cash equivalents	5	9,422.14	5,843.32
Derivative financial instruments	12		-
Receivables			
Trade receivables	6	636.30	149.79
Loans	7	1,59,641.50	1,00,922.37
Investments	8	75.00	554.34
Investments in associates	8	756.94	756.94
Other financial assets	9	988.08	2,104.90
		1,79,350.25	**1,19,212.26**
Non-financial assets			
Current tax assets (net)		1,663.51	711.16
Deferred tax assets (net)	30	2,228.35	2,817.38
Property, plant and equipment	10	462.64	562.43
Right of use assets	10B	587.47	663.35
Other Intangible assets	10A	2,028.91	844.65
Other non-financial assets	11	1,433.04	1,168.49
		8,403.92	**6,767.46**
Total Assets		**1,87,754.17**	**1,25,979.72**
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
Derivative financial instruments	12	19.67	294.91
Payables			
a. Trade payables			
(i) dues of micro enterprises and small enterprises	13	-	-
(ii) dues other than micro enterprises and small enterprises		417.89	214.26
Debt securities	14	26,168.06	14,693.34
Borrowings (other than debt securities)	15	1,17,730.04	74,453.60
Subordinate Liabilities	15A	5,485.43	3,767.93
Other financial liabilities	16	5,866.10	2,039.72
		1,55,687.18	**95,463.76**
Non-financial liabilities			
Current tax liabilities (net)		-	-
Provisions	17	463.77	164.81
Other non-financial liabilities	18	354.14	511.64
		817.91	**676.45**
EQUITY			
Equity share capital	19	10,887.14	10,887.14
Other equity	20	20,361.95	18,952.37
		31,249.09	**29,839.51**
Total Liabilities and Equity		**1,87,754.17**	**1,25,979.72**
Significant accounting policies	2 and 3		

The notes referred to above form an integral part of these financial statements

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 25th May 2023

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN : 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No.F11027
Place : Chennai

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of Standalone Profit and Loss for the year ended March 31, 2023
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	Year Ended 31 March 2023	Year Ended 31 March 2022
Revenue from operations			
Interest income	21	35,553.21	27,230.15
Fees and commission income	22	122.97	19.32
Net gain on fair value changes	23	106.84	258.12
Income from other services	24	1,219.29	844.65
Bad debts recovered		1,051.32	243.29
Total revenue from operations		**38,053.63**	**28,595.53**
Other income		148.27	81.60
Total income		**38,201.90**	**28,677.13**
Expenses			
Finance costs	25	16,059.24	11,967.82
Impairment on financial instruments	26	5,837.39	6,006.80
Employee benefits expenses	27	9,151.44	7,236.67
Depreciation and amortization	28	823.20	641.30
Other expenses	29	4,246.05	2,654.05
Total expenses		**36,117.31**	**28,506.64**
Profit before tax		**2,084.59**	**170.49**
Tax expense:			
Current tax			
-Current year		-	-
-Pertaining to earlier years		-	(34.48)
Deferred tax charge / (credit) (Including minimum alternative tax credit entitle	30	648.34	147.94
		648.34	**113.46**
Profit after tax for the year		**1,436.25**	**57.03**
Other comprehensive income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement gain / (loss) on defined benefit plans		(79.90)	80.16
(A) (ii) Income tax impact thereon		23.27	(23.34)
(B) (i) Items that will be reclassified to profit or loss			
- Hedge reserve account (net)		(123.77)	59.78
(B) (ii) Income tax impact thereon		36.04	(17.41)
Total other comprehensive income		**(144.36)**	**99.19**
Total comprehensive income for the year		**1,291.88**	**156.22**
Earnings per equity share (face value Rs.100 each)			
- Basic (in Rs.)	31	12.87	0.52
- Diluted (in Rs.)	31	12.83	0.52
Significant accounting policies	2 and 3		
The notes referred to above form an integral part of these financial statements			

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth	**Samir Amrit Shah**	**LVLN Murty**
Director	Director	Managing Director & CEO
DIN: 02456029	DIN : 00912693	DIN : 09618861
Place : Bengaluru	Place : Chennai	Place : Chennai

G. Vijayakumar	**Deepika Bhatt**
Chief Financial Officer	Company Secretary
Place : Chennai	Membership No.F11027
	Place : Chennai

Place : Chennai
Date : 25th May 2023

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of Standalone Cash flow statement for the year ended March 31, 2023
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Year ended 31 March 23	Year Ended 31 March 22
A. Cash flow from operating activities		
Net profit before tax	2,084.59	170.49
Adjustments for:		
Depreciation and amortization	823.20	641.30
Interest on deposits with Banks	(296.76)	(364.23)
Interest income on loans	(35,174.62)	(26,865.92)
Gain on mutual funds investments designated at fair value through profit or loss	(106.84)	(258.12)
Remeasurement gain / (loss) on defined benefit plans (OCI) transferred to reserves	(56.63)	-
Assets acquired from Saija Finance	(115.20)	
Intangible arising out of BTA	(1,119.95)	
Impairment on financial instruments (net)	5,837.39	6,006.80
Finance costs	16,059.24	11,967.82
	(12,065.59)	**(8,701.86)**
Operational cash flows from interest:		
Interest income on loans	32,918.13	27,796.79
Finance cost paid	(15,596.01)	(11,426.12)
	5,256.53	**7,668.81**
Changes in working capital and other changes:		
(Increase) / decrease in trade receivables	(486.51)	(52.43)
(Increase) / decrease in other bank balances	(3,578.82)	2,171.24
(Increase) / decrease in Investments	586.18	-
(Increase) / decrease in loans	(62,300.02)	(11,886.06)
(Increase) / decrease in other financial assets	1,116.82	313.94
(Increase) / decrease in other non financial assets	(264.55)	(139.71)
Increase / (decrease) in trade payables, other liabilities and provisions	4,988.12	(1,064.52)
	(54,682.25)	**(2,988.73)**
Income tax paid (net)	**(952.35)**	**(103.15)**
Net cash flow (used in) operating activities	**(55,634.61)**	**(3,091.89)**
B. Cash flow from investing activities		
Proceeds from sale of investments (net of purchases)	-	258.12
Proceeds from sale of Property, plant and equipment	2.28	-
Purchase of fixed assets including capital work-in-progress	(106.48)	(319.45)
Purchase of Intangible Assets.	(388.63)	(136.25)
Payment for acquisition of Shares		(756.94)
Interest on deposits with Banks	296.76	562.35
Net cash (used in) investing activities	**(196.07)**	**(392.17)**
C. Cash flow from financing activities		
Proceeds /(repayments) from issue /(of) debt securities and borrowings (net of repayments)		
Debt Securities	11,129.26	3,297.06
Borrowings	42,734.10	(436.99)
Subordinate Liabilities (including proceeds of compulsorily convertible preference shares)	1,719.78	17.91
Payment of lease liabilities	(920.47)	(148.92)
Proceeds from Employee Stock options	117.70	139.38
Net cash from financing activities	**54,780.38**	**2,868.44**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(1,050.30)	(615.62)
Cash and cash equivalents at the beginning of the year	8,880.60	9,496.22
Cash and cash equivalents at the end of the year	**7,830.30**	**8,880.60**

Particulars	As at March 31, 2023	As at March 31, 2022
1 **Components of cash and cash equivalents**		
Cash and cheques on hand	128.54	120.24
Balances with banks		
-In current accounts	5,501.77	3,260.36
-In deposit accounts with original maturity less than three months	2,200.00	5,500.00
	7,830.30	**8,880.60**

2 **Change in liabilities arising from financing activities**

Particulars	Debt Securities	Borrowings (other than Debt securities)	Subordinate Liabilities
As at April 1, 2021	**10860.98**	**75,000.74**	**3,756.80**
Cash flows (net)	3988.56	132.27	14.21
Others*	(156.20)	(679.41)	(3.08)
As at March 31, 2022	**14693.34**	**74,453.60**	**3,767.93**
Cash flows (net)	11,129.26	42,734.10	1,719.78
Others*	345.46	542.34	(2.29)
As at March 31, 2023	**26,168.06**	**1,17,730.04**	**5,485.43**

* Others column includes the effect of interest accrued,etc

Significant accounting policies 2 and 3

The notes referred to above form an integral part of these financial statements

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth	**Samir Amrit Shah**	**LVLN Murty**
Director	Director	Managing Director & CEO
DIN: 02456029	DIN : 00912693	DIN: 02456029
Place : Bengaluru	Place : Chennai	Place : Bengaluru

G. Vijayakumar	**Deepika Bhatt**
Chief Financial Officer	Company Secretary
Place : Chennai	Membership No.F11027
	Place : Chennai

Place : Chennai
Date : 25th May 2023

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of Changes in Equity for the year ended March 31, 2023
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

A Equity share capital

Particulars	Number of shares	Amount
Balance as at April 1, 2021	**1,08,87,144**	**10,887.15**
Add: Shares issued during the year	-	-
Balance as at March 31, 2022	**1,08,87,144**	**10,887.15**
Balance as at April 1, 2022	**1,08,87,144**	**10,887**
Add: Shares issued during the Year	-	-
Balance as at March 31, 2023	**1,08,87,144**	**10,887.15**

B Other equity	Note	Reserves and Surplus				Other Comprehensive Income			Share application money pending allotment	Total
		Statutory Reserves	Securities Premium	Capital Reserve	Retained Earnings	Employee stock option outstanding account	Remeasurements of Defined Benefit Obligations	Cash Flow Hedge Reserve		
Balance as at April 1, 2021		**1,247.53**	**35,504.84**	**1,329.46**	**(19,470.46)**	**152.68**	**-**	**(107.28)**	**-**	**18,656.77**
Share based expenses		-	-	-	-	139.38	-	-	-	139.38
Premium on issue of share capital		-		-	-	-	-	-	-	-
Profit for the year		-	-	-	57.03	-	-	-	-	57.03
Transfer to statutory reserve		11.41	-	-	(11.41)	-	-	-	-	-
Other comprehensive income (net of tax)		-	-	-	-	-	56.82	-	-	56.82
Transferred to retained earnings		-	-	-	56.82	-	(56.82)	-	-	-
Fair valuation of financial instruments (net of tax)		-	-	-	-	-	-	42.37	-	42.37
Balance as at March 31, 2022		**1,258.94**	**35,504.84**	**1,329.46**	**(19,368.02)**	**292.06**	**-**	**(64.91)**	**-**	**18,952.37**
Balance as at April 1, 2022		**1,258.94**	**35,504.84**	**1,329.46**	**(19,368.02)**	**292.06**	**-**	**(64.91)**	**-**	**18,952.37**
Share based expenses		-	-	-	-	117.70	-	-	-	117.70
Premium on issue of share capital		-	-	-	-	-	-	-	-	-
Profit for the Year		-	-	-	1,436.25	-	-	-	-	1,436.25
Transfer to statutory reserve		287.25	-	-	(287.25)	-	-	-	-	-
Other comprehensive income (net of tax)		-	-	-	-	-	(56.63)	-	-	(56.63)
Transferred to retained earnings		-	-	-	(56.63)	-	56.63	-	-	-
Fair valuation of financial instruments (net of tax)		-	-	-	-	-	-	(87.73)	-	(87.73)
Balance as at March 31, 2023		**1,546.19**	**35,504.84**	**1,329.46**	**(18,275.65)**	**409.76**	**-**	**(152.64)**	**-**	**20,361.95**

Significant accounting policies 2 and 3

The notes referred to above form an integral part of these financial statements.

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 25th May 2023

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN: 02456029
Place : Bengaluru

G. Vijayakumar
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No.F11027
Place : Chennai

1 Reporting entity

Dvara Kshetriya Gramin Financial Services Private Limited ("Dvara KGFS" or "the Company"), was incorporated on March 4, 1993. The Company has received the Certificate of Registration dated March 28, 2019 from the Reserve Bank of India ("RBI") to carry on the business of Non Banking Financial Institution without accepting public deposits ("NBFC-ND-SI").

The Company also acts as business correspondent for Banks, Insurance Companies, Non-Banking Finance Companies and also acts as an intermediary to deliver financial and other products to remote rural areas.

The Company's mission is to maximise the financial well-being of every individual and every enterprise by providing complete financial services in remote rural areas.

2 Basis of preparation

2.1 Statement of compliance and basis of preparation and presentation of financial statements

These financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 ('the Act') in conformity with generally accepted accounting principles in India and other relevant provisions of the Act.

The financial statements have been prepared and presented on going concern basis and at historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained below, the relevant provisions of the Companies Act, 2013 (the "Act") and the guidelines issued by the Reserve Bank of India ('RBI') to the extent applicable.

These financial statements were approved by the Company's Board of Directors and authorised for issue on May 25, 2023.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to the existing accounting standard requires a change in the accounting policy hitherto in use.

Details of the Company's accounting policies are disclosed in note 3.

The Balance sheet, the Statement of profit and loss and the Statement of changes in equity are presented in the format prescribed under Division III of Schedule III to the Act and as amended from time to time, for Non-Banking Financial Companies ('NBFC') that are required to comply with Ind AS. The statement of cash flows has been presented as per the requirements of Ind AS 7 Statement of Cash Flows.

The Company presents its balance sheet in order of liquidity. Financial assets and financial liability are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis.

2.2 Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs with two decimals, unless otherwise indicated.

2.3 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items:

Items	Measurement basis
Certain financial assets and liabilities (including derivatives instruments)	Fair value / Amortised Cost, as applicable
Liabilities for equity-settled share-based payment	Fair value
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations

2.4 Use of estimates and judgements

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year. Accounting estimates could change from period to period. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates, if material, are reflected in the financial statements in the year in which changes are made and their effects are disclosed in the notes to the financial statements.

Estimation of uncertainties relating to the global health pandemic from novel coronavirus 2019 ("COVID 19"):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of loans. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts etc. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

Information about judgements, estimates and assumptions made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

PKF SRIDHAR & SANTHANAM LLP
FIRM REGN No 003990S / S200018
CHENNAI

i) Business model assessment

Classification and measurement of financial assets depends on the results of business model and the solely payments of principal and interest ("SPPI") test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income or fair value through profit and loss that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

ii) Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Also refer note 3.8.

iii) Effective Interest Rate ("EIR") method

The Company's EIR methodology recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behavior and life-cycle of the instruments, as well as expected changes to interest rates and other fee income/ expense that are integral parts of the instrument.

iv) Impairment of financial asset

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's expected credit loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include :

a) The Company's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life time expected credit loss ("LTECL") basis.
b) Development of ECL models, including the various formulas and the choice of inputs.
c) Determination of associations between macroeconomic scenarios and economic inputs, such as consumer spending, lending interest rates and collateral values, and the effect on probability of default ("PD"), exposure at default ("EAD") and loss given default ("LGD").

v) Impairment of non-financial assets

The Company determines periodically whether there is any indication of impairment of the carrying amount of its non-financial assets including goodwill. The recoverable amount (higher of net selling price and value in use) is determined for an individual asset, unless the asset does not generate cash inflow that are largely independent of those from other assets or group of assets. The recoverable amounts of such asset are estimated, if any indication exists and impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss.

vi) Other estimates, judgements and assumptions

Information about other estimates, judgements and assumptions that have the most significant effect to the financial statements within the next financial year are included in the following notes:

a) Measurement of defined benefit obligations: key actuarial assumptions; (Also refer note 38)
b) Estimated useful life of property, plant and equipment, right of use assets and intangible assets; (Also refer note 3.10)
c) Recognition of deferred taxes; (Also refer note 3.14 and 30)
d) Upfront recognition of Excess Interest Spread (EIS) in relation to assignment transactions.
e) Provisions and other contingent liabilities (Also refer note 3.20, 36 and 60)



3 Significant accounting policies

3.1 Revenue Recognition

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found within Ind ASs.

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind 115 :

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

A. Interest income

Under Ind AS 109, interest income is recorded using the effective interest rate method for all financial instruments measured at amortised cost, financial instrument measured at Fair value through other comprehensive income ('FVOCI') and Fair value through profit and loss ('FVTPL'). The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period, to the net carrying amount of the financial asset.

The EIR (and therefore, the amortised cost of the asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR. The Company recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected life of the financial instrument.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as a positive or negative adjustment to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income. The adjustment is subsequently amortised through Interest income in the statement of profit and loss.

The Company calculates interest income by applying EIR to the gross carrying amount of financial assets other than credit impaired assets.

When a financial asset becomes credit impaired and is, therefore, regarded as 'stage 3', the Company calculates interest income on the net basis. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

B. Fees and commission income

Fees and commission income such as guarantee commission, service income etc. are recognised on point in time or over the period basis, as applicable.

C. Dividend income

Dividend income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably. This is generally when the shareholders approve the dividend.

D. Other interest income

Other interest income is recognised on a time proportionate basis.

E. Other income

Other income represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

3.2 Financial instrument - initial recognition

A. Date of recognition

Debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

B. Initial measurement of financial instruments

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets and financial liabilities recorded at FVTPL, transaction costs are added to, or subtracted from this amount.

C. Measurement categories of financial assets and liabilities

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

i) Amortised cost
ii) FVOCI
iii) FVTPL



3.3 Financial assets and liabilities

A. Financial assets

Business model assessment

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel.
b) The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed.
c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).
d) The expected frequency, value and timing of sales are also important aspects of the Company's assessment.

Sole Payments of Principal and Interest (SPPI test)

As a second step of its classification process, the Company assesses the contractual terms of financial to identify whether they meet SPPI test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of financial asset (for example, if there are repayments of principal or amortisation of the premium/ discount). The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Company applies judgement and considers relevant factors such as the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Accordingly, financial assets are measured as follows:

i) Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

ii) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Since, the loans and advances are held to sale and collect contractual cash flows, they are measured at FVTOCI.

iii) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Financial liability

i) Initial recognition and measurement

All financial liability are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liability, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

ii) Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method.

3.4 Reclassification of financial assets and liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified. The Company did not reclassify any of its financial assets or liabilities in the year ended 31st March 2023 and year ended March 31, 2022.

3.5 Derecognition and modification of financial assets and liabilities

A. De-recognition of financial assets and financial liabilities

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'passthrough' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On de-recognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognized) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in Statement of Profit or Loss.

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The difference between the carrying value of the original financial liability and the new financial liability with modified terms is recognised in statement of profit and loss.

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B. Modifications of financial assets and financial liabilities

i) Financial Assets

If the terms of a financial asset are modified, the Company evaluates whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset are deemed to have expired. In this case, the original financial asset is derecognized and a new financial asset is recognized at fair value plus any eligible
transaction costs. Any fees received as part of the modification are accounted for as follows:
- fees that are considered in determining the fair value of the new asset and fees that represent reimbursement of eligible transaction costs are included in the initial measurement of the asset; and
- other fees are included in profit or loss as part of the gain or loss on derecognition.

If the cash flows of the modified asset carried at amortized cost are not substantially different, then the modification does not result in derecognition of the financial asset. In this case, the Company recalculates the gross carrying amount of the financial asset and recognizes the amount arising from adjusting the gross carrying amount as a modification gain or loss in Statement of profit or loss. If such a modification is carried out because of financial difficulties of the borrower, then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income using EIR method.

Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

ii) Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in the statement of profit and loss.

3.6 Impairment

3.6.1 Impairment of financial assets

A. Overview of Expected Credit Loss ('ECL') principles

In accordance with Ind AS 109, the Company uses ECL model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). When estimating LTECLs for undrawn loan commitments, the Company estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down

Expected credit losses are measured through a loss allowance at an amount equal to:

i.) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

ii.) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

Both LTECLs and 12 months ECLs are calculated on collective basis.

Based on the above, the Company catagorises its loans into Stage 1, Stage 2 and Stage 3, as described below:

Stage 1:

When loans are first recognised, the Company recognises an allowance based on 12 months ECL. Stage 1 loans includes those loans where there is no significant credit risk observed and also includes facilities where the credit risk has been improved and the loan has been reclassified from stage 2 or stage 3.

Stage 2:

When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the life time ECL. Stage 2 loans also includes facilities where the credit risk has improved and the loan has been reclassified from stage 3

Stage 3:

Loans considered credit impaired are the loans which are past due for more than 90 days. The Company records an allowance for life time ECL.

Stages	Days Past Due	ECL	Risk
Stage 1	Upto 30 days	12 month ECL	Low credit risk
Stage 2	31-90 days	Life time ECL	Significant increase in credit risk
Stage 3	More than 90 days	Life time ECL	Impaired assets

B. Calculation of ECLs

The mechanics of ECL calculations are outlined below and the key elements are, as follows:

PD:

Probability of Default ("PD") is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

EAD:

Exposure at Default ("EAD") is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest

LGD:

Loss Given Default ("LGD") is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD

The Company has calculated PD, EAD and LGD to determine impairment loss on the portfolio of loans and discounted at an approximation to the EIR. At every reporting date, the above calculated PDs, EAD and LGDs are reviewed and changes in the forward looking estimates are analysed.



The mechanics of the ECL method are summarised below:

Stage 1:
The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Company calculates the 12 months ECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-months default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR.

Stage 2:
When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.

Stage 3:
For loans considered credit-impaired, the Company recognises the lifetime expected credit losses for these loans. The method is similar to that for Stage 2 assets, with the PD set at 100%.

C. Loans and advances measured at FVOCI

The ECLs for loans and advances measured at FVOCI do not reduce the carrying amount of these financial assets in the balance sheet, which remains at fair value. Instead, an amount equal to the allowance that would arise if the assets were measured at amortised cost is recognised in OCI as an accumulated impairment amount, with a corresponding charge to profit or loss. The accumulated loss recognised in OCI is recycled to the profit and loss upon derecognition of the assets.

3.6.2 Impairment of Non-financial assets

The Company determines periodically whether there is any indication of impairment of the carrying amount of its non-financial assets including goodwill. The recoverable amount (higher of net selling price and value in use) is determined for an individual asset, unless the asset does not generate cash inflow that are largely independent of those from other assets or group of assets. The recoverable amounts of such asset are estimated, if any indication exists and impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss.

3.7 Write-offs

Financial assets are written off when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in the statement of profit and loss.

3.8 Determination of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company has taken into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 financial instruments: Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date;

Level 2 financial instruments: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads; and

Level 3 financial instruments −Those that include one or more unobservable input that is significant to the measurement as whole.

3.9 Foreign currency transactions

Transactions in foreign currencies are translated into the functional currency of the Company, at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognized in profit or loss.

3.10 Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

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ii. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the written down value method, and is generally recognised in the statement of profit and loss.

The Company follows estimated useful lives which are given under Part C of the Schedule II of the Companies Act, 2013. The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset category	Estimated Useful life	Useful life as per Schedule II
Building	30 years	30 years
Furniture and fittings	10 years	10 years
Vehicles	8 years	8 years
Office equipments	5 years	5 years
Computers and accessories	3 years	3 years
Leasehold improvements	Lease period or 10 years whichever is lower	Not applicable

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

3.11 Intangible assets

i. Goodwill

For measurement of goodwill that arises on a business combination refer note 3.16. Subsequent measurement is at cost less any accumulated impairment losses.

i. Other intangible assets

Intangible assets including those acquired by the Company are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

iii. Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight line method, and is included in depreciation and amortisation in Statement of Profit and Loss.

Asset category	Estimated Useful life
Computer software	5 years
Customer Contract	5 years
Branch Distribution Network	5 years

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

3.12 Employee benefits

i. Post-employment benefits

Defined contribution plan

The Company's contribution to provident fund are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employees.

Defined benefit plans

Gratuity

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan (‘the asset ceiling’). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss. When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service (‘past service cost’ or ‘past service gain’) or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

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ii. Other long-term employee benefits

Compensated absences

The employees can carry forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of such period, the benefit is classified as a long-term employee benefit. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

iii. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the year in which the employee renders the related service. The cost of such compensated absences is accounted as under :

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
(b) in case of non-accumulating compensated absences, when the absences occur.

iv. Stock based compensation

The grant date fair value of equity settled share based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees unconditionally become entitled to the awards. The amount recognised as expense is based on the estimate of the number of awards for which the related service and non-market vesting conditions are expected to be met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market vesting conditions at the vesting date.

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.

3.13 Leases

The Company has adopted Ind AS 116, effective April 1, 2018 (transition date) and applied it to all lease contracts existing on that date using the full retrospective method. At inception of a contract, the Company assesses whether a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate. The Company determines its incremental borrowing rate by obtaining interest rates from various external financing sources that reflects the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:
- fixed payments, including in-substance fixed payments
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable under a residual value guarantee
- the exercise price under A purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal Period if the company is reasonably certain to exercise an extension option, and penalties for early termination of A lease unless the company is reasonably certain Not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in substance fixed lease payment. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company presents right-of-use assets separately on the face of the balance sheet and lease liability under other financial liabilities.

Short-term leases

The Company has elected not to recognise right-of-use assets and lease liabilities for shorter leases. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.



3.14 Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

ii. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

iii. Minimum Alternate Tax ("MAT")

MAT paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax and thereby utilising MAT credit during the specified period, i.e., the period for which MAT credit is allowed to be carried forward and utilised. In the year in which the company recognises MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

3.15 Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowings of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of the asset. Other borrowings costs are recognized as an expense in the statement of profit and loss account on an accrual basis using the effective interest method.

3.16 Business combinations

In accordance with Ind AS 103, the Company accounts for these business combinations (other than those arising from common control) using the acquisition method when control is transferred to the Company. The consideration transferred for the business combination is generally measured at fair value as at the date the control is acquired (acquisition date), as are the net identifiable assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on bargain purchase is recognised in OCI and accumulated in equity as capital reserve if there exist clear evidence of the underlying reasons for classifying the business combination as resulting in a bargain purchase; otherwise the gain is recognised directly in equity as capital reserve. Transaction cost are expensed as incurred, except to the extent related to the issue of debt or equity securities.

Business combination arising from transfer of interests from entities under common control are accounted for as if the acquisition has occurred at beginning of the earliest comparative period or, if later, at the date that common control established; for this purpose comparative period of revised. The assets and liabilities are recognized at their carrying amounts. The identity of the reserves are preserved and they appear in the same form.

3.17 Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.18 Segment reporting- Identification of segments:

An operating segment is a component of the Company that engages in business activities from which it many earn revenues and incur expenses, whose operating results are regularly reviewed by the Company's Chief Operating Decision Maker (CODM) to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.



3.19 Earnings per share

The Company reports basic and diluted earnings per equity share in accordance with Ind AS 33, Earnings Per Share. Basic earnings per equity share is computed by dividing net profit / loss after tax attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed and disclosed by dividing the net profit/ loss after tax attributable to the equity share holders for the year after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

3.20 Provisions

Provisions are recognized when there is a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

3.21 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non–cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated. Cash flows in foreign currencies are accounted at the actual rates of exchange prevailing at the dates of the transactions.

3.22 Recent Accounting Pronouncements

Key New and amended standards :

A. New and amended standards adopted by the Company:

The Company has applied the following amendments for the first time for their annual reporting period commencing April 1, 2022:

i. Ind AS 103 Business Combination – Identified assets acquired and liabilities assumed (including contingent assets and contingent liabilities) must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Ind AS (Conceptual Framework) issued by the Institute of Chartered Accountants of India (ICAI).

ii. Ind AS 109 Financial Instruments – Guidance provided on identifying substantial modification of the terms of an existing financial liability basis difference in discounted present value of the cash flows between old and new terms.

iii. Ind AS 16 – Property Plant and equipment-The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognized in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

iv. Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets – The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that related directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

The above amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

B. New accounting standards/amendments notified but not yet effective.

(i) Ind AS 1 – Presentation of Financial Statements & Ind AS 34 – Interim Financial Reporting – Material accounting policy information (including focus on how an entity applied the requirements of Ind AS) shall be disclosed instead of significant accounting policies as part of financial statements.

(ii) Ind AS 107 – Financial Instruments: Disclosures – Information about the measurement basis for financial instruments shall be disclosed as part of material accounting policy information.

(iii) Ind AS 8 – Accounting policies, changes in accounting estimate and errors-Clarification on what constitutes an accounting estimate provided.

(iv) Ind AS 12 – Income Taxes – In case of a transaction which give rise to equal taxable and deductible temporary differences, the initial recognition exemption from deferred tax is no longer applicable and deferred tax liability & deferred tax asset shall be recognized on gross basis for such cases.

The Company does not expect the effect of this on the financial statements to be material, based on preliminary evaluation.



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4 Cash and cash equivalents

Particulars	As at March 31, 2023	As at March 31, 2022
Cash and cash equivalents		
Cash on hand	128.54	120.24
Balances with banks		
- in current accounts	5,501.77	3,260.36
- in deposit accounts (Original maturity less than three months)	2,200.00	5,500.00
Total	**7,830.30**	**8,880.60**

Note:
Balance with Banks in current accounts includes balance in Cash Credit accounts with banks

5 Bank balance other than cash and cash equivalents

Particulars	As at March 31, 2023	As at March 31, 2022
Deposit accounts under lien*	9,407.23	5,678.71
Deposit accounts without lien	14.91	164.61
Total	**9,422.14**	**5,843.32**

***Note:**

i Fixed deposit includes cash collateral amounting to Rs. 3525.37 lakhs (March 31, 2022 : Rs. 465.12 Lakhs) for securitisation transactions.

ii Balance fixed deposits other than those mentioned above has been provided as security for loans taken by the company.

6 Receivables

Particulars	As at March 31, 2023	As at March 31, 2022
Trade receivables	636.30	149.79
Less: Impairment loss allowance	-	-
Total	**636.30**	**149.79**

6.1 Receivables ageing schedule as on 31st March 2023

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	605.73	16.97	13.23	0.37	-	**636.30**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	**-**
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	**-**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	**-**
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	**-**
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	**-**
Total	**605.73**	**16.97**	**13.23**	**0.37**	**-**	**636.30**



6.2 Receivables ageing schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	98.38	11.74	6.19	33.48	-	**149.79**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	**-**
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	**-**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	**-**
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	**-**
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	**-**
Total	**98.38**	**11.74**	**6.19**	**33.48**	**-**	**149.79**

7 Loans

At Amortised cost

	Particulars	As at March 31, 2023	As at March 31, 2022
A	**Based on nature**		
	Term Loans		
	Gross term loans	1,63,251.54	1,07,674.98
	Less: Impairment loss allowance**	(3,610.04)	(6,752.60)
	Net term loans	**1,59,641.50**	**1,00,922.37**
B	**Based on security**		
	Secured by tangible assets*	932.03	660.50
	Unsecured	1,62,319.51	1,07,014.48
	Gross term loans	**1,63,251.54**	**1,07,674.98**
	Less: Impairment loss allowance**	(3,610.04)	(6,752.60)
	Net term loans	**1,59,641.50**	**1,00,922.37**
C	**Based on region**		
	Loans in India		
	Public sector	-	-
	Others	1,63,251.54	1,07,674.98
	Less: Impairment loss allowance**	(3,610.04)	(6,752.60)
	Loans outside India	-	-
	Less: Impairment loss allowance	-	-
	Net term loans	**1,59,641.50**	**1,00,922.37**
	Note:		
	Percentage of loan against gold jewellery to gross term loans	0.57%	0.61%

*Secured exposures are secured wholly by pledge of gold jewellery

** Refer Note 75

The company has not granted any loans or advances either severally or jointly with any other person, repayable on demand without specifing any terms of period of repayment to

1. Promoters
2. Directors
3. KMP &
4. Other related parties as defined under Companies Act 2013



8 Investments

Particulars	As at March 31, 2023	As at March 31, 2022
At Fair Value through P&L		
Investment in Mutual Fund Liquid fund	75.00	-
At Amortised Cost		
Investment in Associate*		
Saija Finance Private Limited		
Investment in Unquoted Shares		
- In 2,14,37,998 Compulsory Convertible Preference Shares of Rs.3 each at a premium of Rs.0.53 per share	756.93	756.93
- In 100 Equity shares of Rs.10 each	0.01	0.01
	756.94	**756.94**
Investment in pass-through certificates (unquoted)	-	554.34
Total Investments	**831.93**	**1,311.28**
(i) Investments outside India	-	-
(ii) Investments in India	831.93	1,311.28
Total Investments	**831.93**	**1,311.28**

The company owns 25.9% stake in Saija Finance Private Limited (Saija) at a cost of INR 757 lakhs.
The company had entered into a slump sale with Saija through a Business Transfer Agreement(BTA) executed on 1st Jan 2023. The company hopes to leverage on the vast customer base and branch network of Saija. Consequently, company has taken over all the assets and liabilities including and is growing the business operations from that date.
Subsequently, company also entered into a Share Purchase Agreement dated 1 Feb 2023 to acquire the entire shareholding of Saija.
Presently, company has made an interim allocation of the purchase price and has accounted for INR 1,119 lakhs of intangible assets while accounting for the various assets and liabilities taken over.
The company intends to pass necessary accounting entries after completion of all formalities in the FY 23-24 in line with Ind AS 103 and hence no impairment of the investment is considered necessary.

9 Other financial assets

Unsecured, considered good (At Amortised Cost)

Particulars	As at March 31, 2023	As at March 31, 2022
Security deposits	212.06	150.24
Unbilled revenue	90.17	84.76
Employee advances	48.15	59.25
Advances given under the business correspondence arrangement	8.45	17.25
Amounts receivable from trustees under Pass through securities	-	-
Other's	629.25	1,793.40
Total	**988.08**	**2,104.90**



10 Property, plant and equipment

Particulars	Computers and Accessories	Furniture and fittings	Vehicles	Office equipment	Leasehold improvements	Total
As at March 31, 2022	**486.95**	**31.98**	**0.95**	**433.45**	**392.58**	**1,345.91**
Cost						
On acquisition of Saija Finance (also refer note 76)	22.01	10.69	-	34.05	5.65	72.40
Additions	28.70	0.98	-	76.81		106.48
Deletions	(1.33)	-	-	(1.84)		(3.17)
As at March 31, 2023	**536.32**	**43.65**	**0.95**	**542.47**	**398.23**	**1,521.63**
Accumulated depreciation						
As at March 31, 2022	**236.56**	**21.46**	**0.71**	**296.35**	**228.40**	**783.48**
Depreciation for the year	161.67	1.33	0.03	72.33	41.04	276.40
Deletion	(0.40)	-	-	(0.49)	-	(0.89)
As at March 31, 2023	**397.83**	**22.79**	**0.74**	**368.19**	**269.44**	**1,058.99**
Carrying amount (net)						
As at March 31, 2022	**250.39**	**10.52**	**0.24**	**137.10**	**164.18**	**562.43**
As at March 31, 2023	**138.50**	**20.86**	**0.21**	**174.27**	**128.80**	**462.64**

Note

1. The Buildings referred in the note above relates to a premises constructed by the company upon a leasehold land taken from Sachchida Nand Painuly on 15th December 2011 for a period of 8 years which is extended to another 10 years.
2. None of the assets have been revalued during the year

10A Intangible Assets

Particulars	Branch Distribution Network*	Customer Contract	Goodwill	Computer Softwares	Total
As at March 31, 2022		**853.17**	**191.04**	**573.76**	**1,617.97**
Cost					
On acquisition of Saija Finance (also refer note 76)	1,119.95	388.63	-	42.80	1,551.38
Additions	-	-	-	-	-
Deletions	-	-	-	-	-
As at March 31, 2023	**1,119.95**	**1,241.80**	**191.04**	**616.56**	**3,169.35**
Accumulated amortisation					
As at March 31, 2022		**542.98**	**-**	**230.34**	**773.32**
Amortisation for the year	55.23	284.08	-	27.80	367.12
Deletion					
As at March 31, 2023	**55.23**	**827.06**	**-**	**258.14**	**1,140.44**
Carrying amount (net)					
As at March 31, 2022	**-**	**310.19**	**191.04**	**343.42**	**844.65**
As at March 31, 2023	**1,064.72**	**414.73**	**191.04**	**358.42**	**2,028.91**

***Refer Note 8**

10B Right of use assets ('ROUA')

Particulars	Office premises	Total
Gross block value		
As at March 31, 2022	**1,247.75**	**1,247.75**
Additions	103.81	103.81
Deletions		
As at March 31, 2023	**1,351.56**	**1,351.56**
Accumulated depreciation		
As at March 31, 2022	**584.40**	**584.40**
Depreciation for the year	179.69	179.69
Deletion		
As at March 31, 2023	**764.09**	**764.09**
Carrying amount (net)		
As at March 31, 2022	**663.35**	**663.35**
As at March 31, 2023	**587.47**	**587.47**



11 Other non-financial assets (At Amortised Cost)

Unsecured, Considered Good.

Particulars	As at March 31, 2023	As at March 31, 2022
Balances with government authorities	904.25	847.05
Prepaid expenses	360.23	215.67
Advance to vendors	168.56	105.77
Total	**1,433.04**	**1,168.49**

12 Derivative financial instruments

Particulars	As at March 31, 2023	As at March 31, 2022
Currency derivatives		
Cross currency interest rate swaps	19.67	294.91
Total	**19.67**	**294.91**

13 Trade Payables

Particulars	As at March 31, 2023	As at March 31, 2022
Trade Payables		
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	417.89	214.26
Total	**417.89**	**214.26**
Out of the aforesaid payable, dues to related parties and other parties are as under:		
To related parties (Refer Note 40)	-	-
Other than related parties	417.89	214.26
Total	**417.89**	**214.26**

13.1 Trade payables ageing schedule as on 31st March 2023

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	412.44	5.38	0.06	-	417.89
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**412.44**	**5.38**	**0.06**	**-**	**417.89**

13.2 Trade payables ageing schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	214.21	0.06	-	-	214.26
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**214.21**	**0.06**	**-**	**-**	**214.26**

14 Debt securities

Particulars	As at March 31, 2023	As at March 31, 2022
At amortised cost:		
Secured debentures		
Redeemable, non-convertible debentures		
- from others	17,976.33	3,893.98
- from related parties	5,137.17	9,105.87
Unsecured debentures		
Redeemable, non-convertible debentures (Unsecured)	794.96	1,208.28
Commercial Paper		
- from related parties	-	485.20
- Others	2,259.59	-
Total	**26,168.06**	**14,693.34**
Debt securities in India	**26,168.06**	**14,693.34**
Debt securities outside India	-	-
Total	**26,168.06**	**14,693.34**

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I) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) - Others

Particulars	Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
-2814 units (March 31, 2022 : 561 units) redeemable non-convertible debentures of INR 1 lakhs each	12.5% - 18.5%	Bullet Principal and Monthly Interest	2-4 years	2,132.39	644.84
- 0 unit (March 31, 2022: 30000) redeemable non-convertible debentures of INR 10 thousands each			3 years	-	3,319.86
-714 units (March 31, 2022 : 0 units) redeemable non-convertible debentures of INR 10 lakhs each	11% - 15%	Monthly Interest and Quarterly Principal	3-3.5 Years	7,142.47	-
-6600000 units (March 31, 2022: 0) redeemable non-convertible debentures of INR 100 each	14%	Bullet Principal and Quarterly Interest	3.76 Years	6,670.30	-
-25 units (March 31, 2022: 0) redeemable non-convertible debentures of INR 1 crore each	15%	Monthly principal and Monthly Interest	2.5 Years	2,333.33	-
Less : Unamortised Processing Fees				-302.17	-70.71
				17,976.33	**3,893.98**

II) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) from Related Parties

Particulars	Rate of Interest	Repayment Type	Tenor	As at March 31, 2023	As at March 31, 2022
- 0 units (March 31, 2022: 170) redeemable non-convertible debentures of INR 10 lakhs each			2.33 years	-	1,700.00
- 0 units (March 31, 2022: 80) redeemable non-convertible debentures of INR 10 lakhs each			2.33 years	-	800.00
-2160 units (March 31, 2022 : 2150 units) redeemable non-convertible debentures of INR 1 lakhs each	14.93%	Bullet Principal and Monthly Interest	3 Years and 5 Months	2,702.74	2,426.72
- 0 units (March 31, 2022: 200) redeemable non-convertible debentures of INR 10 lakhs each			1 year	-	2,000.78
- 20000 units (March 31, 2022: 20000) redeemable non-convertible debentures of INR 10 thousands each	14.10%	Bullet principal and bullet interest	3 Years	2,518.07	2,223.07
Less : Unamortised Processing Fees				-83.64	-44.69
				5,137.17	**9,105.87**

Notes:

a) NCDs are secured by specific charge on loans in favour of the Trustee for the benefit of the debenture holders. The Company needs to maintain 100% - 120% security cover for the outstanding NCDs at any point of time.

III) Debt securities - Unsecured - Redeemable non-convertible debentures

Particulars	Rate of Interest	Repayment Type	Tenor	As at March 31, 2023	As at March 31, 2022
- 20,000,000 units (March 31, 2022: 20,000,000 units) redeemable non-convertible debentures of INR 10	13.71%	Bullet principal and Monthly Int	5 Years	800.00	1,234.28
Less: Unamortised processing fees				-5.04	-26.00
				794.96	**1,208.28**

IV) Short Term Commercial Paper:

Particulars	Rate of Interest	Repayment Type	Tenor (months)	As at March 31, 2023	As at March 31, 2022
From Related parties				-	500.00
Others	11.10%	Bullet Repayment	3	2,300.00	-
Less: Discount on CP				-40.41	-14.80
				2,259.59	**485.20**

15 Borrowings (Other than debt securities)

Particulars	As at March 31, 2023	As at March 31, 2022
Measured at amortised cost		
Secured borrowings		
Term Loan from banks	29,525.27	14,246.56
Term Loan from others	30,035.53	37,215.48
Term Loan from Related parties	10,444.04	10,535.02
Securitization borrowings	35,722.03	1,369.97
External commercial borrowings	7,130.15	6,639.70
Loan repayable on demand		
from banks	894.50	1,376.53
from related parties	3,978.52	3,070.33
Total	**1,17,730.04**	**74,453.60**
Borrowings in India	1,10,599.90	67,813.90
Borrowings outside India	7,130.15	6,639.70
SubTotal	**1,17,730.04**	**74,453.60**

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I) Term Loans from Banks:

Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
10.95% - 11.65%	Quarterly Principal and Monthly Int	3 Years to 4 Years and 3 Months	16,249.33	4,499.98
11.85%	Monthly Int + Quarterly Principal	3 Years and 11 Months	704.04	1,420.51
16.00%	Bullet (One time)	6 Years and 11 Months	2,140.54	250.00
			-	77.50
14.25%	Monthly principal and Monthly Interest	3 Years and 3 Months	82.70	612.42
			-	619.08
10.25% - 13%	Monthly principal and Monthly Interest	3 Years to 3 Years and 12 Months	3,758.79	1,100.31
14.00%	Monthly principal and Monthly Interest	2 Years	1,334.34	-
11.75%	Monthly principal and Monthly Interest	2 Years to 2 years & 6 Months	1,294.65	662.82
12.80%	Monthly principal and Monthly Interest	2 Years	1,583.89	-
			-	954.55
10.75%	Monthly principal and Monthly Interest	3 Years and 3 Months	804.31	1,666.72
11.00%	Monthly principal and Monthly Interest	3 Years	1,837.19	2,508.29
Less: Unamortised processing fees			-264.52	-125.61
Total			**29,525.27**	**14,246.56**

Notes:

a) All the above borrowings are secured by specific charge on the company's Loan assets . The Company needs to maintain a security cover ranging from 1 to 1.33 times of the outstanding amount at any point of time. Further, the Company has given cash collateral amounting to INR 4160.79 lakhs (March 31, 2022: INR 2284.10 lakhs) for the borrowings undertaken.



II) Term Loans from others:

Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
14% - 14.10%	Monthly principal and Monthly Interest	2 Years	1,947.15	19,534.38
13.95% - 14.57%	Quarterly Principal and Monthly Int	3 Years	5,550.29	4,213.95
13.50%	Monthly principal and Monthly Interest	2 Years	1,514.48	-
13.75% - 14 %	Quarterly Principal and Monthly Int	3 Years and 3 Months	1,840.25	1,620.92
13.25%	Monthly principal and Monthly Interest	2 Years	1,160.99	-
14% - 14.10%	Monthly principal and Monthly Interest	3 Years	1,281.16	708.58
15.00%	Monthly principal and Monthly Interest	3 Years and 1 Months	953.00	-
12.26%	Monthly Principal and Interest	3 Years	386.49	1,086.00
			-	62.50
13.75% - 15%	Monthly principal and Monthly Interest	2 Years and 1 Months	1,439.09	1,322.36
14.00%	Monthly principal and Monthly Interest	2 Years	83.56	879.26
14.00%	Monthly principal and Monthly Interest	2 Years and 1 Months	832.00	265.51
14.20%	Monthly principal and Monthly Interest	3 Years	1,772.12	1,378.15
			-	1.65
15.00%	Monthly principal and Monthly Interest	1 Year and 12 Months	47.85	-
14.00%	Monthly principal and Monthly Interest	1 Year and 12 Months	579.66	508.28
			-	0.24
13.20%	Monthly principal and Monthly Interest	1 Year and 12 Months	116.29	370.48
13.05 - 13.15%	Bullet principal and Monthly Interest	2 Years	610.08	465.35
13.00%	Monthly principal and Monthly Interest	2 Years	363.62	854.58
			-	293.80
13.00%	Monthly principal and Monthly Interest	1 Year and 6 Months	1,000.00	877.69



13.00%	Monthly principal and Monthly Interest	1 Year and 12 Months	306.39	1,722.48
			-	270.94
14.00%	Monthly principal and Monthly Interest	2 years	184.15	100.62
14.00%	Monthly principal and Monthly Interest	1 Year and 12 Months	534.80	1,000.69
13.50%	Monthly principal and Monthly Interest	1 Year and 1 Months	1,000.00	-
13.50%	Monthly principal and Monthly Interest	2 Years	332.00	-
12.25%	Monthly principal and Monthly Interest	2 Years	2,134.67	-
14.50%	Monthly principal and Monthly Interest	3 Years	398.71	-
13.5% - 14.35%	Monthly principal and Monthly Interest	2 Years	3,925.78	-
Less: Unamortised processing fees			-259.05	-322.92
Total			**30,035.53**	**37,215.48**

Notes:

a) All the above borrowings are secured by specific charge on the company's loan assets . The Company needs to maintain a security cover ranging from 1 to 1.25 times of the outstanding loan amount at any point of time. Further, the Company has given cash collateral amounting to INR 392.54 lakhs (March 31, 2022: INR 1855.27 lakhs) for the borrowings undertaken.

III Term Loans from related parties:

Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
13% - 15.5%	Monthly principal and Monthly Interest	2.01 to 3.03 Years	10,539.63	10,602.73
Less: Unamortised processing fees			-95.59	-67.71
Total			**10,444.04**	**10,535.02**

a) All the above borrowings are secured by specific charge on the company's loan assets . The Company needs to maintain a security cover ranging from 1 to 1.1 times of the outstanding loan amount at any point of time.



IV External commercial borrowings

Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
11.79%	Bullet Principal and Quarterly Interest	3	2,250.94	2,118.90
11.79%	Bullet Principal and Quarterly Interest	3	4,957.71	4,668.36
Less: Unamortised processing fees			-78.50	-147.56
			7,130.15	**6,639.70**

V) Loan repayable on demand:

Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
6.25%		1	-	373.76
11.00%	Bullet Principal and monthly interest	1	849.05	1,002.77
11.65%	Bullet Principal and monthly interest	1	45.45	-
			894.50	**1,376.53**
14.00%	Payment on Demand	1	75.00	253.00
14.00%	Bullet Principal and Monthly Interest	1	3,472.63	2,817.33
14.00%	Payment on Demand	0.5 to 1 year	430.89	-
			3,978.52	**3,070.33**
Total			**4,873.02**	**4,446.86**

a) All the above borrowings from Indian Bank and Axis Bank are secured by specific charge on the company's Loan assets and loans taken from State Bank Of India is secured by cash collateral. The Company needs to maintain a security cover of 1.1 times of the outstanding amount at any point of time. Further, the Company has given cash collateral amounting to INR 529.23 lakhs (March 31, 2022: INR 611 lakhs) for the borrowings undertaken from Indian Bank and State Bank of India



	Particulars	Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
15A	**Subordinate Liabilities**					
	Unsecured					
	Debentures	12.5% - 18.5%	Bullet principal and Monthly Int	5 years	271.00	3,267.93
	Subordinate Term Loan from banks	16% - 16.50%	Bullet principal and Monthly Int	Various	2,030.91	500.00
	0.001% Compulsorily Convertible Cummulative Preference shares*	14%	-	1.5 Years	3,183.51	-
	Sub total				**5,485.43**	**3,767.93**
	Less: Unamortised processing fee					-
	Total				**5,485.43**	**3,767.93**

*Refer Note 19

Particulars	Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2023	As at March 31, 2022
Debentures					
-0 units (March 31, 2022: 120,000,000	15.80%		6 years	-	1,200.00
- 0 units (March 31, 2022: 180,000,000	15.80%		6 years	-	1,800.01
- 2,710,000 units (March 31, 2022: 2,710,000 units) non-convertible	12.5% - 18.5%	Bullet principal and Monthly Int	5 years	271.00	271.00
Subordinate Term Loan from banks	16.50%	Bullet principal and Monthly Int	5.1 - 7 years	2,031.99	500.00
Less: Unamortised processing fees				-1.08	-3.08
				2,301.92	**3,767.93**

Note:

The company has issued 5,10,871, 0.001% Compulsorily convertible cumulative preference shares of Rs.100 each (Series 1 CCPS) at a premium of Rs.360 on 19 September 2022, carrying a coupon of 14% cumulating annually and 1,41,305 0.001% Compulsorily convertible cumulative preference shares of Rs.100 each (Series 1 CCPS) at a premium of Rs.360 on 16 March 2023, carrying a coupon of 14% cumulating annually. Classification in financials statements has been made as per Ind AS 32- “Financial Instruments” requirements as a Subordinated Financial Liability. Consequently, the same has been classified under Debt. For Regulatory capital, RBI Master Directions have been followed and accordingly considered as Tier I capital.



16 Other financial liabilities (At Amortised Cost)

Particulars	As at March 31, 2023	As at March 31, 2022
Payable to assignees towards collections in assigned assets-securitization	1,137.10	553.01
Lease liabilities*	816.67	889.33
Other payable	3,912.33	597.38
Total	**5,866.10**	**2,039.72**

*Refer Note - 42 for Movement of Lease Liability.

17 Provisions

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for guarantee	37.42	74.17
Provision for gratuity (also refer note 38)	219.42	18.73
Provision for compensated leave absence (also refer note 38)	188.18	53.17
Provision for service tax liability	18.75	18.75
Total	**463.77**	**164.81**

18 Other non-financial liabilities

Particulars	As at March 31, 2023	As at March 31, 2022
Statutory and Other Liabilities	354.14	511.64
Total	**354.14**	**511.64**



19 Equity share capital

Particulars	As at March 31, 2023	As at March 31, 2022
Authorised		
11,900,000 (March 31, 2022: 11,900,000) equity shares of INR 100 each	11,900.00	11,900.00
4,000,000 (March 31, 2022: 4,000,000) 0.001% Preference shares of INR 100 each *	4,000.00	4,000.00
	15,900.00	**15,900.00**
Issued, subscribed and fully paid up		
Equity shares:		
10,887,144 (March 31, 2022: 10,887,144) equity shares of INR 100 each	10,887.14	10,887.14
	10,887.14	**10,887.14**

*Refer Note 15A

Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number of shares	Amount in Lakhs of INR	Number of shares	Amount in Lakhs of INR
Equity shares of INR 100 each				
As at beginning of the year	1,08,87,144	10,887.14	1,08,87,144	10,887.14
Shares issued	-	-	-	-
Conversion of compulsorily convertible preference shares	-	-	-	-
As at the end of the year	**1,08,87,144**	**10,887.14**	**1,08,87,144**	**10,887.14**

Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date:

Particulars	Year	Number of shares
Fully paid up pursuant to contract(s) without payment being received in cash	-	-

Statement of changes in equity

(1) Current reporting period

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current reporting period	Balance at the end of the current reporting period
Equity share capital	1,08,87,144	-	1,08,87,144	-	1,08,87,144

(2) Previous reporting period

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current reporting period	Balance at the end of the current reporting period
Equity share capital	1,08,87,144	-	1,08,87,144	-	1,08,87,144

Rights, preferences and restrictions attached to equity share

The Company has a single class of equity shares. Accordingly all equity shares rank equally with regard to dividends and share in the Company's residual assets. In case of partly paid up shares, dividend rights is proportionate to amounts paid up on the face value of shares. The equity shares are entitled to receive dividend as declared from time to time subject to payment of dividend to preference shareholders. Dividends are paid in Indian Rupees. Dividend proposed by the board of directors, if any, is subject to the approval of the shareholders at the General Meeting, except in the case of interim dividend. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

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

Rights, preferences and restrictions attached to compulsorily convertible preference shares

Each Compulsorily convertible cumulative preference shares is convertible by its holder into one equity share. The holders of these shares are entitled to a cumulative dividend of 0.001%, which bear a coupon of 14%

Preference shares of both classes carry a preferential right as to dividend over equity shareholders. The preference shares are entitled to one vote per share at meetings of the Company on any resolutions of the company directly affecting their rights. In the event of winding up, preference shareholders have a preferential right over equity shareholders to be repaid to the extent of capital paid-up and dividend in arrears on such shares.

The Company has not issued any shares without payment being received in cash in the last 5 years immediately preceeding the Balance sheet date.



19 Equity share capital (Continued)

Details of shareholders holding more than 5% shares in the company

Name of shareholder	As at March 31, 2023		As at March 31, 2022	
	Number of shares	% of total shares in class	Number of shares	% of total shares in class
Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	34,96,583	32.12%
LeapFrog Financial Inclusion India (II) Limited	25,08,105	23.04%	25,08,105	23.04%
Accion Africa-Asia Investment Company	23,64,896	21.72%	23,64,896	21.72%
Nordic Microfinance Inititative Fund IV KS	18,39,248	16.89%	18,39,248	16.89%
Stakeboat Capital Fund–I	6,56,874	6.03%	6,56,874	6.03%

Also refer note 39 in relation to ESOP.

Shareholding of promoters

Shares held by promoters at 31st March 2023				% Change during the period
S. No	Promoter name	No. of Shares	% of total shares	
1	Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

Shares held by promoters at 31st March 2022				% Change during the period
S. No	Promoter name	No. of Shares	% of total shares	
1	Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

20 Other Equity

Particulars	As at March 31, 2023	As at March 31, 2022
a) Capital reserves	1,329.46	1,329.46
b) Securities premium account	35,504.84	35,504.84
c) Employee stock option outstanding account (also refer note 39)	409.76	292.06
d) Statutory reserves	1,546.19	1,258.94
e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)	(18,275.65)	(19,368.01)
f) Other comprehensive income	(152.64)	(64.91)
Balance at the end of the year	**20,361.95**	**18,952.37**

Particulars	As at March 31, 2023	As at March 31, 2022
a) Capital Reserves		
At the commencement of the year	1,329.46	1,329.46
Add: Capital reserves pursuant to the Scheme	-	-
Balance at the end of the year	**1,329.46**	**1,329.46**
b) Securities premium account		
Balance at the beginning of the year	35,504.84	35,504.84
Add: Securities premium on issue of shares (net of share issue expenses)		-
Balance at the end of the year	**35,504.84**	**35,504.84**
c) Employee stock option outstanding account		
Balance at the beginning of the year	292.06	152.68
Add: Share based payment expense for the year	117.70	139.38
Less: Transferred to securities premium		-
Balance at the end of the year	**409.76**	**292.06**
d) Statutory reserves		
(As per Section 45-IC of Reserve Bank of India Act, 1934)		
Balance at the beginning of the year	1,258.94	1,247.53
Add: Statutory reserves pursuant to the Scheme		
Add: Amount transferred from surplus in statement of profit and loss	287.25	11.41
Balance at the end of the year	**1,546.19**	**1,258.94**
e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)		
Balance at the beginning of the year	(19,368.01)	(19,470.46)
Add: Profit for the year	1,436.25	57.03
Add: Adjustment pursuant to the Scheme	-	-
Less :Transferred to statutory reserve	(287.25)	(11.41)
Transfer from other comprehensive income	(56.63)	56.82
Balance at the end of the year	**(18,275.65)**	**(19,368.01)**
f) Other comprehensive income		
Balance at the beginning of the year	(64.91)	(107.28)
Add: Remeasurements of defined benefit asset/ (liability)	(56.63)	56.82
Less : Cash flow hedge reserve	-87.73	42.37
Less: Transfer to retained earnings	56.63	(56.82)
Balance at the end of the year	**(152.64)**	**(64.91)**
g) Share application money pending allotment		
Balance at the beginning of the year	-	-
Add: share application money received	-	-
Less: Shares allotted during the year	-	-
Balance at the end of the year	**-**	**-**
Total (a+b+c+d+e+f+g+h)	**20,361.95**	**18,952.37**

P.K.F. SRIDHAR & SANTHANAM LLP FIRM REGN No 003990S / S200018 CHENNAI

Statement of changes in equity

(2) Current reporting year

Particulars	Reserves and Surplus						
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	Employee stock option outstanding account	Other comprehensive income	Total
Balance at the beginning of the current reporting period	1,329.46	35,504.84	1,258.94	(19,368.01)	292.06	(64.91)	18,952.37
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329.46	35,504.84	1,258.94	(19,368.01)	292.06	(64.91)	18,952.37
Total Comprehensive Income for the current reporting year	-	-	-	(56.63)	-	-	(56.63)
Profit for the current reporting year	-	-	-	1,436.25	-	-	1,436.25
Transfer from / to retained earnings	-	-	287.25	(287.25)	-	56.63	56.63
Securities premium on issue of equity shares	-	-	-	-	-	-	-
Securities premium on issue of Preference shares		-					-
Share based payment expense for the current reporting year	-	-	-	-	117.70	-	117.70
Cash flow hedge reserve	-	-	-	-	-	(87.73)	(87.73)
Remeasurement of Defined Benefit Plan	-	-	-	-	-	(56.63)	(56.63)
Balance at the end of the current reporting period	**1,329.46**	**35,504.84**	**1,546.19**	**(18,275.65)**	**409.76**	**(152.64)**	**20,361.95**

(2) Previous reporting year

Particulars	Reserves and Surplus						
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	Employee stock option outstanding account	Other comprehensive income	Total
Balance at the beginning of the current reporting period	1,329.46	35,504.84	1,247.53	(19,470.46)	152.68	(107.28)	18,656.77
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329.46	35,504.84	1,247.53	(19,470.46)	152.68	(107.28)	18,656.77
Total Comprehensive Income for the current year	-	-	-	56.82	-	-	56.82
Profit for the year	-	-	-	57.03	-	-	57.03
Transfer from / to retained earnings	-	-	11.41	(11.41)	-	(56.82)	(56.82)
Securities premium on issue of equity shares	-	-	-	-	-	-	-
Share based payment expense for the year	-	-	-	-	139.38	-	139.38
Cash flow hedge reserve	-	-	-	-	-	42.37	42.37
Remeasurement of Defined Benefit Plan	-	-	-	-	-	56.82	56.82
Balance at the end of the Previous reporting period	**1,329.46**	**35,504.84**	**1,258.94**	**(19,368.01)**	**292.06**	**(64.91)**	**18,952.37**



Nature and purpose of reserve

Capital Reserves
Pursuant to Scheme of arrangement, the Company has created a capital reserve in accordance with the applicable accounting standards.

Securities premium
Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes in accordance with the provisions of section 52 of the Act.

Employee stock option outstanding
The Company has established various equity settled share based payment plans for certain categories of employees of the Company. Please refer note 39 for further details of these plans.

Reserve u/s. 45-IA of the Reserve Bank of India Act, 1934 ("the RBI Act, 1934") (Statutory Reserve)
Reserve u/s. 45-IA of RBI Act, 1934 is created in accordance with section 45 IC(1) of the RBI Act, 1934. As per Section 45 IC(2) of the RBI Act, 1934, no appropriation of any sum from this reserve fund shall be made by the non-banking financial company except for the purpose as may be specified by RBI.

Surplus in the statement of profit and loss
Surplus in the statement of profit and loss is the accumulated available profit of the Company carried forward from earlier years. These reserves are free reserves which can be utilised for any purpose as may be required.

Other comprehensive income
a) Remeasurement of the net defined benefit liabilities comprise actuarial gain or loss, return on plan assets excluding interest and the effect of asset ceiling, if any.
b) The Company has applied hedge accounting for designated and qualifying cash flow hedges, the effective portion of the cumulative gain or loss on the hedging instrument is initially recognised directly in OCI within equity as cash flow hedge reserve.



21 Interest income

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest income		
- Interest income on loans to customers	29,706.91	25,437.65
- Interest income on Portfolio Assignment	1,401.15	648.12
- Interest income from Securitisation	4,055.39	764.99
- Interest on fixed deposits	378.59	364.23
- Others	11.17	15.16
Total	**35,553.21**	**27,230.15**

Note : Interest on Fixed Deposit Includes Rs.334.92 lacs (Rs.24.21 lacs FY 2021-2022)towards interest on margin money deposits placed to avail term loans from Banks, NBFC's & placed as cash collateral in connection with securitisations transactions.

22 Fees and commission income

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Fees income	122.97	19.32
Total	**122.97**	**19.32**

23 Net gain on fair value changes

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Net gain on financial instruments at fair value through profit or loss (FVTPL)		
On trading portfolio		
-Mutual fund investments at FVTPL	106.84	258.12
Total	**106.84**	**258.12**
Fair value changes		
Realised	106.84	258.12
Unrealised	-	-
Total	**106.84**	**258.12**

24 Income from other services

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Commission income	1,218.90	828.68
Others	0.39	15.97
Total	**1,219.29**	**844.65**



25 Finance Costs

Finance costs on financial liabilities measured at amortised cost

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest on borrowings		
- term loans from banks	2,408.00	2,041.83
- securitised portfolio	1,772.41	245.23
- term loans from others	4,919.14	4,187.85
- term loans from related parties	1,492.48	1,221.44
- external commercial borrowings	853.12	863.08
Interest on Convertible Preference shares	183.51	-
Interest on debt securities	2,790.77	2,075.94
Interest on Commercial Paper	217.77	67.37
Interest on Subordinate Liabilities	320.31	606.50
Other interest expense	2.02	3.20
Amortisation of ancillary costs relating to borrowings	904.86	531.82
Interest on Cash Credit	87.67	-
Interest expense on lease liabilities	107.17	123.57
Total	**16,059.24**	**11,967.82**

26 Impairment on financial instruments

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Impairment loss allowance on loans	2,103.97	3,730.98
Bad debts written off	3,733.41	2,275.81
Total impairment of financial assets	**5,837.39**	**6,006.80**

*Impairment loss allowance on loan includes provision for guarantee (Refer Note 17)

27 Employee benefits expenses

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Salaries, wages and bonus	8,025.06	6,334.61
Contribution to provident and other funds	642.24	561.66
Staff welfare expenses	166.38	50.48
Employee stock option expenses	117.70	139.47
Expenses related to post-employment defined benefit plans	200.05	150.46
Total	**9,151.44**	**7,236.67**



28 Depreciation and amortization

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation of property, plant and equipment	276.40	206.24
Amortisation of intangible assets	367.12	265.34
Depreciation of right of use assets	179.69	169.72
Total	**823.20**	**641.30**

29 Other expenses

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Legal and professional charges (refer note 29.1)	885.87	500.43
Rent	212.11	182.63
Communication expenses	299.10	232.28
Commission to Saija*	537.57	-
Insurance	208.78	127.83
Electricity and water charges	59.50	32.64
Rates and taxes	203.12	212.96
Office maintenance	159.30	152.76
Repairs and maintenance	12.72	0.95
Bank charges	200.67	204.10
Printing and stationery	119.46	57.27
Travelling, conveyance and lodging	890.24	641.86
Technology fees	193.31	180.27
Security charges	2.42	4.00
Recruitment and training	27.23	58.30
Corporate social responsibility expenses (refer note 29.2)	-	-
Other expenses	234.67	65.79
Total	**4,246.05**	**2,654.05**

* Commission to Saija represents the nine months Business Correspondence commission expense incurred until Acquisition. (Refer Note 76)

29.1 Payments to auditor (excluding goods and services tax)

	Year ended March 31, 2023	Year ended March 31, 2022
As auditor:		
Statutory audit	25.00	22.50
Tax audit	4.00	-
Limited reviews	25.00	12.50
Other services	0.75	0.35
Reimbursement of expenses	0.31	0.21
Total	**55.06**	**35.56**



29.2 Details of Corporate Social Responsibility expenditure

	Year ended March 31, 2023	Year ended March 31, 2022
(a) Amount required to be spent by the Company during the year	-	-
(b) Amount of expenditure incurred during the year :	-	-
(c) shortfall at the end of the year,	-	-
(d) total of previous years shortfall,	-	-
(e) reason for shortfall,		
(f) nature of CSR activities,	-	-
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	-	-
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	-	-

Note: Pursuant to Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, the Company is required to record provision for the unspent corporate social reponsibility expenditure as per the act. Accordingly, the Company has recorded provision for the FY 2020-21 for the unspent portion amounting to INR 3.14 Lakhs which was spent during the Financial Year 2021-22.Since the company's Net worth/Turn Over and Net Profit are less than the theshold limts indicated in section 135 of the companies act the provision of the section are not applicable to the company in the current year



30 Income Tax

i Amounts recognized in profit or loss

The components of income tax expense for the period ended June 30, 2022 and March 31, 2022 are as under:

Particulars	As at March 31, 2023	As at March 31, 2022
Current tax		
In respect of current reporting period	-	-
In respect of previous years	-	(34.48)
	-	**(34.48)**
Deferred tax		
Attributable to–		
Origination and reversal of temporary differences and MAT Credit Entitlement	648.34	147.94
In respect of previous years	-	-
	648.34	**147.94**
Total tax charge	**648.34**	**113.46**

ii Income tax recognized in other comprehensive income

Income tax relating to items that will not be reclassified to profit or loss relating to remeasurement of defined benefit plans	-59.31	40.75

iii Reconciliation of total tax expense

The tax charge shown in the statement of profit and loss differs from the tax charge that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the period March 31, 2023 and March 31, 2022 are as under:

Particulars	As at March 31, 2023	As at March 31, 2022
Accounting profit before tax	2,084.59	170.49
Applicable tax rate	29.12%	29.12%
Computed tax expense	**607.03**	**49.65**
Add:		
a. Non Deductible Expenses		
Interest on delayed payment of Tax	-	27.78
On Account of Goodwill	-	55.63
b. Others	41.31	14.89
c.Tax pertaining to earlier years	-	-34.48
Current tax derived	**648.34**	**113.46**

iv Deferred tax

The following table shows deferred tax recorded in the balance sheet and changes recorded in the Income tax expense

Particulars	As at March 31, 2021	Statement of profit and loss	Other comprehensive income	As at March 31, 2022	Statement of profit and loss	Other comprehensive income	As at March 31, 2023
Component of Deferred tax asset / (liability)							
Deferred tax asset / (liability) in relation to:							
Difference between written down value of fixed assets as per books of accounts and income tax	100.07	31.57	-	131.64	(87.67)		43.97
							-
							-
Provision for employee benefits	16.24	22.57	(23.34)	15.47	16.06	23.27	54.80
Provision for hedge reserve	44.08	(44.07)	(17.41)	(17.41)	17.41	36.04	36.04
Impairment on financial instruments	2,332.76	(408.89)	-	1,923.87	(872.63)		1,051.25
Unamortised processing fee income / expenses	(63.84)	15.53	-	(48.31)	28.65		(19.66)
Carryforward of business loss	-	-	-	-			-
Others	62.38	302.53	-	364.37	477.32		841.69
MAT credit entitlement	514.93		-	514.92			514.92
Upfront income recognised on Direct Assignent transactions	-	(67.19)	-	-67.19	(227.47)		(294.66)
Total	**3,006.62**	**(147.94)**	**(40.75)**	**2,817.38**	**(648.34)**	**59.31**	**2,228.35**

31 Earnings per share ('EPS')

Particulars	As at March 31, 2023	As at March 31, 2022
Earnings		
Net profit attributable to equity shareholders for calculation of basic EPS	1,436.25	57.03
Net profit attributable to equity shareholders for calculation of diluted EPS	1,436.25	57.03
Shares		
Equity shares at the beginning of the period	1,08,87,144	1,08,87,144
Shares issued during the period	-	-
Total number of equity shares outstanding at the end of the period	1,08,87,144	1,08,87,144
Outstanding Compulsorily convertible preference shares	2,75,938	
Weighted average number of equity shares outstanding during the period for calculation of basic EPS	1,11,63,082	1,08,87,144
Diluted effect of Outstanding Stock Options	28,257	32,501
Weighted average number of equity shares outstanding during the period for calculation of diluted EPS	1,11,91,339	1,09,19,645
Face value per share	100.00	100.00
Earning per share		
Basic	12.87	0.52
Diluted	12.83	0.52



32 Maturity Analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the company uses the same basis of expected repayment behaviour as used for estimating the EIR.

Particulars	As at March 31, 2023			As at March 31, 2022		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
Assets						
Cash and cash equivalents	7,830.30	-	7,830.30	8,880.60	-	8,880.60
Bank balance other than cash and cash equivalents	7,702.77	1,719.36	9,422.14	3,586.16	2,257.16	5,843.32
Derivative financial instruments		-				
Receivables						
(i) Trade receivables	636.30	-	636.30	149.79	-	149.79
Loans	95,615.42	64,026.07	1,59,641.50	59,636.61	41,285.76	1,00,922.37
Investments	-	75.00	75.00	554.34	-	554.34
Investments in Associates using Equity Method	756.94	-	756.94		756.94	756.94
Other financial assets	804.09	183.98	988.08	1,899.16	205.74	2,104.90
Current tax assets (net)	-	1,663.51	1,663.51	-	711.16	711.16
Deferred tax assets (net)	-	2,228.35	2,228.35	-	2,817.38	2,817.38
Property, plant and equipment	-	462.64	462.64	-	562.43	562.43
Right of Use Asset	199.39	388.08	587.47	13.62	649.73	663.35
Other intangible assets	-	2,028.91	2,028.91	-	844.65	844.65
Other non-financial assets	1,372.36	60.70	1,433.04	1,168.49	-	1,168.49
Total Assets	**1,14,917.58**	**72,836.60**	**1,87,754.17**	**75,888.77**	**50,090.95**	**1,25,979.72**
Liabilities						
Derivative financial instruments	19.67	-	19.67	294.91	-	294.91
Trade payables	-	-		-	-	-
-total outstanding dues of micro and small enterprises	-	-	-	-	-	-
-total outstanding dues of creditors other than micro and small enterprises	417.89	-	417.89	214.26	-	214.26
Debt securities	4,570.88	21,597.19	26,168.06	7,991.12	6,702.22	14,693.34
Borrowings (Other than debt securities)	79,235.62	38,494.42	1,17,730.04	42,707.61	31,745.99	74,453.60
Subordinate Liabilities	291.91	5,193.51	5,485.43	2,996.93	771.00	3,767.93
Other financial liabilities	5,300.30	565.79	5,866.10	954.65	1,085.07	2,039.72
						-
Current tax liabilities (net)	-	-	-	-	-	-
Provisions	65.11	398.66	463.77	93.21	71.60	164.81
Other non-financial liabilities	354.14	-	354.14	511.64	-	511.64
Total Liabilities	**90,255.51**	**66,249.57**	**1,56,505.09**	**55,764.33**	**40,375.88**	**96,140.21**
EQUITY						
Equity share capital	-	10,887.14	10,887.14	-	10,887.14	10,887.14
Other equity	-	20,361.95	20,361.95	-	18,952.37	18,952.37
Total Equity	-	**31,249.09**	**31,249.09**	-	**29,839.51**	**29,839.51**
Total Liabilities & Equity	**90,255.51**	**97,498.66**	**1,87,754.17**	**55,469.42**	**70,510.31**	**1,25,979.72**

Change in Liabilities arising from financing activities -

Particulars	As at March 31, 2022	Cash flows (net)	Others*	Change in fair values	As at March 31, 2023
Debt Securities	14,693.34	11,129.26	345.46	-	26,168.06
Borrowings (other than debt securities)	74,453.60	42,734.09	542.35	-	1,17,730.04
Subordinate Liabilities	3,767.93	1,719.78	(2.29)	-	5,485.43
	92,914.87	**55,583.14**	**885.52**	**-**	**1,49,383.53**



33 Financial instrument

A Fair value measurement

Valuation principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions i.e., exit price. This is regardless of whether that price is directly observable or estimated using a valuation technique.

Financial instruments by category

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2023 were as follows:

	Carrying amount		
Particulars	**Amortised cost**	**FVTPL**	**FVOCI**
Financial Assets:			
Cash and cash equivalents	7,830.30	-	-
Bank balance other than cash and cash equivalents	9,422.14	-	-
Receivables	636.30	-	-
Loans	1,59,641.50	-	-
Investments	75.00	-	-
Investments in Associates using Equity Method	756.94		
Other financial assets	988.08	-	-
Total	**1,79,350.25**	**-**	**-**
Liabilities:			
Derivative financial instruments			19.67
Trade payables	417.89	-	-
Debt securities	26,168.06	-	-
Borrowings (Other than debt securities)	1,17,730.04	-	-
Subordinated Liabilities	5,485.43		
Other financial liabilities	5,866.10	-	-
Total	**1,55,667.51**	**-**	**19.67**

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2022 were as follows:

	Carrying amount		
Particulars	**Amortised cost**	**FVTPL**	**FVOCI**
Assets:			
Cash and cash equivalents	8,880.60	-	-
Bank balance other than cash and cash equivalents	5,843.32	-	-
Receivables	149.79	-	-
Loans	1,00,922.37	-	-
Investments	1,311.28	-	-
Other financial assets	2,104.90	-	-
Total	**1,19,212.26**	**-**	**-**
Liabilities:			
Derivative financial instruments	-	-	294.91
Trade payables	214.26	-	-
Debt securities	14,693.34	-	-
Borrowings (Other than debt securities)	74,453.60	-	-
Subordinated Liabilities	3,767.93		
Other financial liabilities	2,039.72	-	-
Total	**95,168.85**	**-**	**294.91**

Note:
Fair Value of Assets & Liabilities carried at Amortised Cost in the books are close to the Fair Value and hence are not separately disclosed.

34 Financial risk management objectives and policies

(a) The Company's principal financial liabilities comprise borrowings from banks and issue of debentures. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loan and advances, investments and cash and cash equivalents that are derived directly from its operations.

(b) The Company is exposed to credit risk, liquidity risk and market risk. The Company's board of directors have an overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors have established the risk committee and asset liability committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

(c) The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.



34 Financial risk management objectives and policies (continued)

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party to financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customers and loans.

The carrying amounts of financial assets represent the maximum credit risk exposure.

A. a) Loans

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry.

The Company's exposure to credit risk for loans by type of counterparty is as follows. All these exposures are with in India.

Particulars	**Carrying Amount**	
	March 31, 2023	**March 31, 2022**
Term loans	1,63,251.54	1,07,674.98
Less : Impairment loss allowance	(3,610.04)	(6,752.60)
Total	**1,59,641.50**	**1,00,922.37**

An impairment analysis is performed at each reporting date based on the facts and circumstances existing on that date to identify expected losses on account of time value of money and credit risk. For the purposes of this analysis, the loan receivables are categorised into groups based on days past due and the type of risk exposures. Each group is then assessed for impairment using the Expected Credit Loss (ECL) model as per the provisions of Ind AS 109 - financial instruments.

b) Staging:

As per Ind AS 109, general approach all financial instruments are allocated to stage 1 on initial recognition. However, if a significant increase in credit risk is identified at the reporting date compared with the initial recognition, then an instrument is transferred to stage 2. If there is objective evidence of impairment, then the asset is credit impaired and transferred to stage 3.

The Company considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower becomes 90 days past due on its contractual payments. For financial assets in stage 1, the impairment calculated based on defaults that are possible in next twelve months, whereas for financial instrument in stage 2 and stage 3 the ECL calculation considers default event for the life span of the instrument.

As per Ind AS 109, Company assesses whether there is a significant increase in credit risk at the reporting date from the initial recognition. Company has staged the assets based on the Days past dues criteria and other market factors which significantly impacts the portfolio.

Days past dues status	**Stage**	**Provisions**
Current	Stage 1	12 Months Provision
1-30 Days	Stage 1	12 Months Provision
31-90 Days	Stage 2	Lifetime Provision
90+ Days	Stage 3	Lifetime Provision

c) Grouping

As per Ind AS 109, Company is required to group the portfolio based on the shared risk characteristics. The Company has assessed the risk and its impact on the various portfolios and has divided the portfolio into the following groups:

- Loans
- Guarantees
- Second level credit enhancement
- Investments in pass through securities

d) Expected credit loss ("ECL"):

ECL on financial assets is an unbiased probability weighted amount based out of possible outcomes after considering risk of credit loss even if probability is low. ECL is calculated based on the following components:

i. Probability of default ("PD")
ii. Loss given default ("LGD")
iii. Exposure at default ("EAD")

i) Probability of default:

PD is estimated basis historical movement of accounts from non-default bucket to default bucket in own portfolio for each product. DPD status and Vintage of customer as measured by the Month-on-Book (MOB) are the two PD differentiators considered for the computation for all products.



34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

i) Probability of default:

The PDs derived from the model, quarterly snapshots of book of previous trends are taken for the historical analysis. A cross matrix of DPD and MOB is created, and default rate computed for each position in the cross tabulation. The final PD is computed based on weighted average PD computed from each snapshot. The count of borrowers in each snapshot is used as the weight to compute weighted average PD. Since this weight has an increasing trend, the recent portfolio has greater influence over the final PD and thus complies with the requirement of the PD being Point-in-Time (PIT).

ii) Loss given default

LGD is an estimate of the loss from a transaction given that a default occurs. Under Ind AS 109, lifetime LGD's are defined as a collection of LGD's estimates applicable to different future periods. Various approaches are available to compute the LGD. The Company has considered the workout LGD approach by considering historical losses and recoveries. The following steps are performed to calculate the LGD:

1) Analysis of historical credit impaired accounts
2) The computation consists of following components, which are:
   a) Outstanding balance (Principal Outstanding and Interest Overdue) (POS)
   b) Recovery amount (discounted yearly) by initial contractual rate.
   c) Expected recovery amount (for incomplete recoveries), discounted to reporting date using initial contractual rate.

3) The formula for the computation is as below:
   % Recovery rate = (discounted recovery amount + discounted estimated recovery) / (total POS)
   % LGD = 1 – recovery rate

4) Loss given default (LGD) is the estimate of loss from the transaction given that a default has occurred. The same quarterly snapshots with DPD-MOB cross Tabulation are used to compute LGD for the products, where loss rate post default is computed for each position in the cross tabulation. The weighted average LGD is computed from quarterly snapshots using defaulted principal outstanding of respective quarter as the weight. Since each product is a homogenous pool within a narrow range of yields and getting the data on accrued interest till the date of default on each individual assets would involve undue time, cost and efforts, only principal outstanding has been considered as reasonable proxy of the proportion of EAD that experiences loss after default for each product.

iii) Exposure at default

i) As per Ind AS 109, EAD is estimation of the extent to which the financial entity may be exposed to counterparty in the event of default and at the time of counterparty's default. The Company has modelled EAD based on the contractual and behavioral cash flows till the lifetime of the loans considering the expected prepayments.

ii) The Company has considered expected cash flows for all the loans at DPD bucket level for each of the risk segments, which was used for computation of ECL. Moreover, the EAD comprised of principal component and interest overdue .

iii) The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument is subject to 12mECL or Long term ECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition. The Company considers the credit risk to be directly proportional to the delinquency status i.e. days past due of the loan under consideration. No further adjustments are made in the PD.

EAD adjustment factor:

While PD estimates predict the probability of default of an obligor within a one year horizon, the actual exposure at the time of an event of default may be lower than the outstanding exposure at the date of respective snapshot as some repayments are likely to be received before default given the fact the repayments are made by the obligors in instalments. Thus, exposure at default is required to be adjusted by an estimated percentage of probable recovery before the asset shifts to Stage 3. Thus, EAD adjustment factor is defined as: principal outstanding at the time of default upon principal outstanding at snapshot date. Such factor is worked out for each position in the DPD-MOB cross tabulation for all the products.

e) ECL computation:

ECL at DPD pool level was computed with the following method:

ECL for year (yet) = (Principal Outstanding+ Interest Accrued)* PD (yet) * LGD (yet) * EAD adjustment factor (yet)

The calculation is based on provision matrix which considers actual historical data adjusted appropriately for the future expectations and probabilities. Proportion of expected credit loss provided for across the stage is summarised below:

Particulars	Provisions	As at March 31, 2023	As at March 31, 2022
Stage 1	12 month provision	345.36	548.68
Stage 2	Life time provision	484.74	663.05
Stage 3	Life time provision	2,779.94	5,540.87
Amount of expected credit loss provided for		**3,610.04**	**6,752.60**

Also refer Note 73

The loss rates are based on actual credit loss experience over past years. These loss rates are then adjusted appropriately to reflect differences between current and historical economic conditions and the Company's view of economic conditions over the expected lives of the loan receivables. Movement in provision of expected credit loss has been provided in below note.



34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

Reconciliation of ECL balance is given below:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
ECL allowance - opening balance	**6,752.60**	**7,947.85**
Opening provision of Saija due to BTA	384.63	-
Addition during the year (net of reversals)	2,103.97	3,895.96
Addition during the year on account of Bad Debts	3,790.75	2,422.90
Write offs during the year	(9,421.91)	(7,514.11)
Closing provision of ECL	**3,610.04**	**6,752.60**

Also refer Note 73

Analysis of changes in the gross carrying amount of loans:

Particulars	As at March 31, 2023				As at March 31, 2022			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**91,636.96**	**6,033.40**	**10,004.62**	**1,07,674.98**	**85,302.02**	**8,689.46**	**9,930.35**	**1,03,921.83**
New assets originated *	1,28,722.21	855.74	968.41	1,30,546.36	74,749.56	4.10	1,053.68	75,807.34
Asset derecognised or repaid	(65,204.58)	(898.66)	555.35	(65,547.89)	(60,194.92)	(4,301.11)	(44.05)	(64,540.08)
Movement Between Stages				-				
Transfer from stage 1	(4,530.58)	1,436.42	3,094.17	-	(9,065.10)	5,532.33	3,532.77	-
Transfer from stage 2	2,611.54	(5,653.98)	3,042.45	-	705.98	(3,987.71)	3,281.73	-
Transfer from stage 3	1,721.26	12.84	(1,734.10)	-	139.42	96.34	(235.76)	-
Write offs	(31.96)	(31.99)	(9,357.96)	(9,421.91)	-	-	(7,514.11)	(7,514.11)
As at the end of the year	**1,54,924.85**	**1,753.77**	**6,572.92**	**1,63,251.54**	**91,636.96**	**6,033.40**	**10,004.62**	**1,07,674.98**

* New assets originated are those assets which have originated during the year

Analysis of changes in the ECL of loans:

Particulars	As at March 31, 2023				As at March 31, 2022			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**548.68**	**663.05**	**5,540.87**	**6,752.60**	**614.45**	**1,792.20**	**5,541.20**	**7,947.85**
New assets originated *	269.20	178.20	448.55	895.95	538.31	0.85	588.71	1,127.87
Asset derecognised or repaid	(1,558.03)	26.33	1,486.18	(45.51)	(433.50)	(887.83)	(24.61)	(1,345.94)
Movement Between Stages				-				
Transfer from stage 1	(105.65)	26.12	79.54	-	(65.28)	39.84	25.44	-
Transfer from stage 2	303.35	(627.81)	324.45	-	145.73	(823.14)	677.41	-
Transfer from stage 3	967.03	6.45	(973.48)	-	77.90	53.83	(131.73)	-
Write offs	(7.88)	(7.42)	(5,673.20)	(5,688.50)	-	-	(7,514.11)	(7,514.11)
Impact on ECL on account of movement between stages / updates to the ECL model	(71.35)	219.82	1,547.02	1,695.49	(328.93)	487.30	6,379	6,536.93
As at the end of the year	**345.36**	**484.74**	**2,779.94**	**3,610.04**	**548.68**	**663.05**	**5,540.87**	**6,752.60**

f) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure is the total of the carrying amount of the aforesaid balances.

g) Modified financial assets

i) RBI vide circular dated 12th Nov 2021 - Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances - Clarifications, notification RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22 (IRACP) has clarified /harmonised certain aspects of the regulatory guidelines with a view to ensuring uniformity in the implementation of IRACP norms across all lending institutions. The company will comply with the norms or changes for regulatory reporting w.e.f 01 October 2022 as per extended timelines provided by RBI vide circular dated 15 February 2022.The impact of Such clarification/harmonisation has been considered by the company in preparing the financial results for year ended 31 March 2023.

ii) RBI vide its Master Direction – Reserve Bank of India (Regulatory Framework for Microfinance Loans) Directions, 2022 - DoR.FIN.REC.95/03.10.038/2021-22 dated 14th March 2022 has effected changes including % of MFI loan exposure to other than NBFC-MFIs and household income thresholds. The company has implemented the necessary systems and procedures to comply with master directions w.e.f 1st October 2022 as per extended timelines provided by RBI vide FAQ dated 25th July 2022. As on 31st March 2023, the company is in compliance with the norms or changes for regulatory reporting w.e.f 01 October 2022 .



34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

j) Analysis of credit concentration risks

The Company's concentrations of risk are managed by counterparty and geography. The maximum credit exposure to any individual client or counterparty as of March 31, 2023 was INR 5 Lakhs (March 31, 2022: INR 5 Lakhs)

The following table shows the risk concentration of loan portfolio by geography.

Geography	Year ended March 31, 2023	Year ended March 31, 2022
Tamil Nadu	89,496.18	72,301.39
Odisha	20,699.99	12,645.47
Karnataka	11,712.91	8,690.56
Chhattisgarh	5,071.39	4,648.85
Uttarakhand	6,206.30	4,501.46
Jharkhand	8,497.76	2,653.87
Uttar Pradesh	2,027.00	-
Haryana	1,275.56	-
Bihar	17,714.71	2,232.11
Punjab	549.73	-
Others	-	1.27
Total	**1,63,251.54**	**1,07,674.98**

B. Cash and cash equivalent and Bank deposits

The Company held cash and cash equivalents with credit worthy banks and financial institutions as at the reporting dates which has been measured on the 12-month expected loss basis. The credit worthiness of such banks and financial institutions are evaluated by the management on an ongoing basis and is considered to be good with low credit risk.

C. Other financial assets and Receivables

This balance is primarily constituted by security deposits and advance to employees. The Company does not expect any losses from non-performance by these counter-parties.

(ii) Liquidity risk

a. Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company is bound to comply with the Asset Liability Management guidelines issued by Reserve Bank of India. The company has Asset Liability Management policy approved by the board and has constituted Asset Liability Committee to oversee the liquidity risk management function of the company. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

b. The Company is monitoring its liquidity risk by estimating the future inflows and outflows during the start of the year and planned accordingly the funding requirement. The Company manages its liquidity by unutilised cash credit facility, term loans and direct assignment.

c. The composition of the Company's liability mix ensures healthy asset liability maturity pattern and well diverse resource mix.

d. Capital adequacy ratio of the Company, as on March 31, 2023 is 22.64% (YE March 31, 2022: 25.33%) against regulatory norms of 15%. Tier I capital is 22.64% (YE March 31, 2022: 24.93%) as against requirement of 10%. Tier II capital is 0.00% (YE March 31, 2022: 0.40%) which may increase from time to time depending on the requirement and also as a source of structural liquidity to strengthen asset liability maturity pattern.

Maturity profile of non-derivative financial liabilities

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The amount disclosed in the tables have been drawn up based on the undiscounted contractual cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Non-derivative financial liabilities					
As at March 31, 2023:					
Trade Payables	417.89	417.89	-	-	-
Debt Securities*	26,168.06	4,570.88	21,597.19	-	-
Borrowings (Other than Debt Securities)*	1,17,730.04	79,235.62	38,494.42	-	-
Subordinate Liabilities*	5,485.43	291.91	5,193.51	-	-
Other financial liabilities	5,866.10	5,300.30	565.79		
Total	**1,55,667.51**	**89,816.60**	**65,850.91**	**-**	**-**
As at March 31, 2022:					
Financial Liabilities					
Trade payables	214.26	214.26	-	-	-
Debt Securities*	14,849.56	8,059.82	6,789.74	-	-
Borrowings (Other than Debt Securities)*	75,133.63	43,175.34	31,958.29	-	-
Subordinate Liabilities*	3,771.00	3,000.00	771.00	-	-
Other financial liabilities*	2,039.72	954.95	327.57	99.63	657.57
Total	**96,008.18**	**55,404.37**	**39,846.60**	**99.63**	**657.57**

* Gross of unamortized processing fee



34 Financial risk management objectives and policies (Continued)

(ii) Liquidity risk (Continued)

Maturity profile of derivative financial liabilities

The following table details the Company's liquidity analysis for its derivative financial instruments. The table has been drawn up based on the undiscounted gross inflows and outflows on those derivatives that require gross settlement. There is no derivative instruments that is settled on a net basis.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Derivative financial instruments					
As at March 31, 2023:					
Gross settled:					
Cross Currency Interest Rate swaps					
- Payable	19.67	19.67	-	-	-
Total	**19.67**	**19.67**	**-**	**-**	**-**
As at March 31, 2022:					
Gross settled:					
Cross Currency Interest Rate swaps					
- Payable	294.91	294.91	-	-	-
Total	**294.91**	**294.91**	**-**	**-**	**-**

(iii) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk includes interest rate risk and foreign currency risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's investment in bank deposits and variable interest rate lending. Whenever there is a change in borrowing interest rate for the Company, necessary change is reflected in the lending interest rates over the timeline in order to mitigate the risk of change in interest rates of borrowings.

Sensitivity analysis - Increase/ decrease of 100 basis points

Particulars	As at March 31, 2023		As at March 31, 2022	
	Increase	Decrease	Increase	Decrease
Debt Securities	(204.31)	204.31	(127.77)	127.77
Borrowings	(960.92)	960.92	(747.27)	747.27
Bank Deposits	114.83	(114.83)	113.43	(113.43)
Subordinate Liabilities	(46.27)	46.27	(37.62)	37.62

(b) Foreign currency risk

Currency Risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Foreign currency risk arise majorly on account of foreign currency borrowings. The Company manages its foreign currency risk by entering into cross currency swaps.

The carrying amounts of the Company's foreign currency exposure at the end of the reporting period are as follows:

	Rupees	Total
As at March 31, 2023		
Financial Assets	-	-
Financial Liabilities	7,130.15	7,130.15
As at March 31, 2022		
Financial Assets	-	-
Financial Liabilities	6,639.70	6,639.70



35 Commitments

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Estimated amount of contracts remaining to be executed on capital account (net of capital advances) and not provided for	-	-

36 Contingent liabilities

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Claims against the Company not acknowledged as debt		
Service tax related matters (net of provision)	44.86	44.86
Deposits placed with business facilitator	-	100.48

37 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the Micro, Small and Medium Enterprise Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2023 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

	Particulars	Year ended March 31, 2023	Year ended March 31, 2022
a.	The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
	Principal	-	-
	Interest	-	-
b.	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c.	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d.	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
e.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

Note: The management has identified micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) on the basis of information made available by the supplier or vendors of the Company. Based on the information available with the Company, as at the year end, there are no dues to micro and small Enterprises that are reportable under the MSMED Act, 2006.

38 Employee benefits

Defined contribution plans
The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expenses in the statement of profit and loss during the period in which the employee renders the related service. The amount recognised as an expense towards contribution to provident fund for the year aggregated to INR 539.39 lakhs (March 31, 2022: INR 476.50 lakhs).

The Company's gratuity benefit scheme is a defined plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their services in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past services and the fair value of any plan assets are deducted. The Calculation of the Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

Details of actuarial valuation of gratuity pursuant to the Ind AS 19

A. Change in present value of obligations	Year ended March 31, 2023	Year ended March 31, 2022
Present value of obligations at the beginning of the year	327.55	311.14
Benefits paid	(69.12)	(55.79)
Current service cost	142.41	134.74
Interest cost	17.32	15.08
Actuarial (gains) losses recognised in other comprehensive income	81.14	(77.61)
Present value of obligations at the end of the year	**499.28**	**327.55**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	308.83	200.88
Adjustment to Opening Fair Value of Plan Asset	-	-
Contributions paid into the plan	18.73	148.13
Benefits paid	(69.12)	(55.79)
Interest Income	20.19	12.87
Return on plan assets recognised in other comprehensive income	1.23	2.74
Fair value of plan assets at the end of the year	**279.85**	**308.83**
Net defined benefit liability	**219.42**	**18.72**
C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	142.41	134.74
Net interest	(2.86)	2.20
Total	**139.55**	**136.94**
Remeasurements recognised in other comprehensive income		
Actuarial loss on defined benefit obligations	79.91	(80.35)



38 Employee benefits (Continued)

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the gratuity fund's actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan. This plan is funded with SBI.

E. Defined benefit obligation

	Year ended March 31, 2023	Year ended March 31, 2022
Discount rate	7.14%	5.46%
Salary escalation	8%	8%
Attrition rate (Past service - PS)	PS : 0 to 5 : 45% PS : 5 to 40 : 3%	PS : 0 to 5 : 55% PS : 5 to 40 : 3%

Notes:

a) The estimates in future salary increases, considered in actuarial valuation, takes account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employee market.

b) Discount rate is based on the prevailing market yields of Indian Government Bonds as at the balance sheet date for estimated term of obligation.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined

	Year ended March 31, 2023		Year ended March 31, 2022	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(443.52)	566.96	(288.71)	374.96
Future salary growth (1% movement)	560.60	(447.75)	371.52	(290.49)

H The expected payout of undiscounted gratuity is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2022-23						
Gratuity	39.79	30.92	28.72	28.81	18.84	145.21
2021-22						
Gratuity	20.69	18.21	20.65	12.04	14.48	84.16

Details of actuarial valuation of Leave Encashment pursuant to the Ind AS 19

The Company provides encashment of compensated absence based on the approved Company policy. Employees whose service is permanent will be eligible for privilege of compensated absence on calendar year basis, and a maximum accumulation allowed is 5 days leaves in an year. Further, the employees can carry forward a portion of the unutilised accrued compensated absence and utilize it in future periods or receive cash compensation at retirement or termination of employment for the unutilised accrued compensated absence for a maximum of 30 days.

A. Change in present value of obligations	Year ended March 31, 2023	Year ended March 31, 2022
Present value of obligations at the beginning of the year	53.16	55.78
Benefits paid	23.69	8.67
Current service cost	3.96	3.55
Past service cost	-	-
Interest cost	2.42	2.33
Actuarial (gains) losses on Obligation	120.96	0.17
Present value of obligations at the end of the year	**156.81**	**53.16**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	**-**	**-**
Net defined benefit liability	**156.81**	**53.16**
C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	3.96	3.55
Actuarial (gains) losses on Obligation	120.96	-
Net interest	2.42	2.33
Total	**127.34**	**5.88**
Remeasurements recognised in other comprehensive income		
Actuarial (Gain)/loss on defined benefit obligations	-	-

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the Leave Encashment actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan.

E. Defined benefit obligation

	Year ended March 31, 2023	Year ended March 31, 2022
Discount rate	7.14%	5.46%
Salary escalation	8%	8%
Expected average remaining service	4.34	3.01
Attrition rate (Past service - PS)	PS : 0 to 5 : 45% PS : 5 to 40 : 3%	PS : 0 to 5 : 55% PS : 5 to 40 : 3%

Notes:

a) Encashment of compensated absence is payable to the employees on death or resignation or on retirement at the attainment of superannuation age, and it is not applicable on termination and unserved notice period of an employee.

b) The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations.

c) The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Year ended March 31, 2023		Year ended March 31, 2022	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(146.23)	169.52	(49.54)	57.55
Future salary growth (1% movement)	168.75	(146.73)	57.21	(49.75)



G Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below

Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond yields will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

H The expected payout of undiscounted Leave Encashment is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2022-23						
Leave Encashment	47.62	25.54	14.33	8.49	3.73	26.64
2021-22						
Leave Encashment	17.86	8.24	3.94	1.79	1.38	7.91

Details of actuarial valuation of Sick Leave pursuant to the Ind AS 19

In the FY 22-23, the Company has introduced Sick Leave policy for the benefits of the employees. As per the policy, the employees can carry forward a portion of the unutilised accrued sick leave. Accordingly the company has done the actuarial valuation and provided for the same.

A. Change in present value of obligations	**Year ended March 31, 2023**	**Year ended March 31, 2022**
Present value of obligations at the beginning of the year	-	-
Benefits paid	-	-
Current service cost	31.36	-
Past service cost	-	-
Interest cost	-	-
Actuarial (gains) losses on Obligation	-	-
Present value of obligations at the end of the year	**31.36**	**-**

B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	**-**	**-**
Net defined benefit liability	**31.36**	**-**

C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	31.36	-
Total	**31.36**	**-**

Remeasurements recognised in other comprehensive income		
Actuarial (Gain)/loss on defined benefit obligations	-	-

D. Plan assets

The Plan is not funded by the company.

E. Defined benefit obligation

	Year ended March 31, 2023	**Year ended March 31, 2022**
Discount rate	7.14%	-
Salary escalation	8%	-
Expected average remaining service	4.34	-
Attrition rate (Past service - PS)	PS : 0 to 5 : 45% PS : 5 to 40 : 3%	-

Notes:

The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations.
The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Year ended		**Year ended**	
	Increase	**Decrease**	**Increase**	**Decrease**
Discount rate (1% movement)	(26.64)	37.23	-	-
Future salary growth (1% movement)	37.12	(26.64)	-	-

G. Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below

Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond yields will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

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H. The expected payout of undiscounted Sick Leave is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2022-23						
Sick Leave	-	0.03	1.38	0.99	-	8.57

Code on Social Security

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

39 Employee stock option plan (ESOP)

Dvara KGFS Employee Stock Option Plan 2019 ("ESOP Plan") has been approved by the shareholders of the Company, by way of a special resolution, authorizing the Committee to grant not more than 226905 options (at any point of time after excluding optioned granted to resigned employees) to eligible employees in one or more tranches, from time to time of face value Rs.100 each fully paid up, with each such option conferring a right upon the employees to apply for one share in the Company in accordance with the terms and conditions as may be decided under the Plan. The shareholders of the Company have approved the Plan by way of an special resolution and it shall continue to be in force until (i) its termination by the Company as per provisions of Applicable Laws, or (ii) the date on which all of the Options available for issuance under the Plan have been issued and exercised, whichever is earlier.

Dvara KGFS Employee Stock Option Plan 2019

The options were issued on April 1, 2019, January 2, 2020, March 30, 2021, November 2, 2021 and October 1, 2022. The options are vested over a period of 4 years in the proportion of 25:25:25:25.

A brief overview of the scheme is summarized as under:

Particulars	Tranch I	Tranch II	Tranch II		Bonus & Increment	Tranch IV	Tranch V
Effective date of Scheme:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21	30-Mar-21	02-Nov-21	01-Oct-22
Approval of Board of directors:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21	30-Mar-21	02-Nov-21	01-Oct-22
Date of EGM	01-Feb-19	01-Feb-19	01-Feb-19	01-Feb-19	01-Feb-19	26-Mar-21	30-Sep-22
Tenure of scheme	4 years	4 years	4 years	4 years	1 year	4 years	4 years
Vesting period	1 year	1 year	1 year	1 year	1 year	1 year	1 year
Total number of eligible employees	28	28	28	39	38	41	41
Exercise price in INR	346	346	380.59	477.11	477.11 and 429.39	525.43	572.05
Number of options granted	55,330	10,320	25,306	43,199	16,370	41,652	56,535
Fair value of options at grant date (in INR)	97.2 to 188.3	97.2 to 188.3	88.27 to 176.31	225.94 to 317.56	225.94 to 317.56	107.17 to 224.54	183.33 to 310.50

Reconciliation of outstanding options

The details of options granted under the above schemes are as follows.

Particulars	Weighted average exercise price per option		Number of options	
	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2023	Year ended March 31, 2022
Outstanding at beginning of year	426.84	380.56	1,61,003	1,50,295
Less: Forfeited during the year	469.58	434.91	40,793	30,944
Less: Exercised during the year		-		-
Add: Granted during the year (including those for resigned employees)	572.05	525.43	56,535	41,652
Outstanding as at end of year	**450.33**	**426.84**	**1,76,745**	**1,61,003**

Expense recognised in the statement of profit and loss

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Employee stock option expenses	117.70	139.38

Measurement of fair values

The fair value of options have been estimated on the dates of each grant using the Black Scholes model. The various inputs considered in the pricing model for the stock options granted by the Company during the year are as follows:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Share price on grant date (INR)	572.05	525.43
Weighted average share price (INR)	450.33	426.84
Exercise price (INR)	572.05	525.43
Fair value of options at grant date (INR)	183.33 to 310.50	107.17 - 224.54
Expected volatility	48.50% - 50.07%	45.30% - 54.00%
Option term	1-4 years	1-4 years
Expected dividends	Nil	Nil
Risk free interest rate	6.96% - 7.17%	4.28% to 5.88%

40 Related party disclosures

Related party relationships and transactions are as identified by the management.

Entities with substantial interest over the company	Dvara Trust, represented by Dvara Holdings
Enterprise in which controlling entity / KMP has significant influence	Northern Arc Capital Limited Dvara Solutions Private Limited Dvara E Diary Solutions Private Limited Dvara Holdings Dvara Smartgold Private Limited Dvara Research Foundation Dvara Money Private Limited Dvara E-Registry Pvt Ltd Dvara Health Finance Pvt Ltd
Enterprise in which Company has significant influence	Saija Finance Private Limited
Key Managerial Personnel (KMP)	Mr. G. Vijayakumar, Chief Financial Officer Mr. S Balaji, Company Secretary (Until 8th February 2023) Ms.Deepika Bhatt, Company Secretary (Since 9th February 2023) Mr. LVLN Murty, Managing Director & CEO Ms.Bindu Ananth, Director & Chairman Mr. Samir Amrit Shah, Director & Vice Chairman
Independent Directors	Mr.N.T.Arun Kumar(Until 10th March 2023) Ms Gowri Thyagarajan (Since 1st August 2022) Ms.Anisha Motwani Mr. Raman Uberoi
Non Executive Director	Mr.Abhishek Agarwal, Nominee Director(Until 16th August 2022) Mr.John Henry Fischer(Since 30th August 2022) Mr.Pranav Kumar Gupta, Nominee Director Mr.Thomas Klungsoeyr, Nominee Director



A. Transactions during the Year :

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Dvara Trust		
Rent	-	12.80
Reimbursement of expenses	-	2.37
Advance taken	75.00	350.00
Loan Repaid	250.00	600.00
Interest expenses***	7.86	12.26
Northern Arc Capital Limited		
Interest expense***	1,764.41	1,313.73
Fee paid	29.70	269.27
Loan Repaid	5,635.38	7,328.66
Loan Obtained	5,564.70	21,500.00
Commission From Business Correspondence	27.04	50.28
Processing Fee Income	0.01	1.93
Professional & Consultancy Fee Paid	-	0.66
Dvara Solutions Private Limited		
Technology fees	131.71	180.27
Customization fee	3.44	28.62
Reimbursement of expenses	-	2.35
Loan Repaid	170.00	-
Loan Obtained	170.00	-
Interest expenses***	3.02	-
Dvara Smartgold Private Limited		
Commission income	11.27	14.99
Deposit given/(refunded)	14.70	-0.06
Other Expenses	-	1.10
Dvara Holdings		
Rent	141.10	153.36
Loan Obtained	7,600.00	7,700.00
Loan Repaid	6,355.00	-
Other Expenses	102.45	-
Interest expenses***	219.56	423.20
Saija finance Private limited		
Interest income on securitisation	-	45.31
Commission expenses	537.57	-
Upfront fee	80.60	18.00
Professional & Consultancy Fee Paid	36.31	14.00
Employee reimbursement	50.59	35.00
Net Liabilities taken over in BTA transaction	1,119.95	-
Direct Assignement transaction with Saija considered as Own Book post Business Trnsfer Agreement	1,053.35	-
Cash Collateral placed by Saija knocked off pursuant to Business Transfer Agreement	674.48	-
Loans given	757.83	-
Interest received from SAIJA	19.13	-
Loan to Saija knocked off pursuant to Business Trnasfer Agreememt	757.83	-
Dvara E Dairy Solutions Private Limited		
Loan Received	903.18	-
Loan Repaid	474.50	-
Interest expenses***	34.19	-
Director Sitting Fees		
Anisha Motwani	17.00	11.00
NT Arun Kumar	26.50	17.00
Pranav Kumar Gupta	-	5.50
Raman Uberoi	21.00	10.00
S.Viswanathan	-	5.50
Gowri Thyagarajan	12.50	-
Remuneration to Key Managerial Personnel #		
Mr. G. Vijayakumar	68.46	64.46
Mr. S Balaji	17.92	18.26
Mr. LVLN Murty (w.e.f 3rd November 2021)	93.86	48.17
Mr. Joby CO (Upto 31st August 2021)	-	64.06
Ms.Deepika Bhatt (Since 9th February 2023)	2.82	-
Relatives to Key Managerial Personnel		
Interest on NCD paid to Relatives	23.47	-
Amount Repaid to Relatives	50.51	-

Amount attributable to post employment benefits have not been disclosed as the same cannot be identified distinctly in the actuarial valuation.
*** Interest Expesnes includes only actual cash outflow on account of interest and does not include interest accured



40 Related party disclosures (Continued)

B. Balances as at year end:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Dvara Trust		
Receivable	0.69	-
Term loan - Repayable on Demand*	75.00	253.40
Northern Arc Capital Limited		
Receivable	2.56	5.23
NCD Oustanding*	4,993.17	8,954.47
Term loan Outstanding*	10,444.04	10,535.02
Commercial Paper	-	485.20
Dvara Solutions Private Limited		
Advances	17.10	0.17
Dvara Smartgold Private Limited		
Deposit	15.07	14.94
Receivable-DSSP	18.76	-
Trade Receivable	4.55	1.45
Dvara Holdings		
Term loan - Repayable on Demand*	3,472.63	2,817.53
Rental Advance	6.21	-
Saija Finance Private limited		
Securitisation	-	554.34
Cash Colletral	-	179.62
Receivable	12.32	-
Dvara E-Dairy Solutions Private Limited		
Term loan - Repayable on Demand*	430.89	-
Individual NCD	144.00	

* Includes Interest Accrued and Net of Unamortised Processing Fees.

41 Segment reporting

Operating segments

The Company's operations predominantly relate to arranging or facilitating or providing finance either in the form of loans or guarantees. The information relating to this operating segment is reviewed regularly by the Company's Board of Directors (Chief Operating Decision Maker) to make decisions about resources to be allocated and to assess its performance. The CODM considers the entire business of the Company on a holistic basis to make operating decisions and thus there are no segregated operating segments. The CODM of the Company reviews the operating results of the Company as a whole and therefore not more than one reportable segment is required to be disclosed by the Company as envisaged by Ind AS 108 Operating Segments.

The company does not have any separate geographic segment other than India. As such there are no separate reportable segments as per IND AS 108 Operating Segments.

42 Leases

In the cases where assets are taken on operating lease (as lessee)

As a lessee, the Company's lease asset class primarily consist of buildings or part thereof taken on lease for office premises used for operating activities. In accordance with the requirements under Ind AS 116, Leases, the Company has recognized the lease liability at the present value of the future lease payments discounted at the incremental borrowing rate at the date of initial application as at April 1, 2019, and thereafter, at the inception of respective lease contracts and ROU asset is equal to lease liability subject to certain practical expedients as allowed by the standard.

The following is the summary of practical expedients applied as allowed under Ind AS 116.

a) Applied a single discount rate to a portfolio of leases with reasonably similar characteristics;
b) Availed the exemption of not to recognize ROU assets and liabilities for leases of low value assets and leases with less than 12 months (short-term lease) of lease term on the date of initial application as at April 1, 2019 and thereafter;
c) Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application as at April 1, 2019 and thereafter;
d) Applied the practical expedient to grandfather the assessment of which transactions are leases. Accordingly, Ind AS 116 is applied only to contracts that were previously identified as leases under Ind AS 17.
e) Used hindsight to determine the lease term of contracts.



i) Movement in carrying value of right of use assets

Particulars	Amount
As at March 31, 2021	**828.90**
Additions during the year	4.17
Depreciation	(169.72)
Balance as at March 31, 2022	**663.35**
Additions during the year	103.81
Depreciation	(179.69)
Balance as at March 31, 2023	**587.47**

ii) Movement in lease liabilities

Particulars	Amount
As at March 31, 2021	**1,034.08**
Additions during the year	4.27
Interest expenses	123.57
Payments	(272.58)
Balance as at March 31, 2022	**889.33**
Additions during the year	102.88
Interest expenses	107.17
Payments	(282.72)
Balance as at March 31, 2023	**816.67**

42 Leases (Continued)

iii) Amounts recognised in statement of profit and loss

Particulars	Amount
Post-amendment in Ind AS 116	
Depreciation expense of right of use asset	169.72
Interest expense on lease liabilities	123.57
Rent expense - short term leases and leases of low value assets	182.63
Total amounts recognised in profit or loss for the year ended March 31, 2022	**475.92**
Depreciation expense of right of use asset	179.69
Interest expense on lease liabilities	107.17
Rent expense - short term leases and leases of low value assets	212.11
Total amounts recognised in profit or loss for the year ended March 31, 2023	**498.96**
Rent expense for the period March 31, 2023	494.83
Rent expense for the period March 31, 2022	455.22



Set below are the potential undiscounted future payments relating to assets taken on lease. The payment profile has been based on management's forecasts and could in reality be different from expectations:

Particulars	31-Mar-2023	31-Mar-2022
Not greater than 1 year	281.30	244.96
Between 1 year and 5 years	584.22	667.05
Later than 5 years	57.80	167.33
Total future lease commitments	**923.32**	**1,079.34**

43 Additional Disclosures as required by the Reserve Bank of India

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Total Gold loan portfolio	932.03	660.50
Total Assets	1,63,251.54	1,07,674.98
Gold loan portfolio as a percentage of total assets	0.57%	0.61%

Details of Gold Loan auction conducted during the year

Period	Number of Loan Accounts	Principal Amount outstanding at the dates of auctions (A)	Interest Amount outstanding at the dates of auctions (B)	Total (A+B)	Value fetched
31-Mar-23	2.00	0.80	0.34	1.14	1.37
31-Mar-22	41.00	5.59	2.26	7.85	7.84

Note: There were no auctions conducted during the year and accordingly disclosure relating to participation of sister concerns is not required.



44 Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated

Capital adequacy ratio

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the local banking supervisor, Reserve Bank of India (RBI). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI.

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

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

The below disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated, are in accordance with Indian Accounting Standards (IND AS).

i Net Debt to Equity Ratio

Consistent with the others in industry, the company monitors the capital on the basis of gearing ratio (Net debt divided by equity). Under the terms of the major borrowing facilities, the company is required to maintain the gearing ratio in line with the RBI guidelines or in a slightly more conservative manner. The actual gearing stipulated differs between the various lending agreements. The company has complied with this covenant through out the year.

	Year ended March 31, 2023	Year ended March 31, 2022
Equity (Including Compulsorily Convertible Cummulative Preference shares)	34,249.09	29,839.51
Debt (Includes debt securities, borrowings and subordinate liabilities)	1,46,383.53	92,914.87
Cash and cash equivalents (excluding Bank balance other than cash and cash equivalents)	7,830.30	8,880.60
Bank balance which are lien marked for the purpose of borrowings	8,608.14	5,078.03
Net Debt	**1,29,945.08**	**78,956.24**
Net Debt to Equity Ratio	**3.79**	**2.65**

ii Regulatory capital

The company has to mandatorily comply with the capital adequacy requirements stipulated by Reserve Bank of India from time to time. Capital adequacy ratio or capital-to-risk weighted assets ratio (CRAR) is computed by dividing company's Tier I and Tier II capital by risk weighted assets.

Tier I capital comprised of share capital, share premium, retained earnings including current year profit and Tier II capital comprises of provision on standard assets. Tier 1 and Tier 2 has been reported on the basis of Ind AS financial information. Risk weighted assets represents the weighted sum of company's credit exposures based on their risk.

Particulars	Carrying amount	
	Year ended March 31, 2023	Year ended March 31, 2022
Tier I Capital	27,962.54	25,788.32
Tier II Capital	-	415.73
Total Capital	**27,962.54**	**26,204.05**
Amount of subordinated debt raised as Tier-II capital	713.22	256.20
Risk weighted assets	1,23,522.51	1,03,434.85
Tier I Capital Ratio (%)	22.64%	24.93%
Tier II Capital Ratio (%)	0.00%	0.40%
Tier Capital Ratio (%)	22.64%	25.33%



45 Investments

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Value of investment		
Gross value of investments		
- In India	831.93	1,311.28
- Outside India	-	-
Provisions for investments		
- In India	-	-
- Outside India	-	-
Net value investments		
- In India	831.93	1,311.28
- Outside India	-	-
Movement of provisions held towards depreciation on investments		
Opening balance	**-**	**-**
Add: Provisions made during the year	-	-
Less: Write off/ write back/ reversal of provision during the year	-	-
Closing balance	**-**	**-**

Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
The notional principal of swap agreements	7,130.15	6,639.70
Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	-	-
Collateral required by the Company upon entering into swaps	-	-
Concentration of credit risk arising from the swaps	-	-
The fair value of the swap book (Asset / (Liability))	(19.67)	(294.91)

b) Exchange Traded Interest Rate (IR) Derivative

The Company has not entered into any exchange traded derivative. The Company is not carrying out any activity of providing Derivative cover to third parties.

c) Disclosures on Risk Exposure in Derivatives

Qualitative Disclosures:

i) The Company undertakes the derivatives transaction to prudently hedge the risk in context of a particular borrowing or to diversify sources of borrowing and to maintain fixed and floating borrowing mix. The Company does not indulge into any derivative trading transactions. The Company reviews, the proposed transaction and outline any considerations associated with the transaction, including identification of the benefits and potential risks (worst case scenarios); an independent analysis of potential savings from the proposed transaction. The Company evaluates all the risks inherent in the transaction viz., counter party risk, Market Risk, Operational Risk, basis risk etc.

ii) Credit risk is controlled by restricting the counterparties that the Company deals with, to those who either have banking relationship with the Company or are internationally renowned or can provide sufficient information. Market/Price risk arising from the fluctuations of interest rates and foreign exchange rates or from other factors shall be closely monitored and controlled. Normally transaction entered for hedging, will run till its life, irrespective of profit or loss. However in case of exceptions it has to be un-winded only with prior approval of MD/ CFO/ Treasurer. Liquidity risk is controlled by restricting counterparties to those who have adequate facility, sufficient information, and sizable trading capacity and capability to enter into transactions in any markets around the world.

iii) The respective functions of trading, confirmation and settlement should be performed by different personnel. The front office and back-office role is well defined and segregated. All the derivatives transactions is quarterly monitored and reviewed by CFO and Treasurer. All the derivative transactions have to be reported to the board of directors on every quarterly board meetings including their financial positions.

Quantitative Disclosures:

Foreign currency non-repatriate loans availed:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
	Currency Derivatives	
i) Derivatives (Notional Principal Amount)		
- For hedging	7,130.15	6,639.70
ii) Marked to Market Positions		
a) Asset (+) Estimated gain		-
b) Liability (-) Estimated loss	19.67	294.91
iii) Credit Exposure	-	-
iv) Unhedged Exposures	-	-



46 Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016:

S.N.	Particulars	As at March 31, 2023		As at March 31, 2022	
		Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
	Liabilities side:				
1	**Loans and Advances availed by the NBFC inclusive of**				
	(a) Debentures				
	- Secured	23,499.31	-	13,115.26	-
	- Unsecured	800.00	-	1,234.28	-
	(other than falling within the meaning of public deposits)				
	(b) Deferred Credits	-	-	-	-
	(c) Term Loans	67,293.76		58,550.28	
	(d) Inter-Corporate Loans and Borrowings	14,517.41	-	13,673.06	-
	(e) Commercial Paper	2,300.00	-	500.00	-
	(f) Public Deposits		-		-
	(g) Subordinated Liabilities	5,486.51		3,771.01	
	(h) Other Loans	36,914.17	-	2,762.11	-
	Note : Above balances are gross of unamortised processing fee.				
2	**Break-up of (1)(f)above (outstanding public deposits inclusive**				
	(a) In the form of Unsecured debentures	-	-	-	-
	(b) In the form of partly secured debentures i.e debentures where	-	-	-	-
	(c) Other public deposits	-	-	-	-

	Particulars	Year ended March 31, 2023	Year ended March 31, 2022
	Assets side:		
3	**Break-up of Loans and Advances * including Bills Receivables [other than those included in (4) below]:**		
	(a) Secured	932.03	660.50
	(b) Unsecured	1,62,319.51	1,07,014.48
	** Excludes impairment loss allowance*		
4	**Break up of Leased Assets and Stock on Hire and Other Assets counting towards AFC activities**		
	(i) Lease Assets including Lease Rentals Accrued and Due:		
	a) Financial Lease	-	-
	b) Operating Lease	-	-
	(ii) Stock on Hire including Hire Charges under Sundry Debtors:		
	a) Assets on Hire	-	-
	b) Repossessed Assets	-	-
	(iii) Other Loans counting towards AFC Activities		
	a) Loans where Assets have been Repossessed	-	-
	b) Loans other than (a) above	-	-



46 Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016: (Continued)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
5 Break-up of Investments (net of provision for diminution in value):		
Current Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) commercial paper	-	-
II. Unquoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	75.00	-
iv. Government Securities	-	-
v. Others		
a) pass through certificates	-	554.34
b) units of alternative investment fund	-	-
Long Term Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others (please specify)	-	-
II. Unquoted:		
i. Shares		-
a) Equity	0.01	0.01
b) Preference	756.93	756.93
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) pass through certificates	-	-
b) units of alternative investment fund	-	-
c) share warrants	-	-



46 Disclosure Pursuant to paragraph 18 of Master Direction - Non-Banking Financial Company –Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016: (Continued)

6 Borrower Group-wise Classification of Assets Financed as in (3) and (4) above:

Category	As at March 31, 2023 (Net of provisions)		As at March 31, 2022 (Net of provisions)	
	Secured	Unsecured	Secured	Unsecured
1. Related parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	932.03	1,58,709.47	654.08	1,00,268.29
	932.03	**1,58,709.47**	**654.08**	**1,00,268.29**

7 Investor Group-wise Classification of all Investments (Current and Long Term) in Shares and Securities (both Quoted and Unquoted)

Category	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2023	Book Value as on March 31, 2023 (Net of provisions)	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2022	Book Value as on March 31, 2022 (Net of provisions)
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same Group	-	-	-	-
(c) Other related parties	757	757	1,311	1,311
2. Other than related parties	75	75	-	-
	832	**832**	**1,311**	**1,311**

8 Other Information

Particulars	As at March 31, 2023		As at March 31, 2022	
	Related Parties	Other than Related Parties	Related Parties	Other than Related Parties
(i) Gross Non-Performing Assets (stage 3 assets)		6,572.92	-	10,004.62
(ii) Net Non-Performing Assets (stage 3 assets)		3,792.98	-	4,463.75
(iii) Assets Acquired in Satisfaction of Debt			-	-

Note : NPA contracts represents the Stage 3 contracts. Also this excludes the impact of the fair value changes on the financial assets.
Also refer Note 34.



47A Asset Liability Management

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2023

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	930.86	2,448.70	3,610.55	5,157.43	7,391.58	17,596.29	42,817.57	38,772.35	-	-	1,18,725.33
Market borrowings (debt securities)	75.18	-	86.63	1,726.92	1,344.44	433.33	1,109.62	21,823.19	-	-	26,599.31
Subordinate Liabilities	31.99	-	-	-	-	-	261.00	5,193.51	-	-	5,486.50
Total	**1,038.03**	**2,448.70**	**3,697.17**	**6,884.35**	**8,736.02**	**18,029.62**	**44,188.19**	**65,789.05**	**-**	**-**	**1,50,811.14**
Assets											
Advances	2,247.62	2,278.83	1,093.62	8,091.97	8,132.20	28,135.77	48,408.22	60,620.73	1,257.14	4,253.51	1,64,519.60
Investments								75.00			75.00
Investments in associates							756.94				756.94
Total	**2,247.62**	**2,278.83**	**1,093.62**	**8,091.97**	**8,132.20**	**28,135.77**	**49,165.15**	**60,695.73**	**1,257.14**	**4,253.51**	**1,65,351.54**

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2022

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	1,873.34	563.17	1,996.74	3,273.90	7,388.18	10,366.60	17,713.42	31,958.29	-	-	75,133.63
Market borrowings (debt securities)	-	-	33.51	200.00	1,101.56	2,708.59	4,016.16	6,789.74			14,849.56
Subordinate Liabilities	-	-	-	-	1,800.00	1,200.00	-	771.00	-	-	3,771.00
Total	**1,873.34**	**563.17**	**2,030.25**	**3,473.90**	**10,289.74**	**14,275.19**	**21,729.58**	**39,519.03**	**-**	**-**	**93,754.19**
Assets											
Advances	1,121.47	1,673.97	2,159.73	5,495.04	5,618.75	17,151.74	30,822.47	35,747.38	3,651.37	4,902.69	1,08,344.60
Investments	-	-	65.35	63.20	62.49	191.82	171.48	-	-	756.94	1,311.28
Total	**1,121.47**	**1,673.97**	**2,225.08**	**5,558.24**	**5,681.24**	**17,343.56**	**30,993.95**	**35,747.38**	**3,651.37**	**5,659.63**	**1,09,655.88**

Note:

- The balances are gross of impairment loss allowance

- Above balances are gross of unamortised component of sourcing cost/ income which is adjusted as part of loan/borrowing balances.



47B Public disclosure on Liquidity risk management

i. Funding concentration based on significant Counterparty *(both deposits and borrowings)

As at March 31, 2023

Number of significant counterparties	Amount (₹ in Crore)	% of Total Borrowings	% of Total Liabilities
25	1,306.46	87%	83%

As at March 31, 2022

Number of significant counterparties	Amount (₹ in Crore)	% of Total Borrowings	% of Total Liabilities
20	832.64	90%	87%

ii. Top 20 large deposits (amount in ₹ Crore and % of total deposits)-

Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits.

iii. Top 10 borrowings (amount in ₹ Crore and % of total borrowings)

As at March 31, 2023

Amount (Rs in Crore)	% of Total Borrowings
960.91	64.32%

As at March 31, 2022

Amount (Rs in Crore)	% of Total Borrowings
437.94	47.13%

7,822.90

iv. Funding concentration based on significant instrument / product*

As at March 31, 2023

Name of the instrument/ product	Amount (₹ in Crore)	% of Total Liabilities
Term Loan from others	300.36	19.19%
Term Loan from banks	295.25	18.87%
Term Loan from Related parties	104.44	6.67%
Secured Debentures from Others	179.76	11.49%
External commercial borrowings	71.30	4.56%
Secured Debentures from Related Parties	51.37	3.28%
Debentures	2.71	0.17%
Loan repayable on demand from related parties	39.79	2.54%
Loan repayable on demand from others	8.94	0.57%
Securitization borrowings	357.22	22.82%
Unsecured Debentures from others	7.95	0.51%
Subordinate Term Loan from banks	20.31	1.30%
0.001% Compulsorily Convertible Cummulative Preference shares	31.84	2.03%
Commercial Paper	22.60	1.44%

As at March 31, 2022

Name of the instrument/ product	Amount (₹ in Crore)	% of Total Liabilities
Term Loan from others	372.15	40.05%
Term Loan from banks	142.47	15.33%
Term Loan from Related parties	105.35	11.34%
Secured Debentures from Others	89.54	9.64%
External commercial borrowings	66.40	7.15%
Secured Debentures from Related Parties	40.45	4.35%
Debentures	32.68	3.52%
Loan repayable on demand from related parties	30.70	3.30%
Loan repayable on demand from others	13.77	1.48%
Securitization borrowings	13.70	1.47%
Unsecured Debentures from others	12.08	1.30%
Subordinate Term Loan from banks	5.00	0.54%
Commercial paper	4.85	0.52%

v. Stock Ratios

As at March 31, 2023

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	1.55%	1.44%	1.20%
Non-convertible debentures (original maturity of less than one year)	0.000%	0.000%	0.000%
Other short-term liabilities	4.858%	4.538%	3.783%

As at March 31, 2022

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	0.052%	0.500%	0.390%
Non-convertible debentures (original maturity of less than one year)	2.150%	2.080%	2.000%
Other short-term liabilities	1.910%	1.840%	1.410%

vi. Institutional set-up for liquidity risk management

The Company's Board of Directors has the overall responsibility of management of liquidity risk. The Board decides the strategic policies and procedures of the Company to manage liquidity risk in accordance with the risk tolerance/limits decided by it.
The Company also has a Risk Management Committee, which is a sub committee of the Board and is responsible for evaluating the overall risk faced by the Company including liquidity risk. Asset Liability Management Committee (ALCO) of the Company is responsible ensuring adherence to the risk tolerance/limits as well as implementing the liquidity risk management strategy of the Company.

***Notes**

1. A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.
2. A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.
3. Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus.
4. "Public funds" shall include funds raised either directly or indirectly through public deposits, commercial paper, debentures, inter-corporate deposits and bank finance but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 10 years from the date of issue as defined in Regulatory Framework for Core Investment Companies issued vide Notification No. DNBS (PD) CC.No. 206/03.10.001/2010-11 dated January 5, 2011.



48 Disclosure of frauds reported during the year ended March 31, 2023

Particulars	Less than INR 1 Lakh		More than INR 1 Lakh less than INR 25 Lakh		Above INR 25 Lakh		Total	
	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs	Number of Instances	Rs. in lakhs
Person involved:								
Staff	53.00	12.23	7.00	16.64	-	-	60.00	28.87
(Previous year)	(29.00)	(4.88)	(8.00)	(59.30)	-	-	(37.00)	(64.18)
Outsiders	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Type of fraud:								
Misaapropriation and crimial breach of trust, manipulation of books of accounts, cheating and forgery	53.00	12.23	7.00	16.64	-	-	60.00	28.87
(Previous year)	(29.00)	(4.88)	(8.00)	(59.30)	-	-	(37.00)	(64.18)
Others	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Total	**53**	**12.23**	**7**	**16.64**	**-**	**-**	**60**	**28.87**

The above summary with respect to fraud is based on the information available with the Company which has been relied upon by the auditors. Numbers in bracket represent previous year balances.



49 Exposure to Real estate sector

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A. Direct Exposure		
i. Residential Mortgages - (Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented;	-	-
ii. Commercial Real Estate – (Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-	-	-
iii. Investments in Mortgage Backed Securities (MBS) and other securitised exposures –		
a) Residential (refer note below)	-	-
b) Commercial Real Estate	-	-

50 Exposure to capital market

The Company's entire loan portfolio (Loans) is unsecured except to the extent of Jewel loans. Further the loans are made to individuals/group of individuals only. Also, the Company has made investments in current year and previous year only in pass through certificate. Accordingly, disclosures in relation to capital markets is not applicable.

51 Disclosures relating to Direct Assignment and Securitisation

Disclosure pursuant to Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 vide RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

i) Details of Loans (not in default) transferred during the year				
Sl no	Particulars	To ARCs	To permitted transferees	To other transferees
1	No. of accounts	Nil	38589	Nil
2	Aggregate principal outstanding of loans transferred (INR in lakhs)	Nil	11962.6	Nil
3	Sale Consideration (INR in lakhs)	Nil	10766.34	Nil
4	Number of Transactions	Nil	5	Nil
5	Weighted average residual tenor of the loans transferred (in months)	Nil	15.35	Nil
6	Weighted average holding period after origination (in months)	Nil	10.89	Nil
7	Retention of beneficial economic interest	Nil	10%	Nil
8	Rating-wise distribution of rated Loans	Nil	NA	Nil
9	Instances where it has agreed to replace loans transferred to transferee	Nil	Nil	Nil
10	Pay damages arising out of any representation or warranty	NA	NA	NA
11	Coverage of Tangible Security Coverage	NA	Nil	NA
ii) The company has not acquired loans (not in default) during the year ended 31st March 2023				
iii) The company has not transferred any stressed loans during the year ended 31st March 2023				
iv) The company has not acquired any stressed loan during the year ended 31st March 2023				

51 Disclosures relating to Direct Assignment and Securitisation (Continued)

51.2 Details of securitisation transactions undertaken

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
1. No of SPVs sponsored by the NBFC for securitisation transactions	12	2
2. Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	38,819.85	1,725.80
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	3,693.21	315.45
Others	4,538.60	462.87
4 Amount of exposures to securitisation transactions other than MRR		
a) Off-balance sheet exposures		
i) Exposure to own securitisations		
First	-	-
Oth	-	-
ii) Exposure to third party securitisations		
First		-
Oth	-	-
b) On-balance sheet exposures		
i) Exposure to own securitisations		
First	-	-
Oth	-	-
ii) Exposure to third party securitisations		
First	-	-
Oth	-	-

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52 Details of non- performing financial assets purchases / sold

The Company has neither purchased nor sold any non- performing financial assets during the previous year.

53 Details of financing of Parent Company products

The Company has no exposures in this regard and accordingly disclosures in relation to this is not applicable.

54A Details of Single Borrower Limits (SBL)/ Group Borrower Limits (GBL) exceeded

The Company has not exceeded the single borrower limit as set by Reserve Bank of India for the year ended March 31, 2023 and March 31, 2022

54B Unsecured Advances - Refer Note 7

55 Advances against Intangible Securities

The Company has not given any loans against intangible securities

56 Registration/ licence/ authorisation obtained from other financial sector regulators :

Regulator	Registration Number
Ministry of Corporate Affa	U65991TN1993PTC024547
Reserve Bank of India	B-07-00627

Registration / Licence	Authority issuing the registration / license	Registration / Licence reference
Certificate of Registration	Reserve Bank of India	B-07-00627 dated March 28, 2019

57 Penalties imposed by RBI and other regulators

No penalties have been imposed by RBI and Other Regulators during the year ended March 31, 2023 and year ended March 31, 2022

58 Exposure to Perpetual Debt Instruments (PDI)

The Company does not have any exposure to Perpetual Debt Instruments (PDI) during the year ended March 31, 2023 and March 31, 2022.

59 Ratings

Particulars	Rating agency	Date of rating	Year ended March 31, 2023	Date of Rating	Year ended March 31, 2022
Bank facilities	CARE	29-12-2022	BBB+	30-Dec-21	BBB
	CRISIL	10-02-2023	BBB+	12-Mar-22	BBB+
	ACUITE	06-01-2023	A-	29-Mar-22	A-
Subordinated debt issue	CRISIL	10-02-2023	BBB+	12-Mar-22	BBB+
Commercial Paper	ACUITE	06-01-2023	A2	29-Mar-22	A2+
Non-convertible debentures - Long Term	CARE	29-12-2022	BBB+	30-Dec-21	BBB
Non-convertible debentures - Long Term	ACUITE	06-01-2023	A-	29-Mar-22	A-
Non-convertible debentures - Short Term	ACUITE	06-01-2023	A2	29-Mar-22	A2+
Non-convertible debentures (MLD) - Long Term	ACUITE	06-01-2023	A-	29-Mar-22	A-
Non-convertible debentures (MLD) - Long Term	CRISIL	10-02-2023	BBB+	12-Mar-22	BBB+ R
Non-convertible debentures - Long Term	BRICKWORK			29-Oct-21	BBB+



60 Provisions and contingencies

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Impairment on financial assets*	3,610.04	6,752.60
Provision for guarantee	37.42	74.17
Provision for Gratuity	219.42	18.73
Provision for Leave Encashment	188.18	53.17
Provision for service tax liability	18.75	18.75

* Includes impairment on financial assets (stage 3) amounting to INR 2779.94 lakhs (March 31, 2022: INR 5540.87 lakhs). Also refer note 34.

61 Draw down from reserves

The company has not made any drawdown from existing reserves during the year ended March 31, 2023 and March 31, 2022.

62 Concentration of advances

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Total advances to twenty largest borrowers	84.03	89.85
Percentage of advances to twenty largest borrowers to total advances	0.05%	0.08%

63 Concentration of exposures

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Total exposure to twenty largest borrowers	84.03	89.85
Percentage of exposures to twenty largest borrowers to total exposure	0.05%	0.08%

64 Concentration of NPA Contracts*

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Total exposure to top four NPA accounts	13.50	9.31

** represents stage 3 contracts*

65 Movement of Non-Performing Assets (NPA's)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(a) Net NPAs to net advances (%) (Net of provision for NPAs)	**2.36%**	**4.36%**
(b) Movement of gross NPAs		
Opening balance	10,004.62	9,930.35
Additions during the year	5,153.30	7,633.03
Reductions during the year	(8,585.00)	(7,558.76)
Closing balance	**6,572.92**	**10,004.62**
(c) Movement of net NPAs		
Opening balance	4,463.75	4,389.15
Additions during the year (net)	3,055.60	3,207.56
Reductions during the year	(3,726.37)	(3,132.95)
Closing balance	**3,792.98**	**4,463.75**
(d) Movement of provisions for NPAs (excluding contingent provisions against standard assets)		
Opening balance	5,540.87	5,541.20
Provisions made during the year	2,097.80	4,425.47
Write-off / write-back of excess provisions	(4,858.73)	(4,425.81)
Closing balance	**2,779.94**	**5,540.87**

Note : NPA contracts represents Stage 3 contracts and the NPA Provision represents the Loss allowance on Stage 3 contracts. This is based on the yearly movement of NPA accounts. The Net advance is arrived at by adding back processing fee and deducting NPA provision to gross loans.

Movement of provisions held towards guarantees		
Opening balance	74.17	289.84
Add: Provisions made during the year	-	-
Less: Write off/ write back/ reversal of provision during the year	(36.75)	(215.67)
Closing balance	**37.42**	**74.17**

Note : The above disclosure also includes the loss allowance towards undrawn loans.

66 Overseas assets (for those with joint ventures and subsidiaries abroad)

There are no overseas asset owned by the Company

67 Off-balance sheet SPVs sponsored

There are no SPVs which are required to be standalone as per accounting norms.



68 Customer complaints

	Year ended March 31, 2023	Year ended March 31, 2022
No. of complaints pending at the beginning of the year	-	11
No. of complaints received during the year	963	776
No. of complaints redressed during the year	958	787
No. of complaints pending at the end of the year	5	-

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
Current Year					
Collection related	-	163.00	-34%	0.00	0.00
Complaint against staff	-	40.00	-20%	1.00	1.00
Disbursment Related	-	103.00	-2%	0.00	0.00
DTPP	-	129.00	438%	0.00	0.00
HR Related	-	5.00	0%	0.00	0.00
Insurance & NPS	-	158.00	76%	0.00	0.00
Loan related	-	279.00	17%	1.00	1.00
Mitra Application	-	61.00	663%	0.00	0.00
Product Related	-	25.00	108%	3.00	2.00
Grand Total	**-**	**963.00**	**-**	**5.00**	**4.00**
Previous Year					
Collection related	-	248.00	29%	-	-
Complaint against staff	-	50.00	108%	-	-
Disbursement related	-	105.00	0%	-	-
DTTP	-	24.00	0%	-	-
Insurance & NPS	-	90.00	-38%	-	-
Loan related	-	239.00	51%	-	-
Product related	-	12.00	0%	-	-
Mitra Application	-	8.00	0%	-	-
Grand Total	-	776.00	-	-	-



70 Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated (Continued)

Type of Restructuring		Other than CDR and SME Debt Restructuring					Total				
Asset Classification details		Standard	Sub-standard	Doubtful	Loss	Total	Standard	Sub-standard	Doubtful	Loss	Total
Restructured assets as on April 1, 2022	No.of borrowers	43,461.00	17,030.00	146.00		60,637.00	43,461.00	17,030.00	146.00	-	60,637.00
	Amount Outstanding	9,001.26	4,586.75	39.68		13,627.69	9,001.26	4,586.75	39.68	-	13,627.69
	Provision there on	717.76	2,627.44	26.02		3,371.22	717.76	2,627.44	26.02	-	3,371.22
Fresh restructuring during the year	No.of borrowers	140.00	345.00	189.00		674.00	140.00	345.00	189.00	-	674.00
	Amount Outstanding	6.52	87.29	70.18		163.99	6.52	87.29	70.18	-	163.99
	Provision there on	0.46	23.49	18.56		42.51	0.46	23.49	18.56	-	42.51
Upgradations to restructured standard category during the	No.of borrowers	1,938.00	-1,935.00	-3.00		-	1,938.00	-1,935.00	-3.00	-	-
	Amount Outstanding	381.08	-380.77	-0.31		0.00	381.08	-380.77	-0.31	-	0.00
	Provision there on	213.67	-213.47	-0.20		0.00	213.67	-213.47	-0.20	-	0.00
Restructured standard advances which cease to attract higher	No.of borrowers	-9,611.00	-	-		-9,611.00	-9,611.00	-	-	-	-9,611.00
	Amount Outstanding	-2,741.50	-	-		-2,741.50	-2,741.50	-	-	-	-2,741.50
	Provision there on	-202.83	-	-		-202.83	-202.83	-	-	-	-202.83
Downgradation of restructured accounts during the year	No.of borrowers	-8,948.00	-4,733.00	13,681.00		-	-8,948.00	-4,733.00	13,681.00	-	-
	Amount Outstanding	-2,021.11	-1,797.73	3,818.84		-	-2,021.11	-1,797.73	3,818.84	-	-
	Provision there on	-203.39	-2,005.60	2,208.98		-	-203.39	-2,005.60	2,208.98	-	-
Write off / repaid restructured accounts during the year	No.of borrowers	-22,604.00	-1,621.00	-11,324.00		-35,549.00	-22,604.00	-1,621.00	-11,324.00	-	-35,549.00
	Amount Outstanding/Amo	-4,010.35	-447.75	-2,949.10		-7,407.19	-4,010.35	-447.75	-2,949.10	-	-7,407.19
	Provision there on/reverse	-452.53	349.30	-1,915.94		-2,019.17	-452.53	349.30	-1,915.94	-	-2,019.17
Restructured accounts as on March 31, 2023	No.of borrowers	4,376.00	9,086.00	2,689.00		16,151.00	4,376.00	9,086.00	2,689.00	-	16,151.00
	Amount Outstanding	615.89	2,047.79	979.30		3,642.98	615.89	2,047.79	979.30	-	3,642.98
	Provision there on	73.14	781.16	337.42		1,191.72	73.14	781.16	337.42	-	1,191.72

Disclosure as per formal prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21.04 048/2020-21 dated 06th August 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 in respect of Resolution Framework I and Resolution Framework II, respectively,for Covid Related stress, for the year ended 31 March 2022 (Refer Note 75).



71 Disclosure under clause 28 of the Listing Agreement for Debt Securities

S.No.	Particulars	As at March 31, 2023	As at March 31, 2022
a)	Loans and advances in the nature of loans to subsidiaries	-	-
b)	Loans and advances in the nature of loans to associates	-	-
c)	Loans and advances in the nature of loans where there is -		
	(i) no repayment schedule or repayment beyond seven years	-	-
	(ii) no interest or interest below section 186 of Companies Act, 2013	-	-
d)	Loans and advances in the nature of loans to firms/companies in which directors are interested	-	-

72 Disclosure under clause 16 of the Listing Agreement for Debt Securities

The listed debentures are secured by way of a Specific charge on Loan assets (Also refer Note 14 to the financial statements)

73 Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2020 for the year ended March 31, 2023

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS*	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,54,924.85	345.36	1,54,579.49	619.70	(274.34)
	Stage 2	1,753.77	484.74	1,269.03	7.02	477.72
Sub total		**1,56,678.62**	**830.10**	**1,55,848.52**	**626.71**	**203.39**
Non Performing Assets (NPA)						
Sub-standard	Stage 3	5,315.72	2,170.28	3,145.45	1,328.93	841.35
Doubtful - upto 1 year	Stage 3	1,240.58	593.05	647.53	1,240.58	(647.53)
1 - 3 years	Stage 3	11.61	11.61	0.00	11.61	-0.00
More than 3 years	Stage 3	5.00	5.00	0.00	5.00	-
Loss Assets	Stage 3	-	-	-	-	-
Subtotal for NPA		**6,572.92**	**2,779.94**	**3,792.98**	**2,586.13**	**193.81**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		**-**	**-**	**-**	**-**	**-**
Total						
	Stage 1	1,54,924.85	345.36	1,54,579.49	619.70	(274.34)
	Stage 2	1,753.77	484.74	1,269.03	7.02	477.72
	Stage 3	6,572.92	2,779.94	3,792.98	2,586.13	193.81
Total		**1,63,251.54**	**3,610.04**	**1,59,641.50**	**3,212.84**	**397.19**

In terms of the requirement as per RBI notifications no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated March 13, 2020 on implementation of Indian accounting standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income recognition, Asset Classification and Provisioning (IRACP) Norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning as at March 31, 2022 and accordingly, no amount is required to be transferred to impairment reserve.)



73 Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2021 for the year ended March 31, 2022.

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind As	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	91,636.96	548.68	91,088.28	366.55	182.13
	Stage 2	6,033.40	663.05	5,370.35	24.12	638.93
Sub total		**97,670.36**	**1,211.73**	**96,458.63**	**390.66**	**821.07**
Non Performing Assets (NPA)						
Substandard	Stage 3	9,379.21	5,141.97	4,237.24	937.92	4,204.05
Doubtful - upto 1 year	Stage 3	625.41	398.90	226.51	625.41	-226.51
1 - 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Loss Assets	Stage 3	-	-	-	-	-
Subtotal for NPA		**10,004.62**	**5,540.87**	**4,463.75**	**1,563.33**	**3,977.54**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		**-**	**-**	**-**	**-**	**-**
Total						
	Stage 1	91,636.96	548.68	91,088.28	366.55	182.13
	Stage 2	6,033.40	663.05	5,370.35	24.12	638.93
	Stage 3	10,004.62	5,540.87	4,463.75	1,563.33	3,977.54
Total		**1,07,674.98**	**6,752.60**	**1,00,922.37**	**1,953.99**	**4,798.61**

74 i) Disclosure as per formal prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21.04 048/2020-21 dated 06th August 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 in respect of Resolution Framework I and Resolution Framework II, respectively, for Covid Related stress.

INR in Lakhs

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position for the half-year ended 30th Sep 2022 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position for the half year ended 31st March 2023
Personal Loans,MSME Loans	4,624.56	419.77	4.58	3,121.56	1,078.65
Corporate persons*					
Of which MSMEs					
Others					
Total	**4,624.56**	**419.77**	**4.58**	**3,121.56**	**1,078.65**



75 Impact of Covid 19

Impact of the Covid 19 Pandemic is now on a diminishing trend with strong indicators suggesting that future waves , if any, of the pandemic are not likely to have a very adverse impact on the business sentiments and growth. Estimates and associated judgments / assumptions applied in preparation of these financial results including determining the impairment loss allowance and expected future cash inflows / outflows are based on a combination of historical experience and emerging / forward looking indicators and accordingly the company has recognized an expected credit loss on loans (including write offs) amounting to INR 5837.39 lakhs (Prev year ended March 22 INR 6006.80 Lakhs) during the year ended 31 March 2023 . The Company will continue to monitor any material changes to the future economic conditions.

76 **Business acquisition - Business Transfer Agreement with Saija Finance Private Limited**

In October 2021 , the Company acquired 25.9% stake in the Equity of Saija Finance Private Limited (Saija) at a cost of INR 757 lakhs. Further, a payment of INR 388.63 Lakhs was made for acquisition of customer contracts. The company has recognised the same as Intangible assets. Subsequently, the company entered into a Business Transfer Agreement with Saija to acquire all the Assets, Liabilities employees, Branch Network and all the Contractual rights and Obligations of Saija as envisaged in the Business Transfer Agreement Dated 30th December,2022 which has come into effect from 01st January, 2023.

The business combination will enable the Company to expand its base and strengthen its presence across various other geographies where it did not have presence earlier. Consequently, the excess of purchase consideration over the fair value of assets acquired has been attributed to goodwill.The company hopes to leverage on the vast customer base and branch network of Saija. Consequently, company has taken over all the assets and liabilities including and is growing the business operations from that date.

Subsequently, The company also entered into a Share Purchase Agreement dated 1 Feb 2023 with the other Shareholders of Saija to acquire the entire shareholding of Saija.

In view of the above, company has made an interim allocation of the purchase price and has accounted for INR 1,119.95 lakhs of intangible assets while accounting for the various assets and liabilities taken over.The company intends to pass necessary accounting entries after completion of all formalities in the FY 23-24 in line with Ind AS 103 and hence no impairment in Investment in Saija is considered necessary in the current year.
The following is the purchase price allocation based on the valuation performed as at 31st March 2023 :

Particulars	**Total**
Purchase consideration*	**0.00**

The assets and liabilities recognized as a result of acquisition is as follows:

Particulars	**Amount in Lakhs**
ASSETS	
Financial Assets	
Cash and cash equivalents	110.14
Bank balance other than cash and cash equivalents	177.76
Trade receivables	260.90
Loans	2,566.33
Other financial assets	803.01
Non- Financial Assets	
Property, plant and equipment	115.21
Right-of-use assets	87.02
Other non-financial assets	149.86
Total Assets taken over	**4,270.22**
LIABILITIES	
Financial Liabilities	
Payables	
Trade payables	105.06
Borrowings (other than Debt securities)	4,819.76
Other financial liabilities	310.13
Non- Financial Liabilities	
Provisions	94.82
Other non financial liabilities	60.41
Total Liabilities taken over	**5,390.17**
Net Liabilities taken over	**1,119.95**

Intangible assets acquired	
Branch Network	1,119.95
Net identifiable assets acquired	**1,119.95**

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Dvara Kshetriya Gramin Financial Services Private Limited
Notes to the financial statements for the quarter and year ended March 31, 2023
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

77 Other statutory disclosures

a) The borrowing from banks and financial institutions have been used for the purposes for which it was taken as at the balance date.

b) The Company does not have any Benami property where any proceeding has been initiated or pending against the company to holding any Benami property.

c) The Company has verified for transactions with Struck-off companies by comparing Company's counter parties with publicly available database of struck of companies through a manual name search. Based on such a manual search, no party identified to be reported in the financial statements.

d) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

e) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

f) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee security or the like to or on behalf of the Ultimate Beneficiaries.

g) The Company has not received any fund from any person(s) or entity (ies). including foreign entities (Funding Party) with to understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

h) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any of relevant provisions of the Income Tax Act. 1961

78 Previous period's figures have been regrouped / reclassified wherever necessary, to confirm with the current period presentation.

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 25th May 2023

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director
DIN: 02456029
Place : Bengaluru

Samir Amrit Shah
Director
DIN : 00912693
Place : Chennai

LVLN Murty
Managing Director & CEO
DIN : 09618861
Place : Chennai

G. Vijayakumar
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No.F11027
Place : Chennai

Independent Auditors' Report to the Members of Dvara Kshetriya Gramin Financial Services Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company"), which comprise the standalone balance sheet as at 31 March 2024, and the standalone statement of Profit and Loss (including other comprehensive income), standalone statement of changes in equity and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current financial year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report.

Key Audit Matter	How the matter was addressed
Impairment of loans (Expected Credit Losses) (Refer note 2.4(iv), 26 of the standalone financial statements) Management estimates impairment provision using Expected Credit loss (ECL) model for the loan exposure. Recognition and measurement of impairment of loans involve significant management judgement based on a range of factors. The Company's impairment allowance is derived from estimates including historical default and loss ratios. Estimation includes timely identification and classification	In view of the significance of the matter, the following key audit procedures were performed by us: Our audit procedures in relation to expected credit losses were focused on obtaining sufficient appropriate audit evidence as to whether the expected credit losses recognised in the financial statements were reasonable and the related disclosures in the financial statements made by the management were adequate.

Key Audit Matter	How the matter was addressed
of the impaired loans. Collective impairment allowances are calculated using ECL model which approximate credit conditions on homogenous portfolios of loans. The determination of impairment loss allowance is inherently judgmental and relies on managements' best estimate due to the following: 1. Segmentation of loans given to the customer 2. Criteria selected to identify significant increase in credit risk. 3. Increased level of data inputs for capturing the historical data to calculate the Probability of Default ('PDs') and Loss Given Default ("LGD") and the completeness and accuracy of that data 4. The disclosures made in Financial Statements for ECL especially in relation to judgements and estimates by the Management in determination of the ECL. During the year, the Company has made changes to the ECL Model as a process of refinement to ECL. The aforesaid involves significant management estimates/ judgements and hence identified as Key Audit Matter (KAM).	These procedures included, but not limited, to the following: • Examined Board Policy approving the methodology for computation of ECL that address policies, procedures and controls for assessing and measuring credit risk on all lending exposures, commensurate with the size, complexity and risk profile specific to the Company. • Evaluated the design and operating effectiveness of controls across the processes relevant to ECL. These controls, among others, included controls over the allocation of assets into stages including management's monitoring of the need for post model adjustments, model validation, recording of accounting entries and disclosures. • Assessed the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. • Obtained an understanding of the model adopted by the Company for calculation of expected credit loss. Tested, on sample basis, the arithmetical calculation of the workings, the input and historical data used for determining the PD and LGD and agreed the data with the underlying books of accounts and records. For change in ECL Model, evaluated the basis of such change including the reasonableness and appropriateness of the same. • Performed an overall assessment of the ECL provision at each stage to determine if they were reasonable considering the Company's portfolio, risk profile and the macroeconomic environment. • Assessed the adequacy and appropriateness of disclosures in compliance with the Ind AS 107 on ECL especially in relation to judgements used in estimation of ECL provision.

Information Other than the Standalone Financial Statements and Auditors' Report Thereon

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

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

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

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

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

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

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

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FIRM NO. 003990S
Chennai

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

- Obtain an understanding of internal financial 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 with reference to the standalone financial statements 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 use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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

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



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

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

(c) The standalone Balance Sheet, the standalone Statement of Profit and Loss (including other comprehensive income), the standalone Statement of Changes in Equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the (Ind AS) specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

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

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

i. The Company has disclosed the impact of pending litigations as at 31 March 2024 on its financial position in its standalone financial statements – Refer Note 36 to the standalone financial statements;

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 12 to the standalone financial statements;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2024; and

iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes 77(f) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the notes 77(g) to the standalone financial statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The Company has not paid/declared any dividend during the financial year. Accordingly, reporting on compliance with the provisions of Section 123 of the Act is not applicable.

vi. As stated in Note 75 to the standalone financial statements and according to the information and explanations given to us by the Company and based on our examination which included test checks, the Company has used the accounting software (a loan management software and a general ledger maintenance software) for maintaining its books of accounts which has a feature of audit trail (edit log) facility and the same has operated throughout the year for all the relevant transactions recorded in such software. For one of the accounting software mentioned above, the software is such that it has no database but only objects and collections as explained in Note No 75, hence, no changes is possible at that level. Edit log of changes to database of loan management software is incomplete.

During the course of our audit, we did not come across any instance of audit trail feature being tampered with for the period for which audit trail was enabled.

As the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 01, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

3. Since the Company is a private limited company, the provisions of Section 197 of the Act are not applicable to it. Accordingly, reporting on the compliance with the provisions of Section 197 of the Act is not applicable.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



P Devi
Partner
Membership No. 223137
UDIN: 24223137BKDFPX5149

Place: Chennai
Date: 30 May 2024

Annexure A to the Independent Auditor's report

Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Dvara Kshetriya Gramin Financial Services Private Limited ("the Company") on the standalone financial statements as of and for the year ended 31 March 2024

(i) According to the information and explanations given to us and based on the audit procedures performed by us, in respect of the Company's Property, Plant and Equipment and Intangible Assets, we report that:

(a)

(A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets

(b) The Company has a regular programme of physical verification of its Property, Plant and Equipment by which all Property, Plant and Equipment are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain Property, Plant and Equipment were physically verified by the management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) The Company does not have any immovable property (other than immovable property where the Company is the lessee and the lease agreements are duly executed in favour of the lessee).

In respect of immovable properties of land and building that have been taken on lease and disclosed as leasehold lands / buildings under property, plant & equipment / right of use assets in the standalone financial statements, the lease agreements are in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets and intangible assets during the year and hence this clause is not applicable to the Company.

(e) No proceedings have been initiated during the year or are pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) According to the information and explanations given to us and based on the audit procedures performed by us,

a) The Company does not have any inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.

b) Based on our audit procedures & according to the information and explanation given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

(iii)

(a) Company's principal business is to give loans and hence this clause3 (iii) (a) is not applicable

(b) Based on our audit procedures and according to the information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the Company's interest.

(c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated. Note 2.4 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loans assets. In accordance with that policy, loan assets with balances as at March 31, 2024, aggregating ₹ 5528.55 lakhs were categorised as credit impaired ("Stage 3") and ₹ 1,834.29 lakhs were categorised as those where the credit risk has increased significantly since initial recognition ("Stage 2"). Disclosures in respect of such loans have been provided in Note 34(i) to the Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating ₹ 1,76,619.62 lakhs, where credit risk has not significantly increased since initial recognition (categorised as "Stage 1"), delay in the repayment of interest and/or principal in respect of loans aggregating to ₹ 1,424.66 lakhs was also identified. In all other cases, the repayment of principal and interest is regular. Having regard to the nature of the Company's business and the volume of information involved, it is not practicable to provide an itemised list of loan assets where delinquencies in the repayment of principal and interest have been identified.

(d) The total amount overdue for more than ninety days, in respect of loans and advances in the nature of loans, as at the year-end is ₹ 5528.55 lakhs in respect of 22,420 number of loan accounts. Reasonable steps are being taken by the Company for recovery of the principal and interest as stated in the applicable Regulations and Loan agreements.

(e) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(e) of the Order is not applicable.

(f) According to the information and explanations given to us, the Company being Non-Banking Finance Company registered with the Reserve Bank of India (the "RBI"), the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014, as amended, are not applicable to the Company and no order has been passed by the RBI or any Court or any other Tribunal against the Company in this regard.

(iv) In our opinion and according to the information and explanation given to us, the Company has complied with provisions of Section 185 and 186 of the Act with respect of making investments made, guarantees and security provided to it.

(v) Based on our audit procedures & according to the information and explanation given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of the Act and the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed.

(vi) The Company is not required to maintain cost records specified by the Central Government under sub section (1) of section 148 of the Act. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.

(vii)

(a) According to the information and explanations given to us and the records of the Company examined by us, *except for a few delays given below*, the Company has been regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues as applicable with the appropriate authorities.

Name of the Statute	Nature of Dues	Amount	Period to which the amount relates	Due Date	Date of Payment	Remarks, if any
Goods & Services Tax Act	Goods & Services Tax	71,56,961	Sep'23	20 Oct 23	21 Oct 23	Delay in remittance

According to the information and explanation given to us and the records of the Company examined by us, no undisputed amounts payable in respect of Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears, as at 31 March 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no statutory dues referred to in sub-clause (a) as at 31 March 2024, which have not been deposited with the appropriate authorities on account of any dispute, except as stated below:

Name of the Statute	Nature of Dues	Amount demanded (net of amt paid) Rs lakhs	Amount paid Rs lakhs	Period to which amount relates	Forum where dispute is pending
Finance Act 1994 – Service Tax	Service tax Arrears	63.61	2.68	April 2010 to April 2015	Customs, Exercise & Service tax Appellate Tribunal

(viii) Based on our audit procedures and as per the information and explanations given by the management, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, paragraph 3(viii) of the order is not applicable to the Company.

(ix)

(a) Based on our audit procedures and as per the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender.

(b) According to the information and explanations given to us, the Company is not a declared willful defaulter by any bank or financial institution or other lender. Accordingly, paragraph 3(ix)(b) of the Order is not applicable to the Company.

(c) According to the information and explanations given to us and the records of the Company examined by us, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanations given to us and the records of the Company examined by us, no funds raised on short term basis have been utilized for long term purposes.

(e) According to the information and explanations given to us and the records of the Company examined by us, the Company has not taken any funds from any entity or person on account of or to meet the

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obligations of its associate company. Accordingly, paragraph 3(ix)(e) of the Order is not applicable to the Company.

(f) According to the information and explanations given to us and the records of the Company examined by us, the Company has not raised any loans during the year on pledge of securities held in its associate company. Accordingly, paragraph 3(ix)(f) of the Order is not applicable to the Company.

(x)

(a) The Company has not raised any money during the year by way of initial public offer/further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company

(xi)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit, except for 121 cases as identified by the management relating to cash embezzlement by employees amounting to Rs. 91.83 lakhs as stated under Note 48 to the standalone financial statements.

(b) No report under sub-section (12) of section 143 of the Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

(c) We have taken into consideration the whistle blower complaints received by the company during the year while determining the nature, timing and extent of audit procedures.

(xii) The Company is not a Nidhi company in accordance with Nidhi Rules 2014. Accordingly, paragraph 3(xii)(a) to (c) of the Order is not applicable.

(xiii) Based on our audit procedures and according to the information and explanations given to us, all the transactions entered into with the related parties during the year are in compliance with Section 177 and Section 188 of the Act where applicable and the details have been disclosed in the standalone financial statements as required by the Indian accounting standard Related Party Disclosures (Ind AS 24)

(xiv)

(a) To the best of our knowledge and belief and according to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the reports of the Internal Auditors issued to the Company covering the period up to 31st March 2024.

(xv) On the basis of the information and explanations given to us, in our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi)

(a) Based on our audit procedures and according to the information and explanations given to us, the Company is engaged in the business of Non-Banking Financial Institution and has obtained a valid

certificate of registration as required under Section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934).

(b) Based on our audit procedures and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable to the Company.

(c) Based on our audit procedures and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence the questions of fulfilling criteria of a CIC, and in case the Company is an exempted or unregistered CIC, whether it continues to fulfill such criteria, do not arise. Accordingly, paragraph 3(xvi)(c) of the Order is not applicable to the Company.

(d) Based on our audit procedures and according to the information and explanations given to us, none of the group companies are Core Investment Company (CIC) and hence the question of number of CICs which are part of the Group does not arise. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable to the Company.

(xvii) Based on our audit procedures and according to the information and explanations given to us, the company has not incurred cash losses in the current financial year and in the immediately preceding financial year.

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

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, Asset Liability Maturity (ALM) other information accompanying the financial statements and our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) Based on our audit procedures and according to the information and explanations given to us, the company the company does not have any unspent amount towards Corporate Social Responsibility (CSR) in respect of any ongoing or other than ongoing project as at the balance sheet date. Accordingly, reporting under clause 3 (xx) of the Order is not applicable for the year.



(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

P Devi
Partner
Membership No. 223137
UDIN: 24223137BKDFPX5149
Place: Chennai
Date: 30 May 2024

Annexure B

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

Report on the Internal Financial Controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

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

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to standalone financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

A Company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in

SRIDHAR & SRIDHAR CHENNAI

accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2024, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. The control over computation of Expected Credit Loss and maintenance of records pertaining to Right to Use assets requires strengthening.

We have considered the areas of improvements identified above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements for the year ended 31 Mar 2024 of the Company, and it does not affect our opinion on the standalone financial statements of the Company.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

P Devi
Partner
Membership No. 223137
UDIN: 24223137BKDFP X 5149

Place: Chennai
Date: 30 May 2024

Dvara Kshetriya Gramin Financial Services Private Limited
Standalone Balance Sheet as at March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	As at March 31, 2024	As at March 31, 2023
ASSETS			
Financial assets			
Cash and cash equivalents	4	24,951.54	7,830.30
Bank balance other than cash and cash equivalents	5	12,627.92	9,422.14
Trade receivables	6	382.26	636.30
Loans	7	1,79,533.70	1,59,641.50
Investments	8	81.21	75.00
Other financial assets	9	1,092.10	988.08
		2,18,668.73	**1,78,593.32**
Non-financial assets			
Current tax assets (net)		1,449.04	1,663.51
Deferred tax assets (net)	30	1,720.31	2,228.35
Property, plant and equipment	10	600.09	462.64
Intangible asset under development	10C	59.05	-
Goodwill	10A	227.88	209.28
Other intangible assets	10A	1,878.35	2,576.57
Right of use assets	10B	1,073.39	587.47
Other non-financial assets	11	1,096.30	1,433.04
		8,104.42	**9,160.86**
Total Assets		**2,26,773.15**	**1,87,754.17**
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
Derivative financial instruments	12	987.51	19.67
Payables			
a) Trade payables	13		
(i) dues of micro enterprises and small enterprises		-	-
(ii) dues other than micro enterprises and small enterprises		515.55	417.89
Debt securities	14	40,991.88	26,168.06
Borrowings (other than debt securities)	15	1,30,579.80	1,17,730.04
Subordinated Liabilities	15a	7,786.15	5,485.43
Other financial liabilities	16	6,354.46	5,866.10
		1,87,215.35	**1,55,687.18**
Non-financial liabilities			
Provisions	17	482.56	463.77
Other non-financial liabilities	18	314.85	354.14
		797.41	**817.91**
EQUITY			
Equity share capital	19	10,887.14	10,887.14
Instruments entirely equity in nature	19A	3,584.93	-
Other equity	20	24,288.33	20,361.95
		38,760.40	**31,249.09**
Total Liabilities and Equity		**2,26,773.15**	**1,87,754.17**
Accounting policies	2 & 3		

The notes referred to above form an integral part of these financial statements

As per our report of even date

for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 30-May-2024

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director & Chairman
DIN: 02456029
Place : Bengaluru

LVLN Murty
MD & CEO
DIN : 09618861
Place : Chennai

Shilpa Bhatter
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No. F11027
Place : Delhi

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of Standalone Profit and Loss for the the year ended March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	Note	For the year ended 31-March-2024	For the year Ended 31 March 2023
Revenue from operations			
Interest income	21	52,319.42	35,553.21
Fees and commission income	22	2,081.01	1,342.26
Net gain on fair value changes	23	430.62	106.84
Recovery of bad debts		1,535.43	1,051.32
Total revenue from operations		**56,366.48**	**38,053.63**
Other income		145.37	148.27
Total income (A)		**56,511.85**	**38,201.90**
Expenses			
Finance costs	24	23,442.32	16,059.24
Fees and commission expense	25	665.82	848.64
Impairment on financial instruments	26	8,180.39	5,837.39
Employee benefits expenses	27	11,383.02	9,151.44
Depreciation and amortization expenses	28	1,304.18	823.20
Other expenses	29	4,529.74	3,397.41
Total expenses (B)		**49,505.47**	**36,117.31**
Profit before tax ((C) = (A) - (B))		**7,006.38**	**2,084.59**
Tax expense:			
Current tax		1,420.75	-
Deferred tax		832.68	648.34
Total tax expense (D)		**2,253.43**	**648.34**
Profit after tax for the year ((E) = (C) - (D)		**4,752.95**	**1,436.25**
Other comprehensive income			
(i) Items that will not be reclassified to profit or loss			
- Remeasurement gain / (loss) on defined benefit plans		(120.47)	(79.90)
- Income tax impact thereon		35.08	23.27
(ii) Items that will be reclassified to profit or loss			
- Hedge reserve account (net)		(994.41)	(123.77)
- Income tax impact thereon		289.57	36.04
Total other comprehensive income/(expense) for the year (F)		**(790.23)**	**(144.36)**
Total comprehensive income for the year		**3,962.72**	**1,291.88**
Earnings per equity share (face value Rs.100 each)			
- Basic (in Rs.)	31	40.74	12.87
- Diluted (in Rs.)	31	40.71	12.83

The notes referred to above form an integral part of these financial statements
As per our report of even date

for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 30-May-2024

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director & Chairman
DIN: 02456029
Place : Bengaluru

LVLN Murty
MD & CEO
DIN : 09618861
Place : Chennai

Shilpa Bhatter
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No. F11027
Place : Chennai

Dvara Kshetriya Gramin Financial Services Private Limited
Standalone statement of cash flow for the the year ended March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

Particulars	As at March 31, 2024	As at March 31, 2023
A. Cash flow from operating activities		
Profit before tax	7,006.38	2,084.59
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization	1,304.18	823.20
Impairment on financial instruments (net)	8,180.39	5,837.39
Finance costs	23,442.32	16,059.24
Provision for employee stock option plan	(36.34)	117.70
Interest on deposits with Banks	(745.91)	(296.76)
Interest income on loans	(50,940.13)	(35,174.62)
Gain on mutual funds investments designated at FVTPL	(424.41)	(106.84)
Operating profit before working capital changes	**(12,213.52)**	**(10,656.11)**
Changes in working capital and other changes:		
(Increase) / decrease in trade receivables	254.04	(486.51)
(Increase) in other bank balances	(2,785.01)	(3,578.82)
(Increase) / decrease in investments	(6.22)	586.18
(Increase) in loans	(23,661.50)	(62,300.02)
Decrease/ (increase) in other financial assets	(104.02)	1,116.82
Decrease/ (increase) in other non financial assets	336.74	(264.55)
Increase in trade payables, other liabilities and provisions	1,011.97	4,931.49
Cash flow from operating activities post working capital changes	**(37,167.51)**	**(70,651.52)**
Interest income on loans	46,529.03	32,918.13
Finance cost paid	(21,956.32)	(15,596.01)
Cash flow used in operating activities	**(12,594.80)**	**(53,329.40)**
Income tax paid (net)	(1,530.93)	(952.35)
Net cash flow used in operating activities	**(14,125.73)**	**(54,281.75)**
B. Cash flow from investing activities		
Proceeds from sale of property, plant and equipment	3.69	2.28
Purchase of property, plant and equipment	(422.82)	(106.48)
Increase intangible asset under development	(59.05)	-
Increase of intangible assets	(139.08)	(1,605.55)
Increase of goodwill	(0.95)	(18.24)
Increase in right to use asset	(688.78)	-
Proceeds from sale of mutual fund (net)	424.41	-
Interest on deposits with banks	325.15	296.76
Net cash flow from investing activities	**(557.43)**	**(1,431.23)**
C. Cash flow from financing activities		
Proceeds from issue of debt securities (net of repayments)	14,055.09	11,129.26
Proceeds from issue of borrowings (net of repayments)	12,245.43	42,734.10
Subordinated liabilities	5,772.72	1,719.78
Payment of lease liabilities	(268.83)	(920.47)
Net cash flow from financing activities	**31,804.41**	**54,662.68**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**17,121.24**	**(1,050.30)**
Cash and cash equivalents at the beginning of the year	7,830.30	8,880.60
Cash and cash equivalents at the end of the year	**24,951.54**	**7,830.30**



Particulars	As at March 31, 2024	As at March 31, 2023
1 Components of cash and cash equivalents		
Cash and cheques on hand	235.12	128.54
Balances with banks		
-In current accounts	17,716.42	5,501.77
-In deposit accounts with original maturity less than three months	7,000.00	2,200.00
	24,951.54	**7,830.30**

The notes referred to above form an integral part of these financial statements.

As per our report of even date
for **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Bindu Ananth
Director & Chairman
DIN: 02456029
Place : Bengaluru

LVLN Murty
MD & CEO
DIN : 09618861
Place : Chennai

Shilpa Bhatter
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
M. No. F11027
Place : Delhi

Place : Chennai
Date : 30-May-2024

Dvara Kshetriya Gramin Financial Services Private Limited
Statement of changes in equity for the the year ended March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

A Equity share capital

Particulars	Number of shares	Amount
Balance as at April 1, 2023	**1,08,87,144**	**10,887.14**
Add: Shares issued during the year	-	-
Balance as at March 31, 2023	**1,08,87,144**	**10,887.14**
Balance as at April 1, 2023	**1,08,87,144**	**10,887.14**
Add. Shares issued during the year	-	-
Balance as at March 31,2024	**1,08,87,144**	**10,887.14**

B Other equity

	Reserves and Surplus						Other Comprehensive Income		Share application money pending allotment	Total
	Statutory Reserves	Securities Premium	Capital Reserve	Retained Earnings	Employee stock option outstanding	General Reserve	Defined Benefit Obligations	Cash Flow Hedge Reserve		
Balance as at April 1, 2022	**1,258.94**	**35,504.84**	**1,329.46**	**(19,368.02)**	**292.06**	**-**	**-**	**(64.91)**	**-**	**18,952.37**
Share based expenses	-	-	-	-	117.70	-	-	-	-	117.70
Profit for the year	-	-	-	1,436.25	-	-	-	-	-	1,436.25
Transfer to statutory reserve	287.25	-	-	(287.25)	-	-	-	-	-	-
Other comprehensive income (net of tax)	-	-	-	-	-	-	(56.63)	-	-	(56.63)
Transferred to retained earnings	-	-	-	(56.63)	-	-	56.63	-	-	-
Fair valuation of financial instruments (net of tax)	-	-	-	-	-	-	-	(87.73)	-	(87.73)
Balance as at March 31, 2023	**1,546.19**	**35,504.84**	**1,329.46**	**(18,275.65)**	**409.76**	**-**	**-**	**(152.64)**	**-**	**20,361.95**
Balance as at April 1, 2023	**1,546.19**	**35,504.84**	**1,329.46**	**(18,275.65)**	**409.76**	**-**	**-**	**(152.64)**	**-**	**20,361.95**
Share based expenses	-	-	-		(36.34)	-	-	-	-	(36.34)
Profit for the year	-	-	-	4,752.95	-	-	-	-	-	4,752.95
Transfer to statutory reserve	950.59	-	-	(950.59)	-	-	-	-	-	-
Other comprehensive income (net of tax)	-	-	-	-	-	-	(85.39)	-	-	(85.39)
Transferred to retained earnings	-	-	-	(85.39)	-	-	85.39	-	-	-
On account of employee stock options lapsed	-	-	-	-	(166.71)	166.71	-	-	-	-
Fair valuation of financial instruments (net of tax)	-	-	-	-	-	-	-	(704.84)	-	(704.84)
Balance as at March 31,2024	**2,496.78**	**35,504.84**	**1,329.46**	**(14,558.68)**	**206.70**	**166.71**	**-**	**(857.49)**	**-**	**24,288.33**

Accounting policies 2 and 3

The notes referred to above form an integral part of these financial statements.

for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 229137

Place : Chennai
Date : 30-May-2024

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director & Chairman
DIN: 02456029
Place : Bengaluru

LVLN Murty
MD & CEO
DIN : 09618861
Place : Chennai

Shilpa Bhatter
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No. F11027

1 Reporting entity

Dvara Kshetriya Gramin Financial Services Private Limited ("Dvara KGFS" or "the Company") was incorporated on March 4, 1993. The Company has received the Certificate of Registration dated August 8, 2013, from the Reserve Bank of India ("RBI") to carry on the business of a Non-Banking Financial Institution Middle Layer without accepting public deposits ("NBFC-ML ").

The Company also acts as a business partner for Banks, Insurance Companies, and Non-Banking Finance Companies and as an intermediary to deliver financial and other products to remote rural areas.

The Company's mission is to maximise the financial well-being of every individual and every enterprise by providing complete financial services in remote rural areas.

2 Basis of preparation

2.1 Statement of compliance and basis of preparation and presentation of financial statements

These financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015, notified under Section 133 of the Companies Act, 2013 ('the Act') in conformity with generally accepted accounting principles in India and other relevant provisions of the Act.

The financial statements have been prepared and presented on going concern basis and at a historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained below, the relevant provisions of the Companies Act, 2013 (the "Act") and the guidelines issued by the Reserve Bank of India ('RBI') to the extent applicable.

These financial statements were approved by the Board of Directors and authorised for issue on May 30,2024.

The accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted, or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Details of the company's material accounting policies are disclosed in note 3.

The Balance sheet, the Statement of profit and loss and the Statement of changes in equity are presented in the format prescribed under Division III of Schedule III to the Act and as amended from time to time, for Non-Banking Financial Companies ('NBFC') that are required to comply with Ind AS. The statement of cash flows has been presented as per the requirements of Ind AS 7 Statement of Cash Flows.

The Company presents its balance sheet in order of liquidity. Financial assets and financial liability are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis.

2.2 Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded off to the nearest lakhs with two decimals unless otherwise indicated.

2.3 Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items:

Items	Measurement basis
Certain financial assets and liabilities (including derivatives instruments)	Fair value / Amortised Cost, as applicable
Liabilities for equity-settled share-based payment arrangements	Fair value
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations

2.4 Use of estimates and judgements

The preparation of financial statements in conformity with Ind AS requires management to make estimates, make judgments, and make assumptions. These estimates, judgments, and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported income and expenses during the year. The accounting estimates could change from period to period. The actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. The changes in estimates, if material, are reflected in the financial statements in the year in which changes are made, and their effects are disclosed in the notes to the financial statements.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

P.S. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003630S/S200016 CHENNAI

2.4 Use of estimates and judgements (continued)

Information about judgements, estimates and assumptions made in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following notes:

i) Business model assessment

The classification and measurement of financial assets depends on the results of the business model and the solely payments of principal and interest ("SPPI") test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence, including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income or fair value through profit and loss that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate, and if it is not appropriate, whether there has been a change in business model and so a prospective change to the classification of those assets.

ii) Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Also, refer to note 3.8.

iii) Effective Interest Rate ("EIR") method

The Company's EIR methodology recognises interest income/expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given/taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life cycle of the instruments, as well as expected changes to interest rates and other fee income/ expense that are integral parts of the instrument.

iv) Impairment of financial asset

The measurement of impairment losses across all categories of financial assets requires judgment, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes which can result in different levels of allowances.

The company's expected credit loss ("ECL") calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

a) The Company's criteria for assessing if there has been a significant increase in credit risk and allowances for financial assets should be measured on a lifetime expected credit loss ("LTECL") basis.

b) Development of ECL models, including the various formulas and the choice of inputs.

c) Determination of associations between macroeconomic scenarios and economic inputs, such as consumer spending, lending interest rates and collateral values, and the effect on the probability of default ("PD"), exposure at default ("EAD") and loss given default ("LGD").

v) Impairment of non-financial assets

The company determines periodically whether there is any indication of impairment of the carrying amount of its non-financial assets including goodwill. The recoverable amount (higher of net selling price and value in use) is determined for an individual asset unless the asset does not generate cash inflow that is largely independent of those from other assets or groups of assets. The recoverable amounts of such assets are estimated if any indication exists, and impairment loss is recognised wherever the carrying amount of the asset exceeds its recoverable amount. Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

P.N. SRIDHAR & SANTHANAM FIRM REGN NO 003608S/S200018 CHENNAI

2.4 Use of estimates and judgements (continued)

vi) Other estimates, judgements and assumptions

Information about other estimates, judgements and assumptions that have the most significant effect to the financial statements within the next financial year are included in the following notes:

a) Measurement of defined benefit obligations: key actuarial assumptions; (refer note 38)
b) Estimated useful life of property, plant and equipment, right of use assets and intangible assets; (refer note 3.10)
c) Recognition of deferred taxes; (refer note 3.14 and 30)
d) Upfront recognition of Excess Interest Spread (EIS) in relation to assignment transactions.
e) Provisions and other contingent liabilities (refer note 3.20, 36 and 39)

3 Material accounting policies

3.1 Revenue Recognition

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found within Ind ASs.

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind 115 :

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

A. Interest income

Under Ind AS 109, interest income is recorded using the effective interest rate method for all financial instruments measured at amortised cost, financial instruments measured at Fair value through other comprehensive income ('FVOCI') and Fair value through profit and loss ('FVTPL'). The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset.

The EIR (and, therefore, the amortised cost of the asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR. The Company recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected life of the financial instrument.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as a positive or negative adjustment to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income. The adjustment is subsequently amortised through Interest income in the statement of profit and loss.

The Company calculates interest income by applying EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit impaired and is, therefore, regarded as 'stage 3', the Company calculates interest income on a net basis. If the financial asset cures and is no longer credit impaired, the company reverts to calculating interest income on a gross basis.

B. Fees and commission income

The fees and commission income, such as guarantee commission, service income, etc., are recognised on point in time.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

M/S SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

3.1 Revenue Recognition (continued)

C. Dividend income

The dividend income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

D. Other interest income

Other interest income is recognised on a time proportionate basis.

E. Other income

The other income represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

3.2 Financial instrument - initial recognition

A. Date of recognition

Debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

B. Initial measurement of financial instruments

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets and financial liabilities recorded at FVTPL, transaction costs are added to, or subtracted from this amount.

C. Measurement categories of financial assets and liabilities

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

i) Amortised cost
ii) Fair value through other comprehensive income ("FVOCI")
iii) Fair value through profit and loss ("FVTPL")

3.3 Financial assets and liabilities

A. Financial assets

Business model assessment

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel,
b) The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed,
c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected), and
d) The expected frequency, value and timing of sales are also important aspects of the Company's assessment.

Sole Payments of Principal and Interest (SPPI test)

As a second step of its classification process, the Company assesses the contractual terms of financial to identify whether they meet SPPI test. 'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of financial asset (for example, if there are repayments of principal or amortisation of the premium/ discount). The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Company applies judgement and considers relevant factors such as the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVTPL.

Accordingly, financial assets are measured as follows:

i) Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113
PKF SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 ★ CHENNAI

3.3 Financial assets and liabilities (continued)

ii) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Since, the loans and advances are held to sale and collect contractual cash flows, they are measured at FVTOCI.

iii) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Financial liability

i) Initial recognition and measurement

All financial liability are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liability, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

ii) Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method.

3.4 Reclassification of financial assets and liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified. The Company did not reclassify any of its financial assets or liabilities in the quarter and year ended March 31, 2024, and year ended March 31, 2023.

3.5 Derecognition and modification of financial assets and liabilities

A. De-recognition of financial assets and financial liabilities

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized when:

- The rights to receive cash flows from The asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'passthrough' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On de-recognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognized) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in Statement of Profit or Loss.

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The difference between the carrying value of the original financial liability and the new financial liability with modified terms is recognised in statement of profit and loss.

B. Modifications of financial assets and financial liabilities

i) Financial Assets

If the terms of a financial asset are modified, the Company evaluates whether the cash flows of the modified asset are substantially different. If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset are deemed to have expired. In this case, the original financial asset is derecognized and a new financial asset is recognized at fair value plus any eligible transaction costs. Any fees received as part of the modification are accounted for as follows:

- fees that are considered in determining the fair value of the new asset and fees that represent reimbursement of eligible transaction costs are included in the initial measurement of the asset; and
- other fees are included in profit or loss as part of the gain or loss on derecognition.

If the cash flows of the modified asset carried at amortized cost are not substantially different, then the modification does not result in derecognition of the financial asset. In this case, the Company recalculates the gross carrying amount of the financial asset and recognizes the amount arising from adjusting the gross carrying amount as a modification gain or loss in Statement of profit or loss. If such a modification is carried out because of financial difficulties of the borrower, then the gain or loss is presented together with impairment losses. In other cases, it is presented as interest income using EIR method.

Any costs or fees incurred adjust the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.





3.5 Derecognition and modification of financial assets and liabilities (continued)

ii) Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in the statement of profit and loss.

3.6 Impairment of financial assets

A. Overview of Expected Credit Loss ('ECL') principles

In accordance with Ind AS 109, the Company uses ECL model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). When estimating LTECLs for undrawn loan commitments, the Company estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down.

Expected credit losses are measured through a loss allowance at an amount equal to:

i) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

ii.) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

Both LTECLs and 12 months ECLs are calculated on collective basis.

Based on the above, the Company categorises its loans into Stage 1, Stage 2 and Stage 3, as described below:

Stage 1:

When loans are first recognised, the Company recognises an allowance based on 12 months ECL. Stage 1 loans includes those loans where there is no significant credit risk observed and also includes facilities where the credit risk has been improved and the loan has been reclassified from stage 2 or stage 3.

Stage 2:

When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the life time ECL. Stage 2 loans also includes facilities where the credit risk has improved and the loan has been reclassified from stage 3.

Stage 3:

Loans considered credit impaired are the loans which are past due for more than 90 days. The Company records an allowance for life time ECL.

Stages	Days Past Due	ECL	Risk
Stage 1	Upto 30 days	12 month ECL	Low credit risk
Stage 2	31-90 days	Life time ECL	Significant increase in credit risk
Stage 3	More than 90 days	Life time ECL	Impaired assets

B. Calculation of ECLs

The mechanics of ECL calculations are outlined below and the key elements are, as follows:

PD:

Probability of Default ("PD") is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

EAD:

Exposure at Default ("EAD") is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest.

LGD:

Loss Given Default ("LGD") is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

The Company has calculated PD, EAD and LGD to determine impairment loss on the portfolio of loans and discounted at an approximation to the EIR. At every reporting date, the above calculated PDs, EAD and LGDs are reviewed and changes in the forward looking estimates are analysed.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

CHENNAI

3.6 Impairment of financial assets (Continued)

The mechanics of the ECL method are summarised below:

Stage 1:

The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Company calculates the 12 months ECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-months default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR.

Stage 2:

When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.

Stage 3:

For loans considered credit-impaired, the Company recognises the lifetime expected credit losses for these loans. The method is similar to that for Stage 2 assets, with the PD set at 100%.

C. Loans and advances measured at FVOCI

The ECLs for loans and advances measured at FVOCI do not reduce the carrying amount of these financial assets in the balance sheet, which remains at fair value. Instead, an amount equal to the allowance that would arise if the assets were measured at amortised cost is recognised in OCI as an accumulated impairment amount, with a corresponding charge to profit or loss. The accumulated loss recognised in OCI is recycled to the profit and loss upon derecognition of the assets.

3.7 Write-offs

Financial assets are written off when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in the statement of profit and loss.

3.8 Determination of fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company has taken into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 financial instruments: Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date;

Level 2 financial instruments: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads; and

Level 3 financial instruments –Those that include one or more unobservable input that is significant to the measurement as whole.

3.9 Foreign currency transactions

Transactions in foreign currencies are translated into the functional currency of the Company, at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognized in profit or loss.





3.10 Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii. Depreciation

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the written down value method, and is generally recognised in the statement of profit and loss.

The Company follows estimated useful lives which are given under Part C of the Schedule II of the Companies Act, 2013. The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as follows:

Asset category	Estimated Useful life	Useful life as per Schedule II
Furniture and fittings	10 years	10 years
Vehicles	8 years	8 years
Office equipment	5 years	5 years
Computers and accessories	3 years	3 years
Leasehold improvements	Lower of Lease period or 10 years	Not applicable

Depreciation on additions (disposals) is provided on a pro-rata basis i.e., from (upto) the date on which asset is ready for use (disposed of).

3.11 Intangible assets

i. Goodwill

For measurement of goodwill that arises on a business combination refer note 3.16. Subsequent measurement is at cost less any accumulated impairment losses.

i. Other intangible assets

Intangible assets including those acquired by the Company are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

ii. Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

iii. Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight line method, and is included in depreciation and amortisation in Statement of Profit and Loss.

Asset category	Estimated Useful life
Computer software	5 years
Branch distribution network	5 years
Customer contract	5 years

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

3.12 Employee benefits

i. Post-employment benefits

Defined contribution plan

The Company's contribution to provident fund are considered as defined contribution plan and are charged as an expense as they fall due based on the amount of contribution required to be made and when the services are rendered by the employees.

Defined benefit plans

Gratuity

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM CHENNAI

3.12 Employee benefits (continued)

Remeasurements of the net defined benefit liability, which comprises actuarial gains and losses and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss. When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

ii. Other long-term employee benefits LTI

Compensated absences

The employees can carry forward a portion of the unutilised accrued compensated absences and utilise it in future service periods or receive cash compensation on termination of employment. Since the compensated absences do not fall due wholly within twelve months after the end of such period, the benefit is classified as a long-term employee benefit. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

iii. Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the year in which the employee renders the related service. The cost of such compensated absences is accounted as under :

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and

(b) in case of non-accumulating compensated absences, when the absences occur.

iv. Stock based compensation

The grant date fair value of equity settled share based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees unconditionally become entitled to the awards. The amount recognised as expense is based on the estimate of the number of awards for which the related service and non-market vesting conditions are expected to be met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market vesting conditions at the vesting date.

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.

v. Long service bonus

The company provides for a long-term service bonus covering eligible employees, under which an eligible bonus payment is paid to vested employees based on the conditions provided in the company's policy from time to time. The company accounts for its liability for future gratuity benefits based on actuarial valuation determined at each balance sheet date by an Independent Actuary.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under a defined benefit plan are based on the market yields on Government Securities as at the balance sheet date.

An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, these liabilities are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Re-measurement, comprising of actuarial gains and losses, are recognised immediately in the balance sheet with a corresponding debit or credit to other equity through Other Comprehensive Income in the period in which they occur. Re-measurements are not reclassified to profit and loss in subsequent periods.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

CHENNAI FIRM REGN NO 003990S/S200018

3.13 Leases

The Company has adopted Ind AS 116, effective April 1, 2018 (transition date) and applied it to all lease contracts existing on that date using the full retrospective method. At inception of a contract, the Company assesses whether a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate. The Company determines its incremental borrowing rate by obtaining interest rates from various external financing sources that reflects the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and
- the exercise price under A purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal Period if the company is reasonably certain to exercise an extension option, and penalties for early termination of A lease unless the company is reasonably certain Not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in substance fixed lease payment. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company presents right-of-use assets separately on the face of the balance sheet and lease liability under other financial liabilities.

Short-term leases

The Company has elected not to recognise right-of-use assets and lease liabilities for shorter leases. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

3.14 Income tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

i. Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

P.R.S. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003566S/S200018 CHENNAI

3.14 Income tax (continued)

ii. Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

iii. Minimum Alternate Tax ("MAT")

MAT paid in a year is charged to the statement of profit and loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the concerned company will pay normal income tax and thereby utilising MAT credit during the specified period, i.e., the period for which MAT credit is allowed to be carried forward and utilised. In the year in which the company recognises MAT credit as an asset, it is created by way of credit to the statement of profit and loss and shown as part of deferred tax asset. The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

3.15 Business combinations

In accordance with Ind AS 103, the Company accounts for these business combinations (other than those arising from common control) using the acquisition method when control is transferred to the Company. The consideration transferred for the business combination is generally measured at fair value as at the date the control is acquired (acquisition date), as are the net identifiable assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on bargain purchase is recognised in OCI and accumulated in equity as capital reserve if there exist clear evidence of the underlying reasons for classifying the business combination as resulting in a bargain purchase; otherwise the gain is recognised directly in equity as capital reserve. Transaction cost are expensed as incurred, except to the extent related to the issue of debt or equity securities.

Business combination arising from transfer of interests from entities under common control are accounted for as if the acquisition has occurred at beginning of the earliest comparative period or, if later, at the date that common control established; for this purpose comparative period of revised. The assets and liabilities are recognized at their carrying amounts. The identity of the reserves are preserved and they appear in the same form.

3.16 Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.17 Segment reporting- Identification of segments:

An operating segment is a component of the Company that engages in business activities from which it many earn revenues and incur expenses, whose operating results are regularly reviewed by the Company's Chief Operating Decision Maker (CODM) to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.





3.18 Earnings per share

The Company reports basic and diluted earnings per equity share in accordance with Ind AS 33, Earnings Per Share. Basic earnings per equity share is computed by dividing net profit / loss after tax attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed and disclosed by dividing the net profit/ loss after tax attributable to the equity share holders for the year after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

3.19 Provisions

Provisions are recognized when there is a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

3.20 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non–cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated. Cash flows in foreign currencies are accounted at the actual rates of exchange prevailing at the dates of the transactions.

3.21 Recent Accounting Pronouncements

There are no amendments to the accounting policies notified by MCA which are applicable for the period commencing on/after April 01, 2024.

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Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM'S REGN NO 003990S/S200018 ★ CHENNAI ★

4 Cash and cash equivalents

Particulars	As at March 31, 2024	As at March 31, 2023
Cash and cash equivalents		
Cash on hand	235.12	128.54
Balances with banks		
- in current accounts	17,716.42	5,501.77
- in deposit accounts (Original maturity less than three months)	7,000.00	2,200.00
Total	**24,951.54**	**7,830.30**

Note: Balance with Banks in current accounts includes balance in Cash Credit accounts with banks.

5 Bank balance other than cash and cash equivalents

Particulars	As at March 31, 2024	As at March 31, 2023
Deposit accounts under lien*	11,695.70	9,407.23
Deposit accounts without lien	932.21	14.91
Total	**12,627.92**	**9,422.14**

***Note:**

(i) Fixed deposit includes cash collateral amounting to Rs. 4546.66 lakhs (March 31, 2023 : Rs. 3525.37 Lakhs) for securitisation transactions.

(ii) Balance fixed deposits other than those mentioned above has been provided as security for loans taken by the company.

6 Receivables

Particulars	As at March 31, 2024	As at March 31, 2023
Trade receivables	382.26	636.30
Less: Impairment loss allowance	-	-
Total	**382.26**	**636.30**

Receivables ageing schedule as on March 31, 2024

Particulars	< 6 months	6 months -1 year	1-2 years	2-3 years	Total
(i) Undisputed – considered good	300.65	35.89	33.88	11.84	382.26
(ii) Undisputed – have significant credit risk	-	-	-	-	-
(iii) Undisputed – credit impaired	-	-	-	-	-
(iv) Disputed –considered good	-	-	-	-	-
(v) Disputed – have significant credit risk	-	-	-	-	-
(vi) Disputed – credit impaired	-	-	-	-	-
Total	**300.65**	**35.89**	**33.88**	**11.84**	**382.26**

Receivables ageing schedule as on March 31, 2023

Particulars	< 6 months	6 months -1 year	1-2 years	2-3 years	Total
(i) Undisputed – considered good	605.73	16.97	13.23	0.37	636.30
(ii) Undisputed – have significant credit risk	-	-	-	-	-
(iii) Undisputed – credit impaired	-	-	-	-	-
(iv) Disputed –considered good	-	-	-	-	-
(v) Disputed – have significant credit risk	-	-	-	-	-
(vi) Disputed – credit impaired	-	-	-	-	-
Total	**605.73**	**16.97**	**13.23**	**0.37**	**636.30**

7 Loans

At Amortised cost

Particulars	As at March 31, 2024	As at March 31, 2023
A Based on nature		
Term Loans		
Gross term loans	1,83,982.46	1,63,251.54
Less: Impairment loss allowance**	(4,448.75)	(3,610.04)
Net term loans	**1,79,533.70**	**1,59,641.50**
B Based on security		
Secured by tangible assets*	967.51	932.03
Unsecured	1,83,014.94	1,62,319.51
Gross term loans	**1,83,982.46**	**1,63,251.54**
Less: Impairment loss allowance	(4,448.75)	(3,610.04)
Net term loans	**1,79,533.70**	**1,59,641.50**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113
GIRIDHAR & SANKARAN ★ CHENNAI ★ FIRM REGN NO. 003990S/S200018

7 Loans (continued)

C Based on region

Loans in India		
Public sector	-	-
Others	1,83,982.46	1,63,251.54
Less: Impairment loss allowance	(4,448.75)	(3,610.04)
Loans outside India	-	-
Less: Impairment loss allowance	-	-
Net term loans	**1,79,533.70**	**1,59,641.50**
Note:		
Percentage of loan against gold jewellery to gross term loans	0.53%	0.57%

*Secured exposures are secured wholly by pledge of gold jewellery

** Refer Note 72

8 Investments

Particulars	As at March 31, 2024	As at March 31, 2023
At Fair Value through P&L		
Investment in Mutual Fund Liquid fund	81.21	75.00
At Amortised Cost		
Investment in Associate*		
Saija Finance Private Limited (refer note 74)	-	-
Total Investments	**81.21**	**75.00**
(i) Investments outside India	-	-
(ii) Investments in India	81.21	75.00
Total Investments	**81.21**	**75.00**

9 Other financial assets

Unsecured, considered good (At Amortised Cost)

Particulars	As at March 31, 2024	As at March 31, 2023
Security deposits	193.12	212.06
Unbilled revenue	332.61	90.17
Employee advances	67.01	48.15
Advances given under the business correspondence arrangement	-	8.45
Other's	499.36	629.25
Total	**1,092.10**	**988.08**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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S.R. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

10 Property, plant and equipment

Particulars	Computers and Accessories	Furniture and fittings	Vehicles	Office equipment	Leasehold improvements	Total
As at March 31, 2022	**486.95**	**31.98**	**0.95**	**433.45**	**392.58**	**1,345.91**
Cost						
On acquisition of Saija Finance (also refer note 74)	22.01	10.69	-	34.05	5.65	72.40
Additions	28.70	0.98	-	76.81	-	106.48
Deletions	(1.33)	-	-	(1.84)	-	(3.17)
As at March 31, 2023	**536.32**	**43.65**	**0.95**	**542.47**	**398.23**	**1,521.63**
Additions	213.75	2.08	-	128.71	78.28	422.82
Deletions	(0.75)	(0.34)	-	(2.60)	-	(3.69)
As at March 31, 2024	**749.32**	**45.40**	**0.95**	**668.58**	**476.51**	**1,940.76**
Accumulated depreciation						
As at March 31, 2022	**236.56**	**21.46**	**0.71**	**296.35**	**228.40**	**783.48**
Depreciation for the period	161.67	1.33	0.03	72.33	41.04	276.40
Deletion	(0.40)	-	-	(0.49)	-	(0.89)
As at March 31, 2023	**397.83**	**22.79**	**0.74**	**368.19**	**269.44**	**1,058.99**
Depreciation for the year	142.19	2.97	0.02	94.30	42.20	281.68
Deletion	-	-	-	-	-	-
As at March 31, 2024	**540.02**	**25.76**	**0.76**	**462.50**	**311.64**	**1,340.67**
Carrying amount (net)						
As at March 31, 2023	**138.50**	**20.86**	**0.21**	**174.27**	**128.80**	**462.64**
As at March 31, 2024	**209.30**	**19.63**	**0.19**	**206.08**	**164.88**	**600.09**

Note - None of the assets have been revalued during the year

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM REG NO 003990S/S200018 CHENNAI

10A Intangible Assets

Particulars	Goodwill	Other intangible assets				
		Internally Generated Software	Branch Distribution Network	Customer Contract	Computer Software	Total
As at March 31, 2022	**191.04**	-	-	**853.17**	**573.76**	**1,426.93**
Cost						
On acquisition of Saija Finance (also refer note 74)	18.24	-	2,221.00	-	42.80	2,263.80
Additions	-	-	-	-	-	-
Deletions	-	-	-	-	-	-
As at March 31, 2023	**209.28**	-	**2,221.00**	**853.17**	**616.56**	**3,690.73**
Additions	0.95	139.08	-	-	-	139.08
Adjustment*	17.65	-	-	-	(17.65)	(17.65)
Deletions	-	-	-	-	-	-
As at March 31, 2024	**227.88**	**139.08**	**2,221.00**	**853.17**	**598.91**	**3,812.16**
Accumulated amortisation						
As at March 31, 2022	-	-	-	**542.98**	**230.34**	**773.32**
Amortisation for the period	-	-	87.30	225.74	27.80	340.84
Deletion	-	-	-	-	-	-
As at March 31, 2023	-	-	**87.30**	**768.72**	**258.14**	**1,114.16**
Amortisation for the year	-	15.55	444.20	84.45	275.45	819.65
Deletion		-	-	-		-
As at March 31, 2024	-	**15.55**	**531.50**	**853.17**	**533.59**	**1,933.81**
Carrying amount (net)						
As at March 31, 2023	**209.28**	-	**2,133.70**	**84.45**	**358.42**	**2,576.57**
As at March 31, 2024	**227.88**	**123.53**	**1,689.50**	**0.00**	**65.32**	**1,878.35**

Note - None of the assets have been revalued during the year. Also refer Note 74

* Regrouping done from Computer Software to Goodwill

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

10B Right of use assets ('ROUA')

Particulars	Office premises
Gross block value	
As at March 31, 2022	**1,247.75**
Additions	103.81
Deletions	-
As at March 31, 2023	**1,351.56**
Additions	688.78
Deletions	-
As at March 31, 2024	**2,040.34**
Accumulated depreciation	
As at 31st March , 2022	**584.40**
Depreciation for the period	179.69
Deletion	-
As at March 31, 2023	**764.09**
Depreciation for the period	202.86
Deletion	-
As at March 31, 2024	**966.94**
Carrying amount (net)	
As at March 31, 2023	**587.47**
As at March 31, 2024	**1,073.39**

10C Intangible asset under development

Particulars	As at March 31, 2024
Opening balance	-
Add: Cost incurred during the year	198.13
Less: The amount capitalised during the year	139.08
Closing balance	**59.05**

Ageing

Particulars	<1 year	1-2 years	2-3 years	>3 years	Total
Projects in progress	59.05	-	-	-	**59.05**
Projects temporarily suspended	-	-	-	-	-
Total	**59.05**	-	-	-	**59.05**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

FOR S.RIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 * CHENNAI *

11 Other non-financial assets (At Amortised Cost)

Unsecured, Considered Good.

Particulars	As at March 31, 2024	As at March 31, 2023
Balances with government authorities	700.35	904.25
Prepaid expenses**	338.24	360.23
Advance to vendors	57.70	168.56
Total	**1,096.30**	**1,433.04**

** The Prepaid expenses includes the amount paid for due diligence fees towards equity raise, which is expected to be completed in the next financial year.

12 Derivative financial instruments

Particulars	As at March 31, 2024	As at March 31, 2023
Currency derivatives		
Cross currency interest rate swaps	815.68	19.67
Cross currency swaps	171.83	-
Total	**987.51**	**19.67**

13 Trade Payables

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Payables		
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterpı	515.55	417.89
Total	**515.55**	**417.89**
Out of the aforesaid payable, dues to related parties and other parties are as under:		
(a) To related parties (Refer Note 40)	-	-
(b) Other than related parties	515.55	417.89
Total	**515.55**	**417.89**

13 Trade payables ageing schedule as on March 31, 2024

Particulars	Outstanding for following periods from due date of payment				
	< 1 year	1-2 years	2-3 years	>3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	515.55	-	-	-	515.55
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**515.55**	-	-	-	**515.55**

13 Trade payables ageing schedule as on March 31, 2023

Particulars	Outstanding for following periods from due date of payment				
	< 1 year	1-2 years	2-3 years	>3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	412.44	5.38	0.06	-	417.89
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
Total	**412.44**	**5.38**	**0.06**	-	**417.89**

14 Debt securities

Particulars	Reference	As at March 31, 2024	As at March 31, 2023
At amortised cost:			
Secured debentures			
Redeemable, non-convertible debentures			
- from others	(A)	38,696.51	17,976.33
- from related parties	(B)	97.51	5,137.17
Unsecured debentures			
Redeemable, non-convertible debentures (Unsecured)	(C)	2,197.86	794.96
Commercial Paper	(D)		
- from related parties		-	-
- from others		-	2,259.59
Total		**40,991.88**	**26,168.06**
Debt securities in India		40,991.88	26,168.06
Debt securities outside India		-	-
Subtotal		**40,991.88**	**26,168.06**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

T.R. SRIDHAR & SANTHANAM ★ CHENNAI ★ FIRM REGN NO 003560S/S200018

14 Debt securities (continued)

(A) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) - Others

Particulars	Listed/ Unlisted	Rate of Interest	Repayment Type	Tenor (years)	As at March 31, 2024	As at March 31, 2023
-7027 units (March 31, 2023 : 2066 units) redeemable non-convertible debentures of INR 1 lakhs each	Unlisted	12.5% - 18.5%	Bullet principal + Monthly interest	2-4 years	7,985.64	2,132.39
-20000 units (March 31, 2023: 0) redeemable non-convertible debentures of	Listed	14.75%	Bullet principal + Monthly interest	3 Years	2,813.88	-
-100 units (March 31, 2023 :100 units) redeemable non-convertible debentures of INR 10 lakhs each	Listed	15.00%	Bullet principal + Monthly interest	3 Years	1,004.07	1,002.47
-24 units (March 31, 2023: 25) redeemable non-convertible debentures of INR 1 crore each	Unlisted	13.5% - 15%	Monthly principal + interest	2 - 2.5 Years	2,403.33	2,333.33
-614 units (March 31, 2023 :614 units) redeemable non-convertible debentures of INR 10 lakhs each	Listed	11.00%	Bullet principal + Quarterly interest	3.5 Years	6,143.70	6,140.00
-6600000 units (March 31, 2023: 6600000) redeemable non-convertible debentures of INR 100 each	Unlisted	13.50%	Bullet principal + Quarterly interest	3.76 Years	6,678.57	6,670.30
-12011 units (March 31, 2023 : 0 units) redeemable non-convertible debentures of INR 1 lakhs each	Listed	13.60%	Bullet principal + Quarterly interest	3.79 Years	12,149.74	-
Less : Unamortised Processing Fees					(482.42)	(302.17)
Total					**38,696.51**	**17,976.33**

(B) Debt securities - Secured - Redeemable non-convertible debentures (NCDs) from Related Parties

Particulars	Listed/ Unlisted	Rate of Interest	Repayment Type	Tenor	As at March 31, 2024	As at March 31, 2023
-90 units (March 31, 2023 : 2160 units) redeemable non-convertible debentures of INR 1 lakhs each	Unlisted	12.5% - 13%	Bullet principal + Monthly interest	3 Years	97.51	2,702.74
- 0 units (March 31, 2023: 20000) redeemable non-convertible debentures of INR 10 thousands each	Listed	14.75%	Bullet principal + interest	3 Years	-	2,518.07
Less : Unamortised Processing Fees					-	(83.64)
Total					**97.51**	**5,137.17**

Notes:

a) NCDs are secured by specific charge on loans in favour of the Trustee for the benefit of the debenture holders. The Company needs to maintain 1 to 1.2 times of security cover for the outstanding NCDs at any point of time.

b) Interest for the above NCDs are payable on monthly/quarterly/half yearly / yearly basis.

14 Debt securities (continued)

(C) Debt securities - Unsecured - Redeemable non-convertible debentures

Particulars	Listed/ Unlisted	Rate of Interest	Repayment Type	Tenor	As at March 31, 2024	As at March 31, 2023
40,00,000 units (March 31, 2023: 80,00,000 units) redeemable non-convertible debentures of INR 10 each	Unlisted	13.71%	Bullet principal + Quarterly interest	5 Years	401.19	800.00
- 180 units (March 31, 2023 - 0 units) redeemable non-convertible debentures of INR 10,00,000/- each	Unlisted	14.50%	Bullet principal + Monthly interest	3 Years	1,807.87	-
Less: Unamortised processing fees					(11.20)	(5.04)
Total					**2,197.86**	**794.96**

(D) Short Term Commercial Paper:

Name of the lender	Listed/Unlisted	Rate of Interest	Repayment Type	Tenor (months)	As at March 31, 2024	As at March 31, 2023
Others	Unlisted	11.10%	Bullet Repayment	3	-	2,300.00
Less: Discount on CP					-	(40.41)
Total					-	**2,259.59**

Notes:

a) The principal repayment for all the unsecured NCDs and CPs is on the date of maturity or upon exercise of put / call option as applicable respectively.

15 Borrowings (Other than debt securities) (also refer note 4)

Particulars	Reference	As at March 31, 2024	As at March 31, 2023
Measured at amortised cost			
Secured borrowings			
Term Loan from banks	(A)	43,889.94	29,525.27
Term Loan from others	(B)	32,658.86	30,035.53
Term Loan from Related parties	(C)	-	10,444.04
Securitization borrowings	(D)	25,992.89	35,722.03
External commercial borrowings	(E)	25,391.98	7,130.15
Loan repayable on demand	(F)		
from banks		929.45	894.50
from related parties		1,716.67	3,978.52
Total		**1,30,579.80**	**1,17,730.04**
Borrowings in India		1,05,187.82	1,10,599.90
Borrowings outside India		25,391.98	7,130.15
Subtotal		**1,30,579.80**	**1,17,730.04**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

BSR & Co. LLP CHENNAI

15 Borrowings (Other than debt securities) (continued)

A) Term Loans from Banks:

Repayment Type	Rate of	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Monthly principal+Interest	14.25%	3 Years and 3 Months	-	82.70
Bullet (One time)	14.00%	6 Years and 11 Months	1,943.48	2,140.54
Monthly principal+Interest	14.00%	2 Years	610.55	1,334.34
Monthly principal+Interest	13.75%	2 Years	1,407.42	-
Monthly principal+Interest	13.00%	3 Years to 3Years and 12Months	6,600.32	3,758.79
Monthly principal+Interest	12.80%	2 Years	581.35	1,583.89
Quarterly Principal+Quarterly Interest	12.50%	2 Years	1,331.81	-
Quarterly Principal+Monthly Interest	12.45%	2Years9Months to 4Years and 3Months	24,248.17	16,249.33
Quarterly Principal+Monthly Interest	12.25%	3 Years	919.82	1,837.19
Quarterly Principal+Monthly Interest	12.10% to 11.75%	2 years & 6 Months to 3 years	1,515.55	1,294.65
Monthly principal+Interest	12.00%	2 years 2 Months	1,416.39	-
Monthly principal+Interest	12.00%	2 years	1,400.00	-
Quarterly Principal+Monthly Interest	11.85%	3 Years and 11 Months	-	704.04
Monthly principal+Interest	11.75%	3 Years	2,282.46	-
Monthly principal+Interest	10.75%	3 Years and 3 Months	-	804.31
Less: Unamortised Processing fees			(367.37)	(264.52)
Total			**43,889.94**	**29,525.27**

Notes:

a) All the above borrowings are secured by specific charge on the company's Loan assets . The Company needs to maintain a security cover ranging from 1.1 to 1.33 times of the outstanding amount at any point of time. Further, the Company has given cash collateral amounting to INR 5183.63 lakhs (March 31, 2023: INR 4160.79 lakhs) for the borrowings undertaken.

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Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

S.R. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

15 **Borrowings (Other than debt securities) (continued)**

B) **Term Loans from others:**

Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Monthly principal+Interest	14.60%	2 Years	1,239.47	1,947.15
Monthly principal+Interest	14.20% to 14.50%	3 Years	2,844.91	5,550.29
Monthly principal+Interest	13.50%	2 Years	814.30	1,514.48
Quarterly Principal+Monthly Int	14.75%	2 Years	514.24	1,840.25
Monthly principal+Interest	13.25%	2 Years	412.84	1,160.99
Monthly principal+Interest	14.25%	3 Years	389.67	1,281.16
Monthly principal+Interest	15.00%	3 Years and 1	-	953.00
Monthly principal+Interest	12.26%	3 Years	-	386.49
Monthly principal+Interest	13.50% to 15.00%	2 Years and 2 years and 5 Months	937.91	1,439.09
Monthly principal+Interest	14.00%	2 Years	-	83.56
Monthly principal+Interest	14.00%	2 Years and 1 Months	328.00	832.00
Monthly principal+Interest	14.20%	3 Years	854.56	1,772.12
Monthly principal+Interest	15.00%	1 Year and 12 Months	-	47.85
Monthly principal+Interest	15.00%	2 Years	71.49	579.66
Monthly principal+Interest	13.20%	1 Year and 12 Months	-	116.29
Monthly principal+Interest	13.15% to 14.50%	2 Years	468.08	610.08
Monthly principal+Interest	13.35%	2 Years	631.34	363.62
Monthly principal+Interest	13.00%	1 Year and 6 Months	417.37	1,000.00
Monthly principal+Interest	13.00%	1 Year and 12 Months	-	-
Monthly principal+Interest	13.50% to 14.25%	2 Years	1,512.36	306.39
Monthly principal+Interest	14.00%	2 Years to 3 Years	186.43	184.15
Monthly principal+Interest	14.00%	1 Year and 12 Months	-	534.80
Monthly principal+Interest	13.50%	2 Years	832.00	1,000.00
Monthly principal+Interest	13.50%	2 Years	-	332.00
Monthly principal+Interest	12.75%	2 Years	2,516.56	2,134.67
Monthly principal+Interest	14.50%	3 Years	220.45	398.71
Monthly principal+Interest	12.50% to 14.90%	2 Years	3,002.41	3,925.78
Monthly principal+Interest	14.50%	2 Years	670.90	-
Monthly principal+Interest	13.50%	2 years	1,130.08	-
Monthly principal+Interest & Quarterly Principal+Monthly Interest	13.25% to 15.95%	2 Years to 3 Years	5,106.08	-
Monthly principal+Interest	12.50%	2 Years 3 Months	890.72	-
Monthly principal+Interest	13.25%	2 Years	1,767.45	-
Monthly principal+Interest	13.00%	1 Year 6 Months	583.80	-
Monthly principal+Interest	11.00%	2 Years	4,501.36	-
Less: Unamortised processing fees			(185.91)	(259.05)
Total			**32,658.86**	**30,035.53**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

P.V. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

15 Borrowings (Other than debt securities) (continued)

Notes:

a) All the above borrowings are secured by specific charge on the company's loan assets . The Company needs to maintain a security cover ranging from 1.05 to 1.25 times of the outstanding loan amount at any point of time.Further, the Company has given cash collateral amounting to INR 396.56 lakhs (March 31, 2023: INR 392.54 lakhs) for the borrowings undertaken.

C) Term Loans from related parties:

Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Monthly principal and Monthly Interest	13% - 15.5%	2.01 to 3.03 Years	-	10,539.63
Less: Unamortised processing fees			-	(95.59)
Total			-	**10,444.04**

(D) Securitization borrowings

Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Monthly Principal + Interest	11% to 12%	1-2 Years	4,979.25	4,333.79
Monthly Principal + Interest	12% to 13%	1-2 Years	7,310.96	2,012.82
Monthly Principal + Interest	13% to 14%	1-2 Years	13,784.77	29,673.26
Less: Unamortised Processing Fee			(82.08)	(297.84)
Total			**25,992.90**	**35,722.03**

(E) External Commercial Borrowings

Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Bullet principal + Quarterly interest	11.79%	3	-	2,250.94
Bullet principal + Quarterly interest	11.79%	3	-	4,957.71
Bullet principal + Half-yearly interest	12.65%	3	4,313.98	-
Bullet principal + Half-yearly interest	12.59%	4	6,045.64	-
Bullet principal + Half-yearly interest	12.45%	5	15,360.62	-
Less: Unamortised processing fees			(328.26)	(78.50)
Total			**25,391.98**	**7,130.15**

Notes:

a) All the above loans are secured by specific charge on loans.

b) Interest rates are floating and are payable on a quarterly and half-yearly basis. The interest rates disclosed above represent the rates of interest as at March 31, 2024. The company has further hedged this interest risk.

(F) Loan repayable on demand:

Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
From Bank				
Bullet principal + Monthly interest	11.00%	1	929.45	849.05
Bullet principal + Monthly interest	11.65%	1	-	45.45
			929.45	**894.50**
From Related Parties				
Payment on Demand	14.00%	0.5 to 1 year	-	430.89
Payment on Demand	12.00%	1	1,590.53	3,472.63
Payment on Demand	12.00%	1	126.15	75.00
			1,716.67	**3,978.52**
Total			**2,646.12**	**4,873.02**

Notes:

a) All the above borrowings from banks are secured by specific charge on the company's loan assets and cash collateral. The company needs to maintain a security cover 1.25 times of the outstanding amount at any point of time. Further, the company has given cash collateral amounting to INR 562.79 lakhs (March 31, 2023: INR 529.23 lakhs).

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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15a Subordinated Liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured		
Debentures	45.00	271.00
Subordinated Term Loan from banks	1,999.80	2,030.91
Subordinated Term Loan from others	5,741.35	-
0.001% Compulsorily convertible cumulative preference shares*	-	3,183.51
Total	**7,786.15**	**5,485.43**
Subordinated Liabilities in India	7,786.15	5,485.43
Subordinated Liabilities outside India	-	-
Subtotal	**7,786.15**	**5,485.43**

Particulars	Repayment Type	Rate of Interest	Tenor (years)	As at March 31, 2024	As at March 31, 2023
Unsecured Debentures					
-450,000 units (March 31, 2023: 2,710,000 units) non-convertible debentures of INR 10 each	Bullet principal + Monthly Interest	12.5% - 18.5%	5 years	45.00	271.00
Subordinated term loans					
From banks	Bullet principal + Monthly Interest	16% - 16.5%	7 years	2,000.00	2,031.99
From others	Bullet principal + Monthly Interest	15.25%	6 years	1,502.51	-
	Half-yearly principal + Half yearly interest	14.90%	7 years	4,308.10	-
Compulsorily convertible cumulative preference shares					
0.001% Compulsorily convertible cumulative preference shares*	-	14.00%	1.5 Years	-	3,183.51
Less: Unamortised processing fees				(69.46)	(1.08)
Total				**7,786.15**	**5,485.43**

Notes:

The Company has not classified any of its Subordinated Liabilities as immediately due during the year as there was no breach of covenants during the year.

*0.001% Compulsorily convertible cumulative preference shares are reclassified under **'Instruments entirely equity in nature'** in the current financial year. Also refer note 19A

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

16 Other financial liabilities (At Amortised Cost)

Particulars	As at March 31, 2024	As at March 31, 2023
Payable to assignees towards collections in assigned assets-securitization	3,764.52	1,137.10
Lease liabilities*	1,260.89	816.67
Other payable	1,329.05	3,912.33
Total	**6,354.46**	**5,866.10**

*Refer Note - 42 for Movement of Lease Liability.

17 Provisions

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for guarantee	76.53	37.42
Provision for gratuity (also refer note 38)	168.22	219.43
Provision for leave encashment (also refer note 38)	219.07	188.18
Provision for service tax liability	18.75	18.75
Total	**482.56**	**463.77**

18 Other non-financial liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory liabilities	314.85	354.14
Total	**314.85**	**354.14**

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Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

SRIDHAR & SANTHANAM LLP ★ CHENNAI ★ FIRM REGN NO 003990S/S200018

19 Equity share capital

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised		
11,900,000 (March 31, 2023: 11,900,000) equity shares of INR 100 each	11,900.00	11,900.00
4,000,000 (March 31, 2023: 4,000,000) 0.001 compulsorily convertible cumulative preference shares of INR 100 each	4,000.00	4,000.00
	15,900.00	**15,900.00**
Issued, subscribed and fully paid up		
Equity shares:		
10,887,144 (March 31, 2023: 10,887,144) equity shares of INR 100 each	10,887.14	10,887.14
	10,887.14	**10,887.14**

Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of shares	Amount in Lakhs of INR	Number of shares	Amount in Lakhs of INR
Equity shares of INR 100 each				
As at beginning of the year	1,08,87,144	10,887.14	1,08,87,144	10,887.14
Shares issued	-	-	-	-
As at the end of the year	**1,08,87,144**	**10,887.14**	**1,08,87,144**	**10,887.14**

Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date:

Particulars	As on 31st March 2024	As on 31st March 2023	As on 31st March 2022	As on 31st March 2021	As on 31st March 2020
	Number of shares	Number of shares	Number of shares	Number of shares	Number of shares
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-

Statement of changes in equity

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
As on 31st March 2024					
Equity share capital	1,08,87,144	-	1,08,87,144	-	1,08,87,144
As on 31st March 2023					
Equity share capital	1,08,87,144	-	1,08,87,144	-	1,08,87,144

Rights, preferences and restrictions attached to equity share

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and shares in the Company's residual assets. In the case of partly paid-up shares, dividend rights are proportionate to amounts paid up on the face value of shares. The equity shares are entitled to receive dividends as declared from time to time, subject to payment of dividends to preference shareholders. Dividends are paid in Indian Rupees. The dividend proposed by the board of directors, if any, is subject to the approval of the shareholders at the General Meeting, except in the case of an interim dividend. The voting rights of an equity shareholder on a poll (not on the show of hands) are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

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

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

FIRM REGN NO 003605/S200018 CHENNAI

19 Equity share capital (Continued)

Rights, preferences and restrictions attached to compulsorily convertible preference shares

Each Compulsorily convertible cumulative preference share is convertible by its holder into one equity share. The holders of these shares are entitled to a cumulative dividend of 0.001%.

Preference shares carry a preferential right as to dividend over equity shareholders. The preference shares are entitled to one vote per share at meetings of the Company on any resolutions of the company directly affecting their rights. In the event of winding up, preference shareholders have a preferential right over equity shareholders to be repaid to the extent of capital paid up and dividend in arrears on such shares.

The Company has not issued any shares without payment being received in cash in the last 5 years immediately preceding the Balance sheet date.

Details of shareholders holding more than 5% shares in the company

Name of shareholder	As at March 31, 2024		As at March 31, 2023	
	Number of shares	% of total shares in class	Number of shares	% of total shares in class
Dvara Holdings- Trustee of Dvara Trust	34,96,583	32.12%	34,96,583	32.12%
Leapfrog Financial Inclusion India (II) Limited	25,08,105	23.04%	25,08,105	23.04%
Accion Africa-Asia Investment Company	23,64,896	21.72%	23,64,896	21.72%
Nordic Microfinance Initiative Fund IV KS	18,39,248	16.89%	18,39,248	16.89%
Stakeboat Capital Fund–I	6,56,874	6.03%	6,56,874	6.03%

Also refer note 39 in relation to ESOP.

Shareholding of promoters

Shares held by promoters As at March 31, 2024

S. No	Promoter name	No. of Shares	% of total shares	% Change during the year
1	Dvara Holdings (Trustee of Dvara Trust)	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

Shares held by promoters at 31st March 2023

S. No	Promoter name	No. of Shares	% of total shares	% Change during the year
1	Dvara Holdings (Trustee of Dvara Trust)	34,96,583	32.12%	0%
	Total	34,96,583	32.12%	0%

19A Instruments entirely equity in nature

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of shares	Amount (INR-Lakhs)	Number of shares	Amount (INR-Lakhs)
Equity shares of INR 100 each				
Series 1 Compulsory convertible preference shares (Rs 100 each)	7,79,333	3,584.93	-	-
As at the end of the year	**7,79,333**	**3,584.93**	-	-
Total Instruments entirely equity in nature	7,79,333	3,584.93		

Issue of Series 1 CCPS

Details of holders more than 5%	Number	% of shareholdings	Amount
Accion Africa-Asia Investment Company	3,55,165	45.57%	1,633.76
Nordic Microfinance Initiative Fund IV KS	2,62,918	33.74%	1,209.42
Dvara Holdings	1,61,250	20.69%	741.75
	7,79,333		**3,584.93**

The company has issued 5,10,871, 0.001% Compulsorily convertible cumulative preference shares of Rs.100 each (Series 1 CCPS) at a premium of Rs.360 on 19 September 2022, carrying a coupon of 14% cumulating annually and 1,41,305, 0.001% Compulsorily convertible cumulative preference shares of Rs.100 each (Series 1 CCPS) at a premium of Rs.360 on 16 March 2023, carrying a coupon of 14% cumulating annually.

Convertible preference shares (CCPS) 6,52,176 CCPS of face value of INR 100/- each held by Accion Africa-Asia Investment Company ('Accion'), Abler Nordic Fund IV KS (Formerly known as Nordic Microfinance Fund IV KS) ('Nordic'), and Dvara Holdings in their respective proportion to 7,79,333 Equity Shares of face value of INR 100/- each including 1,27,157 equity shares will get converted in April 13 2024 on account of coupon accrual.

The outstanding CCPS shall be converted at a conversion ratio of 1:1 i.e., 1 equity share for every 1 CCPS held and the CCPs holders shall be and hereby issued equity shares for the total accrued coupon rate (14%) from the date of allotment of the CCPS to the Coupon End Date.

In accordance with the shareholders' agreement, the instrument was scheduled for conversion during FY 2023-24. The shareholders provided conversion notice to the company for conversion prior to March 31, 2024. Subsequent to receipt of the notice, the instrument has relinquished its classification as a liability because the number of shares and consideration is fixed.

20 Other Equity

Particulars	As at March 31, 2024	As at March 31, 2023
a) Capital reserves	1,329.46	1,329.46
b) Securities premium account	35,504.84	35,504.84
c) Employee stock option outstanding account (also refer note 39)	206.70	409.76
d) Statutory reserves	2,496.78	1,546.19
e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)	(14,558.67)	(18,275.65)
f) General Reserve	166.71	-
g) Other comprehensive income	(857.49)	(152.64)
Balance at the end of the year	**24,288.33**	**20,361.95**

Particulars	As at March 31, 2024	As at March 31, 2023
a) Capital Reserves		
At the commencement of the year	1,329.46	1,329.46
Balance at the end of the year	**1,329.46**	**1,329.46**
b) Securities premium account		
Balance at the beginning of the year	35,504.84	35,504.84
Balance at the end of the year	**35,504.84**	**35,504.84**
c) Employee stock option outstanding account		
Balance at the beginning of the year	409.76	292.06
Add: Share based payment expense for the year	(36.34)	117.70
Less: Transferred to General Reserve	(166.71)	-
Balance at the end of the year	**206.70**	**409.76**
d) Statutory reserves		
(As per Section 45-IC of Reserve Bank of India Act, 1934)		
Balance at the beginning of the year	1,546.19	1,258.94
Add: Amount transferred from surplus in statement of profit and loss*	950.59	287.25
Balance at the end of the year	**2,496.78**	**1,546.19**

*20% of profit after tax for the year has been transferred based on the provisions of the Reserve Bank of India Act, 1934.

e) Retained earnings (Surplus / Deficit in Statement of Profit and Loss)		
Balance at the beginning of the year	(18,275.65)	(19,368.01)
Add: Profit for the year	4,752.95	1,436.25
Less: Transferred to statutory reserve	(950.59)	(287.25)
Less: Transfer from other comprehensive income	(85.39)	(56.63)
Balance at the end of the year	**(14,558.67)**	**(18,275.65)**
f) General Reserve		
Balance at the beginning of the year	-	-
Add: Transfer from employee stock option outstanding account	166.71	-
Balance at the end of the year	**166.71**	**-**
g) Other comprehensive income		
Balance at the beginning of the year	(152.64)	(64.91)
Add: Remeasurements of defined benefit asset/ (liability)	(85.39)	(56.63)
Less : Cash flow hedge reserve	(704.84)	(87.73)
Less: Transfer to retained earnings	85.39	56.63
Balance at the end of the year	**(857.49)**	**(152.64)**
Total (a+b+c+d+e+f)	**24,288.33**	**20,361.95**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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M.P. SRIDHAR & SANTHANAM CHENNAI FIRU REGN NO

20 Other Equity (continued)

Statement of changes in equity

(2) Current reporting period

Particulars	Reserves and Surplus					Employee stock option outstanding account	Other comprehensive income	Total
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	General Reserve			
Balance at the beginning of the current reporting period	1,329.46	35,504.84	1,546.19	(18,275.65)	-	409.76	(152.64)	20,361.95
Changes in accounting policy /prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329.46	35,504.84	1,546.19	(18,275.65)	-	409.76	(152.64)	20,361.95
Total Comprehensive Income for the current year	-	-	-	(85.39)	-	-	-	(85.39)
Profit for the year	-	-	-	4,752.95	-	-	-	4,752.95
Transfer from / to retained earnings	-	-	950.59	(950.59)	-	-	(85.39)	(85.39)
Share based payment expense for the year	-	-	-	-	-	(36.34)	-	(36.34)
Transfer from employee stock option outstanding account	-	-	-	-	166.71	(166.71)	-	-
Cash flow hedge reserve	-	-	-	-	-	-	(704.84)	(704.84)
Remeasurement of Defined Benefit Plan	-	-	-	-	-	-	85.39	85.39
Balance at the end of the current reporting period	**1,329.46**	**35,504.84**	**2,496.78**	**(14,558.67)**	**166.71**	**206.70**	**(857.49)**	**24,288.33**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

CHENNAI

20 Other Equity (continued)

(2) Previous reporting period

Particulars	Reserves and Surplus					Employee stock option outstanding	Other comprehensive income	Total
	Capital reserves	Securities Premium	Statutory reserves	Retained earnings	General Reserve			
Balance at the beginning of the current reporting period	1,329.46	35,504.84	1,258.94	(19,368.01)	-	292.06	(64.91)	18,952.37
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	1,329.46	35,504.84	1,258.94	(19,368.01)	-	292.06	(64.91)	18,952.37
Total Comprehensive Income for the current reporting year	-	-	-	(56.63)	-	-	-	(56.63)
Profit for the current reporting year	-	-	-	1,436.25	-	-	-	1,436.25
Transfer from / to retained earnings	-	-	287.25	(287.25)	-	-	56.63	56.63
Securities premium on issue of equity shares	-	-	-	-	-	-	-	-
Securities premium on issue of Preference shares		-			-			-
Share based payment expense for the current reporting year	-	-	-	-	-	117.70	-	117.70
Transfer from employee stock option outstanding account	-	-	-	-	-	-	-	-
Cash flow hedge reserve	-	-	-	-	-	-	(87.73)	(87.73)
Remeasurement of Defined Benefit Plan	-	-	-	-	-	-	(56.63)	(56.63)
Balance at the end of the current reporting period	**1,329.46**	**35,504.84**	**1,546.19**	**(18,275.65)**	**-**	**409.76**	**(152.64)**	**20,361.95**





20 Other Equity (continued)

Nature and purpose of reserve

a) Capital Reserves

Pursuant to scheme of arrangement approved by the NCLT on March 07, 2019, the company has created a capital reserve in accordance with the applicable accounting standards.

b) Securities premium

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes in accordance with the provisions of section 52 of the Act.

c) Employee stock option outstanding

The share option outstanding account represents reserve in respect of equity-settled share options granted to the Company's employees in pursuance of the employee stock option plan. Please refer note 39 for further details of these plans.

d) General Reserve

The general reserve consists of transfers from the employee stock option outstanding reserve due to the forfeiture of vested share options granted to employees. The reserve can be utilized by the Company in accordance with the Companies Act, 2013.

e) Reserve u/s. 45-IA of the Reserve Bank of India Act, 1934 ("the RBI Act, 1934") (Statutory Reserve)

Reserve u/s. 45-IA of RBI Act, 1934 is created in accordance with section 45 IC(1) of the RBI Act, 1934. As per Section 45 IC(2) of the RBI Act, 1934, no appropriation of any sum from this reserve fund shall be made by the non-banking financial company except for the purpose as may be specified by RBI.

f) Retained earnings

Retained earnings is the accumulated available profit/loss of the Company carried forward from earlier years. These reserves are free reserves which can be utilised for any purpose as may be required.

g) Other comprehensive income

a) Remeasurement of the net defined benefit liabilities comprise actuarial gain or loss, return on plan assets excluding interest and the effect of asset ceiling, if any.

b) The Company has applied hedge accounting for designated and qualifying cash flow hedges, the effective portion of the cumulative gain or loss on the hedging instrument is initially recognised directly in OCI within equity as cash flow hedge reserve.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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21 Interest income

(Interest income on financial assets measured at amortised cost)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest income		
Interest income on loans to customers	33,527.46	29,706.91
Interest income on portfolio sale through assignment	6,129.70	1,401.15
Interest income from securitisation	11,282.98	4,055.39
Interest on fixed deposits*	745.91	378.59
Other interest income	633.37	11.17
Total	**52,319.42**	**35,553.21**

*Includes Rs. 566.36 lacs (Rs. 24.21 Pr Year)towards interest on margin money deposits placed to avail term loans from Banks, NBFC's & placed as cash collateral in connection with securitisations transactions.

22 Fees and commission income

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Fees income	76.44	123.36
Commission income	2,004.58	1,218.90
Total	**2,081.01**	**1,342.26**

23 Net gain on fair value changes

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Net gain on financial instruments at fair value through profit or loss (FVTPL)		
On trading portfolio		
Mutual fund investments at FVTPL	430.62	106.84
Total	**430.62**	**106.84**
Fair value changes		
Realised	424.41	106.84
Unrealised	6.22	-
Total	**430.62**	**106.84**

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24 Finance Costs

(Finance costs on financial liabilities measured at amortised cost)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest expense on borrowings		
- term loans from banks	4,675.03	2,408.00
- securitised portfolio	4,880.49	1,772.41
- term loans from others	5,026.61	4,919.14
- term loans from related parties	239.76	1,492.48
- external commercial borrowings	1,770.55	853.12
Interest on debt securities	3,772.01	2,790.77
Interest on Commercial Paper	335.16	217.77
Interest on Convertible Preference shares	401.42	183.51
Interest on Subordinated Liabilities	926.53	320.31
Interest on Cash Credit	77.67	87.67
Other interest expense	4.14	2.02
Amortisation of ancillary costs relating to borrowings	1,308.68	904.86
Interest expense on lease liabilities	24.27	107.17
Total	**23,442.32**	**16,059.24**

25 Fees and commission expense

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Commission expense	626.58	287.54
Commission to Saija	-	537.57
Recovery costs	39.24	23.53
Total	**665.82**	**848.64**

26 Impairment on financial instruments (at amortised cost)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Impairment loss allowance on loans*	4,396.48	2,103.97
Bad debts written off	3,783.91	3,733.41
Total impairment of financial assets	**8,180.39**	**5,837.39**

*Impairment loss allowance on loan includes provision for guarantee (Refer Note 17)

27 Employee benefits expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries, wages and bonus	10,210.24	8,175.84
Contribution to provident and other funds	1,013.87	691.51
Staff welfare expenses	195.26	166.38
Share based payments to employees #	(36.34)	117.70
Total	**11,383.02**	**9,151.44**

The employee stock option expenses became negative on account of forfeiture of options granted to resigned employees.

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28 Depreciation and amortization

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation of property, plant and equipment	281.68	276.40
Amortisation of intangible assets	819.65	367.12
Depreciation of right of use assets	202.86	179.69
Total	**1,304.18**	**823.20**

29 Other expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Rent	407.34	212.11
Electricity and water charges	83.34	59.50
Repairs and maintenance	32.53	12.72
Communication expenses	380.34	299.10
Printing and stationery	134.59	119.46
Auditor's fees and expenses (refer note 29.1)	55.29	55.06
Legal and professional charges	822.09	858.03
Insurance	276.04	208.78
Rates and taxes	221.58	203.12
Office maintenance	202.89	159.30
Travelling, conveyance and lodging	1,373.09	890.24
Corporate social responsibility expenses (refer note 29.2)	15.44	-
Technology fees	362.56	193.31
Other expenses	162.62	126.68
Total	**4,529.74**	**3,397.41**

29.1 Payments to auditor (excluding goods and services tax)

As auditor:	For the year ended March 31, 2024	For the year ended March 31, 2023
Statutory audit	35.00	25.00
Tax audit	4.00	4.00
Limited review of half yearly results	15.00	25.00
In other capacity		
(i) Other services	0.55	0.75
(ii) Reimbursement of expenses	0.74	0.31
Total	**55.29**	**55.06**

29.2 Details of Corporate Social Responsibility expenditure

As per section 135 of the Companies Act, 2013, the Company is required to spend 2% of its average net profit of the immediately three preceding financial years on CSR.

	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Amount required to be spent by the Company during the year	15.44	-
(b) Amount of expenditure incurred during the year :		-
i) Construction / acquisition of any asset	-	
ii) On purposes other than (i) above	15.44	
(c) Shortfall at the end of the year	-	-
(d) Total of previous years shortfall,	-	-
(e) Reason for shortfall		
(f) Nature of CSR activities	*	
(g) Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	-	-
(h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	-	-

* The company donated 100 oxygen concentrators to public health centres and nursing homes. This initiative was launched during the second wave of COVID-19 to help communities and our customers at large, not just for COVID-19 emergencies but also for all health conditions that require oxygen support.





29.2 Details of Corporate Social Responsibility expenditure (continued)

Details of excess amounts spent carried forward for utilisation in future years:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening balance	54.36	54.36
Amount required to be spent during the year	15.44	-
Amount spent during the year	-	-
Closing balance	38.92	54.36

Note:

There is no shortfall in the CSR amount required to be spent by the company as per section 135(5) of the Act for the financial year ended March 31, 2024.

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30 Income Tax

i Amounts recognized in profit or loss

The components of income tax expense for the period ended March 31, 2024 and March 31, 2023 are as under:

Particulars	As at March 31, 2024	As at March 31, 2023
Current tax		
In respect of current year	1,420.75	-
In respect of previous years	-	-
	1,420.75	-
Deferred tax		
Attributable to–		
1) Origination and reversal of temporary timing	1,257.20	648.34
2) MAT credit entitlement	(424.52)	-
	832.68	**648.34**
Total tax charge	**2,253.43**	**648.34**

ii Income tax recognized in other comprehensive income

Re-measurements of the defined benefit plan		
Income tax relating to items that will not be reclassified to profit or loss relating to remeasurement of defined benefit plans.	(35.08)	(23.27)
Hedge reserve account		
Income tax relating to items that will be reclassified to profit or loss relating to remeasurement of hedge reserve account	(289.57)	(36.04)

iii Reconciliation of total tax expense

Particulars	As at March 31, 2024	As at March 31, 2023
Accounting profit before tax	7,006.38	2,084.59
Applicable tax rate	29.12%	29.12%
Computed tax expense	**2,040.26**	**607.03**
Add:		
a. Non Deductible Expenses		
(i) Interest on delayed payment of Tax	0.04	-
(ii) CSR Expense	4.50	-
(iii) Employee stock option forfeited	48.55	
b. Others	160.09	41.31
c.Tax pertaining to earlier years	-	-
Current tax derived	**2,253.43**	**648.34**

iv Deferred tax

The following table shows deferred tax recorded in the balance sheet and changes recorded in the Income tax expense

Particulars	As at March 31, 2022	Statement of profit and loss	OCI	As at March 31, 2023	Statement of profit and loss	OCI	As at March 31, 2024
Component of Deferred tax asset / (liability)							
1) Deferred tax asset / (liability) in relation to:							
a) Difference between written down value of fixed assets as per books of accounts and income tax	131.64	(87.67)	-	43.97	40.72	-	84.69
b) Provision for employee benefits	15.47	16.06	23.27	54.80	(89.88)	35.08	(0.00)
c) Provision for hedge reserve	(17.41)	17.41	36.04	36.04	(36.04)	289.57	289.57
d) Impairment on financial instruments	1,923.87	(872.63)	-	1,051.25	191.80	-	1,243.04
e) Unamortised processing fee income	(48.31)	28.65	-	(19.66)	(82.63)	-	(102.29)
f) Carryforward of business los	364.37	314.59	-	678.96	(678.96)	-	0.00
g) Others	-	162.73	-	162.73	(12.14)	-	150.59
2) MAT credit entitlement	514.92	-	-	514.92	424.52	-	939.44
3) Upfront income recognised on Direct Assignent transactions	(67.19)	(227.47)	-	(294.66)	(590.08)	-	(884.74)
Total	**2,817.38**	**(648.34)**	**59.31**	**2,228.34**	**(832.68)**	**324.65**	**1,720.31**

31 Earnings per share ('EPS')

Particulars	As at March 31, 2024	As at March 31, 2023
Earnings		
Net profit attributable to equity shareholders for calculation of basic EPS	4,752.95	1,436.25
Net profit attributable to equity shareholders for calculation of diluted EPS	4,752.95	1,436.25
Shares		
(a) Equity shares at the beginning of the period	1,08,87,144	1,08,87,144
(b) Shares issued during the period	-	-
(c) Total number of equity shares outstanding at the end of the period	1,08,87,144	1,08,87,144
(d) Outstanding compulsorily convertible preference shares	7,79,333	2,75,938
(e)Weighted average number of equity shares outstanding during the year for calculation of basic EPS (c)+(d)	1,16,66,477	1,11,63,082
(f) Diluted effect of outstanding stock options	8,875	28,257
(g) Weighted average number of equity shares outstanding during the year for calculation of diluted EPS	1,16,75,352	1,11,91,339
Face value per share	100.00	100.00
Earning per share		
Basic	40.74	12.87
Diluted	40.71	12.83

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32 Maturity Analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the company uses the same basis of expected repayment behaviour as used for estimating the EIR.

Particulars	As at March 31, 2024			As at March 31, 2023		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
Assets						
Cash and cash equivalents	24,951.54	-	24,951.54	7,830.30	-	7,830.30
Bank balance other than cash and cash equivalents	10,418.90	2,209.01	12,627.92	7,702.77	1,719.36	9,422.14
Trade receivables	382.26	-	382.26	636.30		636.30
Loans	1,10,236.86	69,296.84	1,79,533.70	95,615.42	64,026.07	1,59,641.50
Investments	81.21	-	81.21	-	75.00	75.00
Other financial assets	893.13	198.97	1,092.10	804.10	183.98	988.08
Current tax assets (net)	-	1,449.04	1,449.04	-	1,663.51	1,663.51
Deferred tax assets (net)	-	1,720.31	1,720.31	-	2,228.35	2,228.35
Property, plant and equipment	-	600.09	600.09	-	462.64	462.64
Intangible asset under development	59.05	-	59.05	-	-	-
Goodwill	-	227.88	227.88	-	209.28	209.28
Other intangible assets	-	1,878.35	1,878.35	-	2,576.57	2,576.57
Right of Use Asset	105.92	967.47	1,073.39	199.39	388.08	587.47
Other non-financial assets	974.98	121.32	1,096.30	1,372.34	60.70	1,433.04
Total Assets	**1,48,103.86**	**78,669.30**	**2,26,773.15**	**1,14,160.63**	**73,593.54**	**1,87,754.17**
Liabilities						
Derivative financial instruments	987.51	-	987.51	19.67	-	19.67
Trade payables	-	-	-	-	-	-
-total outstanding dues of micro and small enterprises	-	-	-	-	-	-
-total outstanding dues of creditors other than micro and small enterprises	515.55	-	515.55	417.89	-	417.89
Debt securities	13,479.44	27,512.44	40,991.88	4,570.87	21,597.19	26,168.06
Borrowings (Other than debt securities)	74,082.49	56,497.31	1,30,579.80	79,235.62	38,494.42	1,17,730.04
Subordinated Liabilities	749.04	7,037.11	7,786.15	291.92	5,193.51	5,485.43
Other financial liabilities	5,166.79	1,187.67	6,354.46	5,300.30	565.79	5,866.10
Provisions	73.79	408.77	482.56	65.11	398.66	463.77
Other non-financial liabilities	314.85	-	314.85	354.14		354.14
Total Liabilities	**95,369.46**	**92,643.29**	**1,88,012.75**	**90,255.51**	**66,249.57**	**1,56,505.09**
EQUITY						
Equity share capital	-	10,887.14	10,887.14	-	10,887.14	10,887.14
Instruments entirely equity in nature	-	3,584.93	3,584.93	-		-
Other equity	-	24,288.33	24,288.33	-	20,361.95	20,361.95
Total Equity	-	**38,760.40**	**38,760.40**	-	**31,249.09**	**31,249.09**
Total Liabilities & Equity	**95,369.46**	**1,31,403.69**	**2,26,773.15**	**90,255.51**	**97,498.66**	**1,87,754.17**

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33 Financial instrument

A Fair value measurement

Valuation principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions i.e., exit price. This is regardless of whether that price is directly observable or estimated using a valuation technique.

Financial instruments by category

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2024 were as

	Carrying amount		
Particulars	**Amortised cost**	**FVTPL**	**FVOCI**
Financial Assets:			
Cash and cash equivalents	24,951.54	-	-
Bank balance other than cash and cash equivalents	12,627.92	-	-
Receivables	382.26	-	-
Loans	1,79,533.70	-	-
Investments	-	81.21	-
Other financial assets	1,092.10	-	-
Total	**2,18,587.52**	**81.21**	**-**
Liabilities:			
Derivative financial instruments	-	-	987.51
Trade payables	515.55	-	-
Debt securities	40,991.88	-	-
Borrowings (Other than debt securities)	1,30,579.80	-	-
Subordinated Liabilities	7,786.15		
Other financial liabilities	6,354.46	-	-
Total	**1,86,227.84**	**-**	**987.51**

The carrying value and fair value of financial instruments measured at fair value as of March 31, 2023 were as

	Carrying amount		
Particulars	**Amortised cost**	**FVTPL**	**FVOCI**
Assets:			
Cash and cash equivalents	7,830.30	-	-
Bank balance other than cash and cash equivalents	9,422.14	-	-
Receivables	636.30	-	-
Loans	1,59,641.50	-	-
Investments	-	75.00	-
Other financial assets	988.08	-	-
Total	**1,78,518.32**	**75.00**	**-**
Liabilities:			
Derivative financial instruments	-	-	19.67
Trade payables	417.89	-	-
Debt securities	26,168.06	-	-
Borrowings (Other than debt securities)	1,17,730.04	-	-
Subordinated Liabilities	5,485.43	-	-
Other financial liabilities	5,866.10	-	-
Total	**1,55,667.51**	**-**	**19.67**

Note:

Fair Value of Assets & Liabilities carried at Amortised Cost in the books are close to the Fair Value and hence are not separately disclosed.

34 Financial risk management objectives and policies

(a) The Company's principal financial liabilities comprise borrowings from banks, financial Institutions and issue of debentures. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loan and advances, investments and cash and cash equivalents that are derived directly from its operations.

(b) The Company is exposed to credit risk, liquidity risk and market risk. The Company's board of directors have an overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors have established the risk committee and asset liability committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

(c) The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

34 Financial risk management objectives and policies (continued)

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party to financial instrument fails to meet its contractual obligations and arises principally from the Company's receivables from customers and loans.

The carrying amounts of financial assets represent the maximum credit risk exposure.

A. a) Loans

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry.

The Company's exposure to credit risk for loans by type of counterparty is as follows. All these exposures are within India.

Particulars	Carrying Amount	
	As at March 31, 2024	As at March 31, 2023
Term loans	1,83,982.46	1,63,251.54
Less: Impairment loss allowance**	(4,448.75)	(3,610.04)
Total	**1,79,533.70**	**1,59,641.50**

An impairment analysis is performed at each reporting date based on the facts and circumstances existing on that date to identify expected losses on account of time value of money and credit risk. For the purposes of this analysis, the loan receivables are categorised into groups based on days past due and the type of risk exposures. Each group is then assessed for impairment using the Expected Credit Loss (ECL) model as per the provisions of Ind AS 109 - financial instruments.

b) Staging:

As per Ind AS 109, general approach all financial instruments are allocated to stage 1 on initial recognition. However, if a significant increase in credit risk is identified at the reporting date compared with the initial recognition, then an instrument is transferred to stage 2. If there is objective evidence of impairment, then the asset is credit impaired and transferred to stage 3.

The Company considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower becomes 90 days past due on its contractual payments. For financial assets in stage 1, the impairment calculated based on defaults that are possible in next twelve months, whereas for financial instrument in stage 2 and stage 3 the ECL calculation considers default event for the life span of the instrument.

As per Ind AS 109, Company assesses whether there is a significant increase in credit risk at the reporting date from the initial recognition. Company has staged the assets based on the Days past dues criteria and other market factors which significantly impacts the

Days past dues status	Stage	Provisions
Current	Stage 1	12 months provision
1-30 Days	Stage 1	12 months provision
31-90 Days	Stage 2	Lifetime provision
90+ Days	Stage 3	Lifetime provision
Loan assets classified as NPA based on the end of the day days past due (DPD) in line with RBI circular RBI/2021-22/125 DOR.STR. REC. 68/21.04.048/2021-22 dated November 12, 2021, till entire arrears of interest and principal are paid by the borrower.	Stage 3	Lifetime provision
Any loan account that is "death marked" in the system following the death of Borrower/ Co-Borrower who are insured through a Credit Life Insurance Policy cover, irrespective of DPD in that borrower account.	Stage 3	Lifetime provision

c) Grouping

As per Ind AS 109, the company is required to group the portfolio based on the shared risk characteristics. The company has assessed the risk and its impact on the various portfolios and has divided the portfolio into the following groups:

1) North - JLG
2) North - MEL
3) North - Other Products
4) South - JLG
5) South - MEL
6) South - Other Products
7) East - JLG
8) East - MEL
9) East - Other Products
10) OTR





34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

d) Expected credit loss ("ECL"):

ECL on financial assets is an unbiased probability weighted amount based out of possible outcomes after considering risk of credit loss even if probability is low. ECL is calculated based on the following components:

i. Probability of default ("PD")
ii. Loss given default ("LGD")
iii. Exposure at default ("EAD")

i) Probability of default:

Probability of default ("PD") is defined as the likelihood of default over a particular time horizon. The PD of an obligor is a fundamental risk parameter in credit risk analysis and depends on obligor specific as well as macroeconomic risk factors. The impact of macroeconomic criteria on the PD results in two different PD estimates, through-the-cycle ("TTC") and the point-in-time ("PIT") PD. A TTC PD estimate remains largely unaffected by the economic cycle, while a PIT PD estimate varies with the economic cycle. The base data for the PD framework considers a set of loan account numbers (having outstanding exposure) since Jan 2016 to Nov 2023. The observation period of 2016 to 2023 provides a sufficient history and covers various macroeconomic events and economic cycles.

ii) Loss given default

1) Loss Given Default ("LGD") is defined as the loss rate on the exposure, given the borrower has defaulted. LGD under Ind AS 109 for a facility is dependent upon the characteristics such as presence of collateral, recoveries, direct expenses, and degree of subordination.

2) The computation consists of following components, which are:

a) The recoveries (cash or noncash)
b) The costs (expenses made on the recoveries, The company has taken in this case to be 5% of the recovered amount)
c) the discount factor

3) The formula for the computation is as below:

$$LGD = \frac{EAD + (Expenses\ on\ recovery) - (PV\ of\ recoveries)}{EAD}$$

% Recovery rate = (discounted recovery amount + discounted estimated recovery) / (total POS)
% LGD = 1 – recovery rate

4)The Company has estimated the loss given default, as a weighted average of the LGD of all default cases including that of written off cases computed using the historical recovery experience.

For purpose of determining LGD the Company has considered all loans that are defaulted except those which got defaulted during the work out period (April 2023 to March 2024). An account level LGD has then been computed by deducting the discounted recoveries and adding the expenses on the discounted recovery to the amount of default. This is scaled up to a weighted average LGD for the entire portfolio. Recovery from each loan account is discounted using its own applicable rate of interest.

iii) Exposure at default

i) As per Ind AS 109, EAD is estimation of the extent to which the financial entity may be exposed to counterparty in the event of default and at the time of counterparty's default. The Company has modelled EAD based on the contractual and behavioural cash flows till the lifetime of the loans considering the expected prepayments.

ii) Exposure at default (EAD) is the extent of exposure on each account on the reporting date for Stage 1, 2 & 3 assets. EAD is computed as sum of Principal Outstanding &Accrued Interest (including any overdue interest). Exposure at default for Stage 1 and Stage 2 is adjusted using contracted cashflows to arrive at the Adjusted Exposure at default. No adjustments are made for exposure in Stage 3 as this exposure is already in default.

iii) The Company continuously monitors all assets subject to ECLs. In order to determine whether an instrument is subject to 12m ECL or Long term ECL, the Company assesses whether there has been a significant increase in credit risk since initial recognition. The Company considers the credit risk to be directly proportional to the delinquency status i.e. days past due of the loan under consideration. No further adjustments are made in the PD.

e) ECL computation:

ECL at pool level was computed with the following method:
ECL for year (yet) = Adjusted EAD* PD (yet) * LGD (yet)
The calculation is based on provision matrix which considers actual historical data adjusted appropriately for the future expectations and probabilities. Proportion of expected credit loss provided for across the stage is summarised below:

Particulars	Provisions	As at March 31, 2024	As at March 31, 2023
Stage 1	12 month provision	1,000.53	345.36
Stage 2	Life time provision	208.16	484.74
Stage 3	Life time provision	3,240.06	2,779.94
Amount of expected credit loss provided for		**4,448.75**	**3,610.04**

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34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

Also refer Note 73

The loss rates are based on actual credit loss experience over past years. These loss rates are then adjusted appropriately to reflect differences between current and historical economic conditions and the Company's view of economic conditions over the expected lives of the loan receivables. Movement in provision of expected credit loss has been provided in below note.

Reconciliation of ECL balance is given below:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
ECL allowance - opening balance	**3,610.04**	**6,752.60**
Opening provision of Saija due to BTA	-	384.63
Addition during the year (net of reversals)	4,302.73	2,103.97
Addition during the year on account of Bad Debts	3,783.91	3,790.75
Write offs during the year	(7,247.93)	(9,421.91)
Closing provision of ECL	**4,448.75**	**3,610.04**

Also refer Note 73

Analysis of changes in the gross carrying amount of loans:

Particulars	As at March 31, 2024			
	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**1,54,924.85**	**1,753.77**	**6,572.92**	**1,63,251.54**
New assets originated *	1,35,006.15	737.18	1,081.16	1,36,824.50
Asset derecognised or repaid	(1,07,594.99)	(982.20)	(268.46)	(1,08,845.65)
Movement Between Stages				
Transfer from stage 1	(6,891.06)	2,091.12	4,799.94	-
Transfer from stage 2	618.61	(1,071.97)	453.36	-
Transfer from stage 3	1,146.33	6.22	(1,152.55)	-
Write offs	(590.26)	(699.84)	(5,957.83)	(7,247.93)
As at the end of the year	**1,76,619.62**	**1,834.29**	**5,528.55**	**1,83,982.46**

* New assets originated are those assets which have originated during the year

Particulars	As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**91,636.96**	**6,033.40**	**10,004.62**	**1,07,674.98**
New assets originated *	1,28,722.21	855.74	968.41	1,30,546.36
Asset derecognised or repaid	(65,204.58)	(898.66)	555.35	(65,547.89)
Movement Between Stages				-
Transfer from stage 1	(4,530.58)	1,436.42	3,094.17	-
Transfer from stage 2	2,611.54	(5,653.98)	3,042.45	-
Transfer from stage 3	1,721.26	12.84	(1,734.10)	-
Write offs	(31.96)	(31.99)	(9,357.96)	(9,421.91)
As at the end of the year	**1,54,924.85**	**1,753.77**	**6,572.92**	**1,63,251.54**

* New assets originated are those assets which have originated during the year

Analysis of changes in the ECL of loans:

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**345.36**	**518.13**	**2,746.55**	**3,610.03**
New assets originated *	829.09	169.74	622.35	1,621.18
Asset derecognised or repaid	(497.70)	225.34	551.53	279.16
Movement Between Stages				-
Transfer from stage 1	(25.98)	6.01	19.97	-
Transfer from stage 2	228.13	(346.55)	118.42	-
Transfer from stage 3	386.71	1.82	(388.53)	-
Write offs	(332.96)	(398.34)	(2,732.79)	(3,464.08)
Impact on ECL on account of movement between stages / updates to the ECL model	67.89	32.01	2,302.56	2,402.46
As at the end of the year	**1,000.53**	**208.16**	**3,240.06**	**4,448.75**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

As at March 31, 2023

Particulars	Stage 1	Stage 2	Stage 3	Total
As at the beginning of the year	**548.68**	**663.05**	**5,540.87**	**6,752.60**
New assets originated *	269.20	178.20	448.55	895.95
Asset derecognised or repaid	(1,558.03)	26.33	1,486.18	(45.51)
Movement Between Stages				-
Transfer from stage 1	(105.65)	26.12	79.54	-
Transfer from stage 2	303.35	(627.81)	324.45	-
Transfer from stage 3	967.03	6.45	(973.48)	-
Write offs	(7.88)	(7.42)	(5,673.20)	(5,688.50)
Impact on ECL on account of movement between stages / updates to the ECL model	(71.35)	219.82	1,547	1,695.49
As at the end of the year	**345.36**	**484.74**	**2,779.94**	**3,610.04**

f) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure is the total of the carrying amount of the aforesaid balances.

g) Analysis of credit concentration risks

The Company's concentrations of risk are managed by counterparty and geography. The maximum credit exposure to any individual client or counterparty as of March 31, 2024 was INR 7.5 Lakhs (March 31, 2023: INR 5 Lakhs)

The following table shows the risk concentration of loan portfolio by geography.

Geography	For the year ended March 31, 2024	For the year ended March 31, 2023
Tamil Nadu	87,058.60	89,496.18
Odisha	19,467.95	20,699.99
Karnataka	13,345.46	11,712.91
Chhattisgarh	6,065.19	5,071.39
Uttarakhand	5,034.22	6,206.30
Jharkhand	12,835.69	8,497.76
Uttar Pradesh	6,901.56	2,027.00
Haryana	3,672.13	1,275.56
Bihar	26,073.52	17,714.71
Punjab	3,528.14	549.73
Total	**1,83,982.46**	**1,63,251.54**

h) Change in accounting estimate

Company has a policy of reviewing ECL model annually. During the current year, the company has made a annual review and made such refinements to the model and assumptions that in its opinion are essential. Due to these changes, the estimated provision is higher by Rs. 559 lacs.

B. Cash and cash equivalent and Bank deposits

The Company held cash and cash equivalents with credit worthy banks and financial institutions as at the reporting dates which has been measured on the 12-month expected loss basis. The credit worthiness of such banks and financial institutions are evaluated by the management on an ongoing basis and is considered to be good with low credit risk.

C. Other financial assets and Receivables

This balance is primarily constituted by security deposits and advance to employees. The Company does not expect any losses from non-performance by these counter-parties.

(ii) Liquidity risk

a. Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company is bound to comply with the Asset Liability Management guidelines issued by Reserve Bank of India. The company has Asset Liability Management policy approved by the board and has constituted Asset Liability Committee to oversee the liquidity risk management function of the company. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

b. The Company is monitoring its liquidity risk by estimating the future inflows and outflows during the start of the year and planned accordingly the funding requirement. The Company manages its liquidity by unutilised cash credit facility, term loans and direct assignment.

c. The composition of the Company's liability mix ensures healthy asset liability maturity pattern and well diverse resource mix.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM CHENNAI

34 Financial risk management objectives and policies (Continued)

(i) Credit risk (Continued)

d. Capital adequacy ratio of the Company, as on March 31, 2024 is 19.42% (YE March 31, 2023: 22.64%) against regulatory norms of 15%. Tier I capital is 17.22% (YE March 31, 2023: 22.64%) as against requirement of 10%. Tier II capital is 2.20% (YE March 31, 2023: 0.00%) which may increase from time to time depending on the requirement and also as a source of structural liquidity to strengthen asset liability maturity pattern.

Maturity profile of non-derivative financial liabilities

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The amount disclosed in the tables have been drawn up based on the undiscounted contractual cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Non-derivative financial liabilities					
As at March 31, 2024:					
Trade Payables	515.55	515.55	-	-	-
Debt Securities*	41,485.49	13,642.76	15,831.73	12,011.00	-
Borrowings (Other than Debt Securities)*	1,31,543.42	74,628.32	47,466.54	9,448.56	-
Subordinated Liabilities*	7,855.60	755.72	1,500.00	1,366.63	4,233.25
Other financial liabilities	6,354.46	5,166.79	1,187.67		
Total	**1,87,754.52**	**94,709.14**	**65,985.94**	**22,826.19**	**4,233.25**
As at March 31, 2023:					
Financial Liabilities					
Trade payables	417.89	417.89	-	-	-
Debt Securities*	26,599.31	4,776.12	21,823.19	-	-
Borrowings (Other than Debt Securities)*	1,18,725.33	79,952.98	38,772.35	-	-
Subordinated Liabilities*	5,486.50	292.99	5,193.51	-	-
Other financial liabilities	5,866.10	5,300.30	565.79		
Total	**1,57,095.12**	**90,740.28**	**66,354.84**	-	-

* Gross of unamortized processing fee

Maturity profile of derivative financial liabilities

The following table details the Company's liquidity analysis for its derivative financial instruments. The table has been drawn up based on the undiscounted gross inflows and outflows on those derivatives that require gross settlement. There is no derivative instruments that is settled on a net basis.

Particulars	Carrying amount	Less than 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years
Derivative financial instruments					
As at March 31, 2024:					
Gross settled:					
Cross Currency Interest Rate swaps					
- Payable	815.68	815.68	-	-	-
Cross currency swaps					
- Payable	171.83	171.83	-	-	-
Total	**987.51**	**987.51**	-	-	-
As at March 31, 2023:					
Gross settled:					
Cross Currency Interest Rate swaps					
- Payable	19.67	19.67	-	-	-
Total	**19.67**	**19.67**	-	-	-

(ii) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk includes interest rate risk and foreign currency risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

BNP SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

34 Financial risk management objectives and policies (Continued)

(iii) Liquidity risk (Continued)

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's investment in bank deposits and variable interest rate lending. Whenever there is a change in borrowing interest rate for the Company, necessary change is reflected in the lending interest rates over the timeline in order to mitigate the risk of change in interest rates of borrowings.

Sensitivity analysis - Increase/ decrease of 100 basis points

Particulars	As at March 31, 2024		As at March 31, 2023	
	Increase	Decrease	Increase	Decrease
Debt Securities	(335.80)	335.80	(204.31)	204.31
Borrowings	(1,241.55)	1,241.55	(960.92)	960.92
Bank Deposits	156.25	(156.25)	114.83	(114.83)
Subordinated Liabilities	(66.36)	66.36	(46.27)	46.27

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35 Commitments

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Estimated amount of contracts remaining to be executed on capital account (net of capital advances)	NIL	NIL

36 Contingent liabilities

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Claims against the Company not acknowledged as debt		
a. Service tax related matters (net of provision)	44.86	44.86

b. The company has introduced a car leasing policy for employees. This policy enables employees to hire a car (a new car of their choice) based on their eligibility. For this purpose, the company has entered into a lease agreement with Sundaram Finance. According to the agreement, the company is not the owner of the asset but holds the car as a bailee. However, the car is registered under the company's name. In case the employee defaults on the lease rent, Sundaram will seize and sell the car to adjust against the same, and the company shall compensate Sundaram for any losses incurred due to default payment of lease rent.

37 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the Micro, Small and Medium Enterprise Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2024 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a. The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
Principal	-	-
Interest	-	-
b. The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;		
d. The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.		

Note: The management has identified micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) on the basis of information made available by the supplier or vendors of the Company. Based on the information available with the Company, as at the year end, there are no dues to micro and small Enterprises that are reportable under the MSMED Act, 2006.

38 Employee benefits

Defined contribution plans

The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expenses in the statement of profit and loss during the period in which the employee renders the related service. The amount recognised as an expense towards contribution to provident fund for the year aggregated to INR 682.34 lakhs (March 31, 2023: INR 539.39 lakhs).

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

S.R. GRIDHAR & SAMTHANAM ★ CHENNAI ★

38 Employee benefits (Continued)

The Company's gratuity benefit scheme is a defined plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their services in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past services and the fair value of any plan assets are deducted. The calculation of the company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

1 Details of actuarial valuation of gratuity pursuant to the Ind AS 19

	For the year ended March 31, 2024	For the year ended March 31, 2023
A. Change in present value of obligations		
Present value of obligations at the beginning of the year	499.28	327.55
Benefits paid	(81.41)	(69.12)
Current service cost	188.34	142.41
Transfer in Liability	0.81	-
Past service cost	-	-
Interest cost	34.26	17.32
Actuarial (gains) losses recognised in other comprehensive income	(55.19)	81.14
Present value of obligations at the end of the year	**586.07**	**499.28**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	279.85	308.83
Contributions paid into the plan	219.42	18.73
Benefits paid	(81.41)	(69.12)
Interest Income	25.28	20.19
Return on plan assets recognised in other comprehensive income	(25.28)	1.23
Fair value of plan assets at the end of the year	**417.86**	**279.85**
Net defined benefit liability	**168.22**	**219.43**
C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	188.34	142.41
Past service cost	-	-
Net interest	8.97	(2.86)
Total	**197.31**	**139.55**
Remeasurements recognised in other comprehensive income		
Actuarial loss on defined benefit obligations	(29.90)	79.91

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the gratuity fund's actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan. This plan is funded with SBI.

E. Defined benefit obligation

	For the year ended March 31, 2024	For the year ended March 31, 2023
Discount rate	7.00%	7.14%
Salary escalation	8%	8%
Attrition rate (Past service - PS)	PS : 0 to 5 : 45%	PS : 0 to 5 : 45%
	PS : 5 to 40 : 3%	PS : 5 to 40 : 3%

Notes:

a) The estimates in future salary increases, considered in actuarial valuation, takes account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employee market.

b) Discount rate is based on the prevailing market yields of Indian Government Bonds as at the balance sheet date for estimated term of obligation.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	For the year ended March 31, 2024		For the year ended March 31, 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(519.86)	666.46	(443.52)	566.96
Future salary growth (1% movement)	659.67	(523.96)	560.60	(447.75)

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

S. KRISHNAMURTHY & CO. FIRM REGN NO 003600S/S200018 CHENNAI

38 Employee benefits (Continued)

G. The expected payout of undiscounted gratuity is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2023-24						
Gratuity	43.58	31.57	37.01	25.14	23.89	171.55
2022-23						
Gratuity	39.79	30.92	28.72	28.81	18.84	145.21

II Details of actuarial valuation of Leave Encashment pursuant to the Ind AS 19

The Company provides encashment of compensated absence based on the approved Company policy. Employees whose service is permanent will be eligible for privilege of compensated absence on calendar year basis, and a maximum accumulation allowed is 5 days leaves in an year. Further, the employees can carry forward a portion of the unutilised accrued compensated absence and utilize it in future periods or receive cash compensation at retirement or termination of employment for the unutilised accrued compensated absence for a maximum of 30 days.

A. Change in present value of obligations	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Present value of obligations at the beginning of the year	156.81	53.16
Benefits paid	(48.85)	(23.69)
Current service cost	148.23	3.96
Transfer in Liability	0.00	-
Past service cost	-	-
Interest cost	9.50	2.42
Actuarial (gains) losses on Obligation	(46.63)	120.96
Present value of obligations at the end of the year	**219.06**	**156.81**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	-	-
Net defined benefit liability	**219.06**	**156.81**
C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	148.23	3.96
Actuarial (gains) losses on Obligation	(46.63)	120.96
Net interest	9.50	2.42
Total	**111.10**	**127.34**

Remeasurements recognised in other comprehensive income

Actuarial (Gain)/loss on defined benefit obligations.

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the Leave Encashment actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan.

E. Defined benefit obligation

	For the year ended March 31, 2024	**For the year ended March 31, 2023**
Discount rate	7.00%	7.14%
Salary escalation	8%	8%
Expected average remaining service	4.16	4.34
Attrition rate (Past service - PS)	PS : 0 to 5 : 45% PS : 5 to 40 : 3%	PS : 0 to 5 : 45% PS : 5 to 40 : 3%

Notes:

a) Encashment of compensated absence is payable to the employees on death or resignation or on retirement at the attainment of superannuation age, and it is not applicable on termination and unserved notice period of an employee.

b) The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations.

c) The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

FRN:120140W/W100018 CHENNAI

38 Employee benefits (Continued)

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	For the year ended March 31, 2024		For the year ended March 31, 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	(202.89)	238.56	(146.23)	169.52
Future salary growth (1% movement)	237.44	(203.56)	168.75	(146.73)

G. Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond yields will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument.

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

H. The expected payout of undiscounted Leave Encashment is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2023-24						
Leave Encashment	61.28	32.07	18.95	8.78	5.14	39.72
2022-23						
Leave Encashment	47.62	25.54	14.33	8.49	3.73	26.64

III Details of actuarial valuation of sick leave pursuant to the Ind AS 19

In the FY 22-23, the company has introduced sick leave policy for the benefits of the employees. As per the policy, the employees can carry forward a portion of the unutilised accrued sick leave. Accordingly the company has done the actuarial valuation and provided for the same. But in the FY 23-24 the company has discontinued the policy with effect from April 01, 2024

A. Change in present value of obligations	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
Present value of obligations at the beginning of the year	-	-
Benefits paid	-	-
Current service cost	-	31.36
Past service cost	-	-
Interest cost	-	-
Actuarial (gains) losses on Obligation	-	-
Present value of obligations at the end of the year	-	**31.36**
B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	-	-
Net defined benefit liability	-	**31.36**





38 Employee benefits (Continued)

C. Expense/ (income) recognised in the statement of profit and loss

Current service cost	-	31.36
Past service cost	-	-
Net interest	-	-
Total	**-**	**31.36**

Remeasurements recognised in other comprehensive income

Actuarial (Gain)/loss on defined benefit obligations.

D. Plan assets

The Plan is not funded by the company.

E. Defined benefit obligation

	For the year ended March 31, 2024	For the year ended March 31, 2023
Discount rate	0.00%	7.14%
Salary escalation	0.00%	8%
Expected average remaining service	-	4.34
Attrition rate (Past service - PS)	-	PS : 0 to 5 : 45% PS : 5 to 40 : 3%

Notes:

The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations. The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	For the year ended March 31, 2024		For the year ended March 31, 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	-	-	(26.64)	37.23
Future salary growth (1% movement)	-	-	37.12	(26.64)

G. Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond yields will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument.

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

H. The expected payout of undiscounted Sick Leave is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2022-23						
Sick Leave	-	0.03	1.38	0.99	-	8.57

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM CHENNAI

38 Employee benefits (Continued)

IV Details of actuarial valuation of long service bonus pursuant to the Ind AS 19

The long service bonus is a cash-based incentive program tailored for a specific segment of employees with the aim of fostering their performance and bolstering their dedication. The primary objective of the long service bonus is to retain valuable employees, who play a pivotal role in upholding excellence, a core value of Dvara KGFS. Recognizing the commitment of high-performing employees not only aids in diminishing employee turnover but also perpetuates a culture of high performance. This program is designed to acknowledge and reward employees within the executive excellence band for their performance and ongoing commitment, in line with the specified eligibility criteria.

A. Change in present value of obligations	For the year ended March 31, 2024	For the year ended March 31, 2023
Present value of obligations at the beginning of the year	251.82	-
Benefits paid	(251.82)	-
Current service cost	307.96	-
Transfer in Liability	-	-
Past service cost	-	-
Interest cost	17.38	-
Actuarial (gains) losses on Obligation	150.79	-
Present value of obligations at the end of the year	**476.13**	-

B. Change in plan assets		
Fair value of plan assets at the beginning of the year	-	-
Contributions paid into the plan	-	-
Benefits paid	-	-
Interest Income	-	-
Return on plan assets recognised in other comprehensive income	-	-
Fair value of plan assets at the end of the year	-	-
Net defined benefit liability	**476.13**	-

C. Expense/ (income) recognised in the statement of profit and loss		
Current service cost	307.96	-
Actuarial (gains) losses on Obligation	-	-
Net interest	17.38	-
Total	**325.34**	-

Remeasurements recognised in other comprehensive income		
Actuarial (Gain)/loss on defined benefit obligations.	150.79	-

D. Plan assets

The Plan is fully funded by the Company. The funding requirements are based on the Long Service Bonus actuarial measurement framework set out in the funding policies of the plan. The funding is based on a separate actuarial valuation for funding purposes for which the assumptions may differ from the assumptions set out below. Employees do not contribute to the plan.

E. Defined benefit obligation

	For the year ended March 31, 2024	For the year ended March 31, 2023
Discount rate	6.90%	0.00%
Salary escalation	4%	0.00%
Expected average remaining service	0.91	-
Attrition rate (Past service - PS)	PS : 0 to 40 : 45%	-

Notes:

a) Encashment of long-service bonus is based on the conditions mentioned in the policy of the company.

b) The discount rate is based on the prevailing market yield of Government of India bonds as at the balance sheet date for the estimated terms of obligations.

c) The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

F. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	For the year ended March 31, 2024	
	Increase	Decrease
Discount rate (1% movement)	(469.93)	482.49
Future salary growth (1% movement)	480.99	(471.30)

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

BSR & Co. LLP CHENNAI

38 Employee benefits (Continued)

G. Through its defined benefit plans the company is exposed to a number of risks, the most significant of which are detailed below Demographic risks

This is the risk of volatility of results due to unexpected nature of decrements that include mortality attrition, disability and retirement. The effects of this decrement on the defined benefit obligations depend upon the combination salary increase, discount rate, and vesting criteria and therefore not very straight forward.

Change in bond yields -

A decrease in government bond yields will increase plan liabilities, although this is expected to be partially offset by an increase in the value of the plan's investment in debt instrument.

Inflation risk -

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Life expectancy -

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

II. The expected payout of undiscounted Leave Encashment is as follows:

Particulars	Upto 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	6 to 10 years
2023-24						
Long Service Bonus	176.50	152.48	156.83	37.64	0.32	-
2022-23						
Long Service Bonus	-	-	-	-	-	-

39 Employee stock option plan (ESOP)

Dvara KGFS Employee Stock Option Plan 2019 ("ESOP Plan") has been approved by the shareholders of the Company, by way of a special resolution, authorizing the Committee to grant not more than 226905 options (at any point of time after excluding optioned granted to resigned employees) to eligible employees in one or more tranches, from time to time of face value Rs.100 each fully paid up, with each such option conferring a right upon the employees to apply for one share in the Company in accordance with the terms and conditions as may be decided under the Plan. The shareholders of the Company have approved the Plan by way of an special resolution and it shall continue to be in force until (i) its termination by the Company as per provisions of Applicable Laws, or (ii) the date on which all of the Options available for issuance under the Plan have been issued and exercised, whichever is earlier.

Dvara KGFS Employee Stock Option Plan 2019

The options were issued on April 1, 2019, January 2, 2020, March 30, 2021, November 2, 2021, October 1, 2022 and May 31, 2023. The options are vested over a period of 4 years in the proportion of 25:25:25:25.

A brief overview of the scheme is summarized as under:

Particulars	Tranch I	Tranch I	Tranch II	Tranch III
Effective date of Scheme:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21
Approval of Board of directors:	01-Apr-19	10-May-19	02-Jan-20	30-Mar-21
Date of EGM	01-Feb-19	01-Feb-19	01-Feb-19	01-Feb-19
Tenure of scheme	4 years	4 years	4 years	4 years
Vesting period	1 year	1 year	1 year	1 year
Total number of eligible employees	28	28	28	39
Exercise price in INR	346	346	380.59	477.11
Number of options granted	55,330	10,320	25,306	43,199
Fair value of options at grant date (in I	97.2 to 188.3	97.2 to 188.3	88.27 to 176.31	225.94 to 317.56

Particulars	Bonus & Increme	Tranch IV	Tranch V	Tranch VI
Effective date of Scheme:	30-Mar-21	02-Nov-21	01-Oct-22	31-May-23
Approval of Board of directors:	30-Mar-21	02-Nov-21	01-Oct-22	01-Oct-22
Date of EGM	01-Feb-19	26-Mar-21	30-Sep-22	30-Sep-22
Tenure of scheme	1 year	4 years	4 years	4 years
Vesting period	1 year	1 year	1 year	1 year
Total number of eligible employees	38	41	41	36
Exercise price in INR	477.11 and 429.39	525.43	460	466
Number of options granted	16,370	41,652	56,535	47,200
Fair value of options at grant date (in I	225.94 to 317.56	107.17 to 224.54	183.33 to 310.50	96.20 to 168.43

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM LLP FIRM REGN NO 003593S/S200018 CHENNAI

39 Employee stock option plan (ESOP) (continued)

Reconciliation of outstanding options

The details of options granted under the above schemes are as follows.

Particulars	Weighted average exercise price per option		Number of options	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Outstanding at beginning of year	450.33	426.84	1,76,745	1,61,003
Less: Forfeited during the year	430.48	469.58	64,977	40,793
Less: Exercised during the year	-	-	-	
Add: Granted during the year	466.00	572.05	47,200	56,535
Outstanding as at end of year	**448.09**	**450.33**	**1,58,968**	**1,76,745**

Expense recognised in the statement of profit and loss

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Share based payments to employees #	(36.34)	117.70

The employee stock option expenses became negative on account of forfeiture of options granted to resigned employees.

Measurement of fair values

The fair value of options have been estimated on the dates of each grant using the Black Scholes model. The various inputs considered in the pricing model for the stock options granted by the Company during the year are as follows:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Share price on grant date (INR)	460.00	572.05
Weighted average share price (INR)	448.09	450.33
Exercise price (INR)	466.00	460.00
Fair value of options at grant date (INR)	96.20 to 168.43	183.33 to 310.50
Expected volatility	15.46%-17.69%	48.50% - 50.07%
Option term	1-4 years	1-4 years
Expected dividends	Nil	Nil
Risk free interest rate	6.88%- 6.98%	6.96% - 7.17%

40 Related party disclosures

Related party relationships and transactions are as identified by the management.

Entities with substantial interest over the company	Dvara Trust, represented by Dvara Holdings
Enterprise in which controlling entity / KMP has significant influence	Dvara Holdings Dvara Research Foundation Dvara Solutions Private Limited Dvara Money Private Limited Dvara E-Registry Private Limited Dvara Smartgold Private Limited Dvara E-Diary Solutions Private Limited Dvara Health Finance Private Limited Northern Arc Capital Limited (Until 31st March 2023)
Enterprise in which company has significant influence	Saija Finance Private Limited
Key Managerial Personnel (KMP)	Mr. G. Vijayakumar, Chief Financial Officer (Until 31st May 2023) Ms. Shilpa Bhatter, Chief Financial Officer (Since 1st June 2023) Ms. Deepika Bhatt, Company Secretary (Since 9th February 2023) Mr. LVLN Murty, Managing Director & CEO Ms. Bindu Ananth, Director & Chairman Mr. Samir Amrit Shah, Director & Vice Chairman
Independent Directors	Mr. Hemanth Ratnakar Adarkar (Since 24th May 2023) Ms. Gowri Thyagarajan (Since 1st August 2022) Ms. Anisha Motwani Mr. Raman Uberoi
Non Executive Director	Mr. John Henry Fischer(Since 30th August 2022) Mr. Pranav Kumar Gupta, Nominee Director Mr. Thomas Klungsoeyr, Nominee Director

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

S. KRISHNAR & SANTHANAM LLP CHENNAI FIRM REGN NO 003990S/S000016

40 Related party disclosures (continued)

Close member of KMP and entities controlled/jointly controlled by KMP	Mr. Amrut Madhav Gujarathi
	Ms. Aruna Amrut Gujarathi
	Ms. Ritu Shah
	Mr. L Krishna Murty
	Ms. L Usha
	Ms. L S Prabhavati

A. Transactions during the Year :

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Dvara Trust		
Advance taken	-	75.00
Loan Repaid	75.00	250.00
Loan Obtained	125.00	-
Interest expenses***	11.08	7.86
Professional & consultancy fee paid	35.60	-
Northern Arc Capital Limited		
Interest expense***	-	1,764.41
Fee paid	-	29.70
Loan Repaid	-	5,635.38
Loan Obtained	-	5,564.70
Commission From Business Correspondence	-	27.04
Processing Fee Income	-	0.01
Dvara Solutions Private Limited		
Technology fees	225.01	131.71
Customization fee	-	3.44
Loan Repaid	-	170.00
Loan Obtained	-	170.00
Interest expenses***	-	3.02
Dvara Smartgold Private Limited		
Commission income	0.81	11.27
Deposit given/(refunded)	(15.00)	14.70
Other Expenses	43.95	-
Dvara Holdings		
Rent	184.15	141.10
Loan Obtained	2,557.00	7,600.00
Loan Repaid	4,455.49	6,355.00
Other Expenses	36.75	102.45
Interest expenses***	212.10	219.56
Saija Finance Private limited		
Commission expenses	-	537.57
Upfront fee	-	80.60
Professional & Consultancy Fee Paid	-	36.31
Employee reimbursement	16.50	50.59
Net Liabilities taken over in BTA transaction	-	1,119.95
Direct Assignment transaction with Saija considered as Own Book post Business Transfer Agreement	-	1,053.35
Cash Collateral placed by Saija knocked off pursuant to Business Transfer Agreer	-	674.48
Loans given	-	757.83
Interest received from SAIJA	-	19.13
Loan to Saija knocked off pursuant to Business Transfer Agreement	-	757.83
Payment made by the company on behalf of Saija	7.91	-
Gratuity	25.95	-
Dvara E Dairy Solutions Private Limited		
Loan Received	127.00	903.18
Loan Repaid	555.68	474.50
Interest expenses***	16.93	34.19
Dvara E- Registry Solutions Private Limited		
Loan Received	250.00	-
Loan Repaid	250.00	-
Interest expenses***	2.05	

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

40 Related party disclosures (continued)

Director Sitting Fees		
Ms. Anisha Motwani	8.00	17.00
Mr. NT Arun Kumar	-	26.50
Mr. Raman Uberoi	13.50	21.00
Mr. S.Viswanathan	-	-
Ms. Gowri Thyagarajan	10.00	12.50
Mr. Hemant Ratnakar Adarkar	9.00	-
Remuneration to Key Managerial Personnel #		
Mr. G. Vijayakumar (till 31st May 2023)	22.75	68.46
Ms. Shilpa Bhatter (Since 1st June 2023)	65.46	-
Mr. S Balaji (till 8th February 2023)	-	17.92
Mr. LVLN Murty	105.69	93.86
Ms. Deepika Bhatt (Since 9th February 2023)	16.72	2.82
Relatives to Key Managerial Personnel		
Interest on Non-convertible debentures paid to relatives	6.21	23.47
Amount repaid to relatives	10.00	50.51
Relatives to Directors		
Interest on Non-convertible debentures paid to relatives	7.59	4.43
Principal amount repaid to relatives	-	11.41
Non-convertible debentures amount received from relatives	25.00	-

Amount attributable to post employment benefits have not been disclosed as the same cannot be identified distinctly in the actuarial valuation.

*** Interest Expenses includes only actual cash outflow on account of interest and does not include interest accrued.

B. Balances as at year end:

Particulars	As at March 31, 2024	As at March 31, 2023
Dvara Trust		
Receivable	-	0.69
Term loan - Repayable on Demand*	126.15	75.00
Northern Arc Capital Limited		
Trade payables	-	-
Receivable	-	2.56
NCD outstanding*	-	4,993.17
Term loan outstanding*	-	10,444.04
Commercial Paper	-	-
Dvara Solutions Private Limited		
Advances	-	17.10
Trade payables	-	-
Dvara Smartgold Private Limited		
Deposit	-	15.07
Receivable-DSSP	-	18.76
Trade receivable	1.02	4.55
Dvara Holdings		
Term loan - repayable on demand*	1,590.53	3,472.63
Rental Advance	-	6.21
Provisions	0.81	-
Saija Finance Private limited		
Receivable	-	12.32
Others	76.69	-
Dvara E-Dairy Solutions Private Limited		
Term loan - repayable on demand*	-	430.89
Individual NCD belonging to Close member of KMP	97.51	144.00

* Includes interest accrued and net of unamortised processing fees.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SUBRAM & SHANTHI FIRM REGN NO 003983S/S200918 CHENNAI

41 Segment reporting

Operating segments

The Company's operations predominantly relate to arranging or facilitating or providing finance either in the form of loans or guarantees. The information relating to this operating segment is reviewed regularly by the Company's Board of Directors (Chief Operating Decision Maker) to make decisions about resources to be allocated and to assess its performance. The CODM considers the entire business of the Company on a holistic basis to make operating decisions and thus there are no segregated operating segments. The CODM of the Company reviews the operating results of the Company as a whole and therefore not more than one reportable segment is required to be disclosed by the Company as envisaged by Ind AS 108 Operating Segments.

The company does not have any separate geographic segment other than India. As such there are no separate reportable segments as per IND AS 108 Operating Segments.

42 Leases

In the cases where assets are taken on operating lease (as lessee)

As a lessee, the Company's lease asset class primarily consist of buildings or part thereof taken on lease for office premises used for operating activities. In accordance with the requirements under Ind AS 116, Leases, the Company has recognized the lease liability at the present value of the future lease payments discounted at the incremental borrowing rate at the date of initial application as at April 1, 2019, and thereafter, at the inception of respective lease contracts and Right of use (ROU) asset is equal to lease liability subject to certain practical expedients as allowed by the standard.

The following is the summary of practical expedients applied as allowed under Ind AS 116.

a) Applied a single discount rate to a portfolio of leases with reasonably similar characteristics;

b) Availed the exemption of not to recognize ROU assets and liabilities for leases of low value assets and leases with less than 12 months (short-term lease) of lease term on the date of initial application as at April 1, 2019 and thereafter;

c) Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application as at April 1, 2019 and thereafter;

d) Applied the practical expedient to grandfather the assessment of which transactions are leases. Accordingly, Ind AS 116 is applied only to contracts that were previously identified as leases under Ind AS 17.

e) Used hindsight to determine the lease term of contracts.

i) Total lease liabilities are analysed as follows:

Lease liabilities	As at March 31, 2024	As at March 31, 2023
Current	84.93	274.16
Non-current	1,175.96	542.51
Total	**1,260.89**	**816.67**

ii) Amounts recognised in the statement of profit and loss

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation charge of right-of-use assets		
Office Premises	202.86	179.69
Total	**202.86**	**179.69**
Expense relating to variable lease payments		
Expense relating to short-term leases (included in other expenses)	407.34	212.11
Interest on lease liabilities (included in finance costs)	24.27	107.17

iii) Total cash flows and commitments for the short term leases

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total cash outflow for leases	676.17	494.83
Total commitments for short-term leases	-	-

iv) The Company had committed to leases which had not commenced. The total future cash outflows for leases that had not yet commenced were as follows:

Particulars	As at March 31, 2024	As at March 31, 2023
Office Premises	-	-

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

S. SRINIVAR & SAINI CHENNAI

42 Leases (continued)

v) **The following are the undiscounted contractual cash flows of lease liabilities. The payment profile has been based on management's forecasts and could in reality be different from expectations:**

Particulars	As at March 31, 2024	As at March 31, 2023
Less than 1 year	408.73	281.30
Between 1 and 2 years	337.33	175.88
Between 2 and 5 years	735.00	408.34
More than 5 years	277.11	57.80
Total	**1,758.16**	**923.32**

vi) **Movement in lease liabilities during the year**

Particulars	As at March 31, 2024	As at March 31, 2023
Balance as at beginning of the year	816.67	889.33
Additions pertaining to acquisition of Saija	-	102.88
Additions during the period	688.78	-
Finance cost incurred during the period	24.27	107.17
Termination of lease and adjustment during the period	-	-
Payment of lease liabilities	(268.83)	-282.72
Balance at the year end	**1,260.89**	**816.67**

Note: Refer Note 10B for movement in right of use of assets.

43 Additional Disclosures as required by the Reserve Bank of India

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total gold loan portfolio	964.53	932.03
Total assets	1,83,982.46	1,63,251.54
Gold loan portfolio as a percentage of total assets	0.52%	0.57%

Details of Gold Loan auction conducted during the year

Period	Number of loan accounts	Principal amount outstanding at the dates of auctions (A)	Interest amount outstanding at the dates of auctions (B)	Total (A+B)	Value fetched
31-Mar-24	34.00	4.14	-	4.14	7.01
31-Mar-23	2.00	0.80	0.34	1.14	1.37

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44 Disclosures under Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023

Capital adequacy ratio

The Company maintains an actively managed capital base to cover risks inherent in the business and is meeting the capital adequacy requirements of the local banking supervisor, Reserve Bank of India (RBI). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI.

The Company has complied in full with all its externally imposed capital requirements over the reported period. Equity share capital and other equity are considered for the purpose of Company's capital management.

Capital management

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

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

The below disclosures under Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023, as updated, are in accordance with Indian Accounting Standards (IND AS).

i Net Debt to Equity Ratio

Consistent with the others in industry, the company monitors the capital on the basis of gearing ratio (Net debt divided by equity). Under the terms of the major borrowing facilities, the company is required to maintain the gearing ratio in line with the RBI guidelines or in a slightly more conservative manner. The actual gearing stipulated differs between the various lending agreements. The company has complied with this covenant through out the year.

	For the year ended March 31, 2024	For the year ended March 31, 2023
Equity (Including Compulsorily convertible cumulative preference shares)	38,760.40	34,249.09
Debt (Includes debt securities, borrowings and Subordinated liabilities)	1,79,357.83	1,46,383.53
Cash and cash equivalents (excluding Bank balance other than cash and cash equivalents)	24,951.54	7,830.30
Bank balance which are lien marked for the purpose of borrowings	11,695.70	8,608.14
Net Debt	**1,42,710.58**	**1,29,945.08**
Net Debt to Equity Ratio	**3.68**	**3.79**

ii Regulatory capital

The company has to mandatorily comply with the capital adequacy requirements stipulated by Reserve Bank of India from time to time. Capital adequacy ratio or capital-to-risk weighted assets ratio (CRAR) is computed by dividing company's Tier I and Tier II capital by risk weighted assets.

Tier I capital comprised of share capital, share premium, retained earnings including current year profit and Tier II capital comprises of provision on standard assets. Tier 1 and Tier 2 has been reported on the basis of Ind AS financial information. Risk weighted assets represents the weighted sum of company's credit exposures based on their risk.

Particulars	Carrying amount	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Tier I Capital	27,885.15	27,962.54
Tier II Capital	3,556.68	-
Total Capital	**31,441.83**	**27,962.54**
Amount of subordinated debt raised as Tier-II capital	5,670.50	713.22
Risk weighted assets	1,61,906.86	1,23,522.51
Tier I Capital Ratio (%)	17.22%	22.64%
Tier II Capital Ratio (%)	2.20%	0.00%
Tier Capital Ratio (%)	19.42%	22.64%

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

45 Investments

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Value of investment		
Gross value of investments		
- In India	81.21	75.00
- Outside India	-	-
Provisions for investments		
- In India	-	-
- Outside India	-	-
Net value investments		
- In India	81.21	75.00
- Outside India	-	-
Movement of provisions held towards depreciation on investments		
Opening balance	-	-
Add: Provisions made during the year	-	-
Less: Write off/ write back/ reversal of provision during the year	-	-
Closing balance	-	-

Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
The notional principal of swap agreements	25,391.98	7,130.15
Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	-	-
The fair value of the swap book (Asset / (Liability))	(987.51)	(19.67)

b) Exchange Traded Interest Rate (IR) Derivative

The Company has not entered into any exchange traded derivative. The Company is not carrying out any activity of providing Derivative cover to third parties.

c) Disclosures on Risk Exposure in Derivatives

Qualitative Disclosures:

i) The Company undertakes the derivatives transaction to prudently hedge the risk in context of a particular borrowing or to diversify sources of borrowing and to maintain fixed and floating borrowing mix. The Company does not indulge into any derivative trading transactions. The Company reviews, the proposed transaction and outline any considerations associated with the transaction, including identification of the benefits and potential risks (worst case scenarios); an independent analysis of potential savings from the proposed transaction. The Company evaluates all the risks inherent in the transaction viz., counter party risk, Market Risk, Operational Risk, basis risk etc.

ii) Credit risk is controlled by restricting the counterparties that the Company deals with, to those who either have banking relationship with the Company or are internationally renowned or can provide sufficient information. Market/Price risk arising from the fluctuations of interest rates and foreign exchange rates or from other factors shall be closely monitored and controlled. Normally transaction entered for hedging, will run till its life, irrespective of profit or loss. However in case of exceptions it has to be un-winded only with prior approval of MD/ CFO/ Treasurer. Liquidity risk is controlled by restricting counterparties to those who have adequate facility, sufficient information, and sizable trading capacity and capability to enter into transactions in any markets around the world.

iii) The respective functions of trading, confirmation and settlement should be performed by different personnel. The front office and back-office role is well defined and segregated. All the derivatives transactions is quarterly monitored and reviewed by CFO and Treasurer. All the derivative transactions have to be reported to the board of directors on every quarterly board meetings including their financial positions.

Quantitative Disclosures: - Currency derivative

Foreign currency non-repatriate loans availed:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
i) Derivatives (Notional Principal Amount)		
- For hedging	25,391.98	7,130.15
ii) Marked to Market Positions		
a) Asset (+) Estimated gain		-
b) Liability (-) Estimated loss	987.51	19.67
iii) Credit Exposure	-	-
iv) Unhedged Exposures	-	-

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113
SRIDHAR & SANTHANAM FIRM REGN NO 003990S/S200018 CHENNAI

46 Disclosure Pursuant to Annex VIII of Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023 (RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24)

S.N	Particulars	As at March 31, 2024		As at March 31, 2023	
		Amount Outstanding	Amount Overdue	Amount Outstanding	Amount Overdue
	Liabilities side:				
	1. Loans and Advances availed by the NBFC inclusive of interest accrued thereon but not				
	(a) Debentures				
	- Secured	39,276.43	-	23,499.31	-
	- Unsecured	2,209.06	-	800.00	-
	(other than falling within the meaning of public deposits)				
	(b) Deferred Credits	-	-	-	-
	(c) Term Loans	90,347.40		67,293.76	
	(d) Inter-Corporate Loans and Borrowings	1,716.67	-	14,517.41	-
	(e) Commercial Paper	-	-	2,300.00	-
	(f) Public Deposits		-		-
	(g) Subordinated Liabilities	7,855.60		5,486.51	
	(h) Other Loans	27,004.42	-	36,914.17	-
	Note : Above balances are gross of unamortised processing fee.				
	2. Break-up of (1)(f)above (outstanding public deposits inclusive of interest accrued thereon but not paid)				
	(a) In the form of Unsecured debentures	-	-	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security.	-	-	-	-
	(c) Other public deposits	-	-	-	-

Assets side:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
3. Break-up of Loans and Advances * including Bills Receivables [other than those included in (4) below]:		
(a) Secured	967.51	932.03
(b) Unsecured	1,83,014.94	1,62,319.51
** Excludes impairment loss allowance*		
4. Break up of Leased Assets and Stock on Hire and Other Assets counting towards AFC activities		
(i) Lease Assets including Lease Rentals Accrued and Due:		
a) Financial Lease	-	-
b) Operating Lease	-	-
(ii) Stock on Hire including Hire Charges under Sundry Debtors:		
a) Assets on Hire	-	-
b) Repossessed Assets	-	-
(iii) Other Loans counting towards AFC Activities		
a) Loans where Assets have been Repossessed	-	-
b) Loans other than (a) above	-	-

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

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46 Disclosure Pursuant to Annex VIII of Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023 (RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24)(Continued)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
5. Break-up of Investments (net of provision for diminution in value):		
Current Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) commercial paper	-	-
II. Unquoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	81.21	75.00
iv. Government Securities	-	-
v. Others		
a) pass through certificates	-	-
b) units of alternative investment fund	-	-
Long Term Investments:		
I. Quoted:		
i. Shares		
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others (please specify)	-	-
II. Unquoted:		
i. Shares		-
a) Equity	-	-
b) Preference	-	-
ii. Debentures and Bonds	-	-
iii. Units of Mutual Funds	-	-
iv. Government Securities	-	-
v. Others		
a) pass through certificates	-	-
b) units of alternative investment fund	-	-
c) share warrants	-	-

6. Borrower Group-wise Classification of Assets Financed as in (3) and (4) above:

Category	As at March 31, 2024 (Net of provisions)		As at March 31, 2023 (Net of provisions)	
	Secured	Unsecured	Secured	Unsecured
1. Related parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	967.51	1,78,566.19	932.03	1,58,709.47
	967.51	**1,78,566.19**	**932.03**	**1,58,709.47**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

B.K. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

46 Disclosure Pursuant to Annex VIII of Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023 (RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24)(Continued)

7. Investor Group-wise Classification of all Investments (Current and Long Term) in Shares and Securities (both Quoted and Unquoted)

Category	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2024	Book Value as on March 31, 2024 (Net of provisions)	Market Value / Break up Value or Fair Value or Net Asset Value as on March 31, 2023	Book Value as on March 31, 2023 (Net of provisions)
1. Related Parties				
(a) Subsidiaries	-	-	-	-
(b) Companies in group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	81.21	81.21	75.00	75.00
	81.21	**81.21**	**75.00**	**75.00**

8 Other Information

Particulars	As at March 31, 2024		As at March 31, 2023	
	Related Parties	Other than Related Parties	Related Parties	Other than Related Parties
(i) Gross Non-Performing Assets (stage 3 assets)	-	5,528.55	-	6,572.92
(ii) Net Non-Performing Assets (stage 3 assets)	-	2,288.49	-	3,792.98
(iii) Assets Acquired in Satisfaction of Debt	-	-	-	-

Note : NPA contracts represents the Stage 3 contracts. Also this excludes the impact of the fair value changes on the financial assets.
Also refer Note 34.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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Dvara Kshetriya Gramin Financial Services Private Limited
Notes to the financial statements for the the year ended March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

47A Asset Liability Management

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2024

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	5,671.57	556.87	5,034.58	6,754.37	9,027.77	22,895.55	24,687.61	47,466.54	9,448.56	-	1,31,543.42
Market borrowings (debt securities)	95.32	7.87	145.83	1,077.74	3,303.34	4,997.77	4,014.89	15,831.73	12,011.00	-	41,485.49
Subordinated Liabilities	-	2.51	-	545.00	-	208.21	-	1,500.00	1,366.63	4,233.25	7,855.60
Total	**5,766.89**	**567.25**	**5,180.41**	**8,377.11**	**12,331.11**	**28,101.53**	**28,702.50**	**64,798.27**	**22,826.19**	**4,233.25**	**1,80,884.51**
Assets											
Advances	5,638.47	7,096.14	3,564.29	9,361.21	9,554.75	28,197.28	50,470.65	65,947.57	111.05	5,529.73	1,85,471.14
Investments	-	-	-	-	-	-	81.21	-	-	-	81.21
Total	**5,638.47**	**7,096.14**	**3,564.29**	**9,361.21**	**9,554.75**	**28,197.28**	**50,551.86**	**65,947.57**	**111.05**	**5,529.73**	**1,85,552.35**

Maturity Pattern of certain items of Assets and Liabilities as at March 31, 2023

Particulars	1 day to 7 days	8 day to 14 days	15 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities											
Borrowings from banks and others	930.86	2,448.70	3,610.55	5,157.43	7,391.58	17,596.29	42,817.57	38,772.35	-	-	1,18,725.33
Market borrowings (debt securities)	75.18	-	86.63	1,726.92	1,344.44	433.33	1,109.62	21,823.19	-	-	26,599.31
Subordinated Liabilities	31.99	-	-	-	-	-	261.00	5,193.51	-	-	5,486.50
Total	**1,038.03**	**2,448.70**	**3,697.17**	**6,884.35**	**8,736.02**	**18,029.62**	**44,188.19**	**65,789.05**	**-**	**-**	**1,50,811.14**
Assets											
Advances	2,247.62	2,278.83	1,093.62	8,091.97	8,132.20	28,135.77	48,408.22	60,620.73	1,257.14	4,253.51	1,64,519.60
Investments	-	-	-	-	-	-	-	75.00	-	-	75.00
Total	**2,247.62**	**2,278.83**	**1,093.62**	**8,091.97**	**8,132.20**	**28,135.77**	**48,408.22**	**60,695.73**	**1,257.14**	**4,253.51**	**1,64,594.60**

Note: - The balances are gross of impairment loss allowance
- Above balances are gross of unamortised component of sourcing cost/ income which is adjusted as part of loan/borrowing balances.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. ★ CHENNAI 600 113

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47B Public disclosure on Liquidity risk management

i. Funding concentration based on significant Counterparty *(both deposits and borrowings)

As at March 31, 2024

Number of significant counterparties	Amount (₹ in Crore)	Total Borrowings (%)	Total Liabilities (%)
19	1,489.81	83%	79%

As at March 31, 2023

Number of significant counterparties	Amount (₹ in Crore)	Total Borrowings (%)	Total Liabilities (%)
25	1,306.46	87%	83%

ii. Top 20 large deposits (amount in ₹ Crore and % of total deposits)-

Not applicable. The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits.

iii. Top 10 borrowings (amount in ₹ Crore and % of total borrowings)

As at March 31, 2024

Amount (Rs in Crore)	Total Borrowings (%)
1,173.85	65.45%

As at March 31, 2023

Amount (Rs in Crore)	Total Borrowings (%)
960.91	64.32%

iv. Funding concentration based on significant instrument / product*

As at March 31, 2024

Name of the instrument/ product	Amount (₹ in Cr)	Total liabilities(%)
Secured debentures from others	386.97	20.58%
Unsecured debentures from others	21.98	1.17%
Term loan from banks	438.90	23.34%
Term loan from others	326.59	17.37%
Securitization borrowings	259.93	13.83%
External commercial borrowings	253.92	13.51%
Subordinated term loan from banks	20.00	1.06%
Subordinated term loan from others	57.41	3.05%

As at March 31, 2023

Name of the instrument/ product	Amount (₹ in Cr)	Total liabilities(%)
Secured debentures from others	179.76	11.49%
secured debentures from related parties	51.37	3.28%
Unsecured debentures from others	7.95	0.51%
Commercial paper	22.60	1.44%
Term loan from banks	295.25	18.87%
Term loan from others	300.36	19.19%
Term loan from related parties	104.44	6.67%
Securitization borrowings	357.22	22.82%
External commercial borrowings	71.30	4.56%
Loan repayable on demand from others	8.94	0.57%
Loan repayable on demand from related parties	39.79	2.54%
Subordinated debentures	2.71	0.17%
Subordinated term loan from banks	20.31	1.30%
0.001% Compulsorily convertible cumulative preference shares	31.84	2.03%

v. Stock Ratios

As at March 31, 2024

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	0.00%	0.00%	0.00%
Non-convertible debentures (original maturity of less than one year)	0.00%	0.00%	0.00%
Other short-term liabilities	4.27%	4.08%	3.38%

As at March 31, 2023

Particulars	as a % of total public funds*	as a % of total liabilities*	as a % of total assets
Commercial papers	1.55%	1.44%	1.20%
Non-convertible debentures (original maturity of less than one year)	0.00%	0.00%	0.00%
Other short-term liabilities	4.86%	4.54%	3.78%

47B Public disclosure on Liquidity risk management (continued)

vi. Institutional set-up for liquidity risk management

The Company's Board of Directors has the overall responsibility of management of liquidity risk. The Board decides the strategic policies and procedures of the Company to manage liquidity risk in accordance with the risk tolerance/limits decided by it.

The Company also has a Risk Management Committee, which is a sub committee of the Board and is responsible for evaluating the overall risk faced by the Company including liquidity risk.

Asset Liability Management Committee (ALCO) of the Company is responsible ensuring adherence to the risk tolerance/limits as well as implementing the liquidity risk management strategy of the Company.

***Notes**

1. A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.

2. A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.

3. Total Liabilities has been computed as sum of all liabilities (Balance Sheet figure) less Equities and Reserves/Surplus.

4. "Public funds" shall include funds raised either directly or indirectly through public deposits, commercial paper, debentures, inter-corporate deposits and bank finance but excludes funds raised by issue of instruments compulsorily convertible into equity shares within a period not exceeding 10 years from the date of issue as defined in Regulatory Framework for Core Investment Companies issued vide Notification No. DNBS (PD) CC.No. 206/03.10.001/2010-11 dated January 5, 2011.



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48 Disclosure of frauds reported during the year ended March 31, 2024

Particulars	Less than INR 1 Lakh		More than INR 1 Lakh less than INR 25 Lakh		Above INR 25 Lakh		Total	
	Number of Instances	Rs. (in lakhs)	Number of Instances	Rs. (in lakhs)	Number of Instances	Rs. (in lakhs)	Number of Instances	Rs. (in lakhs)
Person involved:								
Staff	101.00	22.83	20.00	69.00	-	-	121.00	91.83
(Previous year)	(53.00)	(12.23)	(7.00)	(16.64)	-	-	(60.00)	(28.87)
Outsiders	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Type of fraud:								
Misappropriation and criminal breach of trust, manipulation of books of accounts, cheating and forgery	101.00	22.83	20.00	69.00	-	-	121.00	91.83
(Previous year)	(53.00)	(12.23)	(7.00)	(16.64)	-	-	(60.00)	(28.87)
Others	-	-	-	-	-	-	-	-
(Previous year)	-	-	-	-	-	-	-	-
Total	**101.00**	**22.83**	**20.00**	**69.00**	**-**	**-**	**121.00**	**91.83**

Numbers in bracket represent previous year balances

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49 Exposure to Real estate sector

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
A. Direct Exposure		
i. Residential Mortgages - (Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented);	-	-
ii. Commercial Real Estate – (Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.).	-	-
iii. Investments in Mortgage Backed Securities (MBS) and other securitised exposures –		
a) Residential (refer note below)	-	-
b) Commercial Real Estate	-	-

50 Exposure to capital market

The Company's entire loan portfolio (Loans) is unsecured except to the extent of Jewel loans. Further the loans are made to individuals/group of individuals only. Also, the Company has made investments in current year and previous year only in pass through certificate. Accordingly, disclosures in relation to capital markets is not applicable.

51 Disclosures relating to Direct Assignment and Securitisation

51.1 Disclosure pursuant to Master Direction – Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 vide RBI circular RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

i) Details of Loans (not in default) transferred during the year				
Sl no	Particulars	To ARCs	To permitted transferees	To other transferees
1	No. of accounts	Nil	1,31,573.00	Nil
2	Aggregate principal outstanding of loans transferred (INR in lakhs)	Nil	51,560.82	Nil
3	Sale Consideration (INR in lakhs)	Nil	46,404.73	Nil
4	Number of Transactions	Nil	15.00	Nil
5	Weighted average residual tenor of the loans transferred (in months)	Nil	17.46	Nil
6	Weighted average holding period after origination (in months)	Nil	9.64	Nil
7	Retention of beneficial economic interest	Nil	10%	Nil
8	Rating-wise distribution of rated Loans	Nil	NA	Nil
9	Instances where it has agreed to replace loans transferred to transferee	Nil	Nil	Nil
10	Pay damages arising out of any representation or warranty	NA	NA	NA
11	Coverage of Tangible Security Coverage	NA	Nil	NA
ii) The company has not acquired loans (not in default) during the year ended 31st March 2024				
iii) The company has not transferred any stressed loans during the year ended 31st March 2024				
iv) The company has not acquired any stressed loan during the year ended 31st March 2024				

51.2 Details of securitisation transactions undertaken

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
1. No of SPVs sponsored by the NBFC for securitisation transactions	14	12
2. Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	30,742.55	38,819.85
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	4,179.68	3,693.21
Others	2,649.03	4,538.60

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SRIDHAR & SANTHANAM CHENNAI FIRM REGN NO 003990S/S200018

51.2 Details of securitisation transactions undertaken (continued)

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	-	-
Sale consideration received for the securitised assets and gain/loss on sale on account of securitisation $		
Form and quantum (outstanding value) of services provided ***		
Performance of facility;		
(a) Amount paid **	43,481.06	14,115.52
(b) Repayment received ^^	44,317.00	16,816.13
(c) Outstanding amount ^	28,377.55	39,399.58
Servicing fee	25.20	40.10
Credit enhancement in the form of Loan (10% of pool amount) and cash collateral (5% of pool amount)	6,828.71	8,231.81

Average default rate of portfolios observed in the past. ##
Amount and number of additional/top up loan given on same underlying asset. Please provide breakup separately for each asset class i.e. RMBS, Vehicle Loans etc
Investor complaints (a) Directly/Indirectly received and; (b) Complaints outstanding
^ Principal outstanding/payable considered under collateralised borrowing from banks arising out of securitisation transaction in financial statement.
Principal outstanding of the pool as at the year end
** Principal amount paid to Investor out of the collection made.
^^ Principal Collection made from the pool.
There were no securitisation/PTC transaction deal undertaken by Company in last 5 year (excluding the current running transaction).
*** Company considers the securitization as one of the mode of fund raising. As this do not meets the criteria for derecognition, the same remains on balance sheet item and the amount received is considered as borrowing. Company remits the interest payable and principal collection from the pool to the lender at periodic intervals as per the agreement.

52 Details of non- performing financial assets purchases / sold

The Company has neither purchased nor sold any non- performing financial assets during the previous year.

53 Details of financing of Parent Company products

The Company has no exposures in this regard and accordingly disclosures in relation to this is not applicable.

54A Details of Single Borrower Limits (SBL)/ Group Borrower Limits (GBL) exceeded

The Company has not exceeded the single borrower limit as set by Reserve Bank of India for the year ended March 31, 2024 and March 31, 2023

54B Unsecured Advances - Refer Note 7

55 Advances against Intangible Securities

The Company has not given any loans against intangible securities

56 Registration/ licence/ authorisation obtained from other financial sector regulators :

Regulator	Registration Number
Ministry of Corporate Affairs	U65991TN1993PTC024547
Reserve Bank of India	B-07-00627

Registration / Licence	Authority issuing the registration	Registration / Licence reference
Certificate of Registration	Reserve Bank of India	B-07-00627 dated March 28, 2019

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113
FIRE REGN NO 003535/S200018 CHENNAI

57 Penalties imposed by RBI and other regulators

Fine due to delayed compliance of SEBI LODR pertaining to the previous Years vix 2021, 2022, 2023 etc. were levied and paid (with 18 % GST included).

S.No.	Regulation	Period	Reasons	Penalty
1	Reg 60(2)	Aug-22	Delayed Compliance	11,800.00
2	Reg 60(2)	Apr-22	Delayed Compliance	11,800.00
3	Reg 60(2)	Jul-21	Delayed Compliance	11,800.00
4	Reg 60(2)	Jun-21	Delayed Compliance	11,800.00
5	Reg 60(2)	Mar-21	Delayed Compliance	11,800.00
Total				**59,000.00**

58 Exposure to Perpetual Debt Instruments (PDI)

The Company does not have any exposure to Perpetual Debt Instruments during the year ended March 31, 2024 and March 31, 2023.

59 Ratings

Particulars	Rating agency	Date of rating	Year ended March 31, 2024	Date of Rating	Year ended March 31, 2023
Bank facilities	CARE	08-01-2024	BBB+	29-12-2022	BBB+
	CARE-Short term	08-01-2024	A2	-	-
	CRISIL	12-12-2023	BBB+	10-02-2023	BBB+
	ACUITE	05-01-2024	A-	06-01-2023	A-
Subordinated debt issue	CRISIL	12-12-2023	BBB+	10-02-2023	BBB+
Commercial Paper	ACUITE	05-01-2024	A2	06-01-2023	A2
	CARE	08-01-2024	A2	-	-
Non-convertible debentures - Long Term	CARE	08-01-2024	BBB+	29-12-2022	BBB+
Non-convertible debentures - Long Term	ACUITE	05-01-2024	A-	06-01-2023	A-
Non-convertible debentures - Short Term	ACUITE	05-01-2024	A2	06-01-2023	A2
Non-convertible debentures (MLD) - Long Term	ACUITE	05-01-2024	A-	06-01-2023	A-
	CRISIL	12-12-2023	BBB+	10-02-2023	BBB+
Non-convertible debentures - Long Term	BRICKWORK	04-03-2024	BBB+	-	-

60 Provisions and contingencies

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Impairment on financial assets*	4,448.75	3,610.04
Provision for guarantee	76.53	37.42
Provision for gratuity	168.22	219.43
Provision for leave encashment	219.07	188.18
Provision for service tax liability	18.75	18.75

* Includes impairment on financial assets (stage 3) amounting to INR 3240.06 lakhs (March 31, 2023: INR 2779.94 lakhs). Also refer note 34

61 Draw down from reserves

The company has not made any drawdown from existing reserves during the year ended March 31, 2024 and March 31, 2023.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

SHAR & SARTHI LLP CHENNAI

62 Concentration of advances

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total advances to twenty largest borrowers	99.48	84.03
Percentage of advances to twenty largest borrowers to total	0.05%	0.05%

63 Concentration of exposures

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total exposure to twenty largest borrowers	99.48	84.03
Percentage of exposures to twenty largest borrowers to total	0.05%	0.05%

64 Concentration of NPA Contracts*

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total exposure to top four NPA accounts	13.34	13.50

** represents stage 3 contracts*

65 Movement of Non-Performing Assets (NPA's)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Net NPAs to net advances (%) (Net of provision for NPAs)	**1.26%**	**2.36%**
(b) Movement of gross NPAs		
Opening balance	6,572.92	10,004.62
Additions during the year	5,154.98	5,153.30
Reductions during the year	(6,199.35)	(8,585.00)
Closing balance	**5,528.55**	**6,572.92**
(c) Movement of net NPAs		
Opening balance	3,793.08	4,463.75
Additions during the year (net)	2,060.39	3,055.60
Reductions during the year	(3,564.98)	(3,726.27)
Closing balance	**2,288.49**	**3,793.08**
(d) Movement of provisions for NPAs (excluding contingent provisions against standard assets)		
Opening balance	2,779.84	5,540.87
Provisions made during the year	3,094.59	2,097.70
Write-off / write-back of excess provisions	(2,634.37)	(4,858.73)
Closing balance	**3,240.06**	**2,779.84**

Note : NPA contracts represents Stage 3 contracts and the NPA Provision represents the Loss allowance on Stage 3 contracts. This is based on the yearly movement of NPA accounts. The Net advance is arrived at by adding back processing fee and deducting NPA provision to gross loans.

Movement of provisions held towards guarantees		
Opening balance	37.42	74.17
Add: Provisions made during the year	39.11	-
Less: Write off/ write back/ reversal of provision during the year	-	(36.75)
Closing balance	**76.53**	**37.42**

Note : The above disclosure also includes the loss allowance towards undrawn loans.

66 Overseas assets (for those with joint ventures and subsidiaries abroad)
There are no overseas asset owned by the Company

67 Off-balance sheet SPVs sponsored
There are no SPVs which are required to be standalone as per accounting norms.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

FRN: S6CHN0003018 CHENNAI

68 Customer complaints

	For the year ended March 31, 2024	For the year ended March 31, 2023
No. of complaints pending at the beginning of the year	5.00	-
No. of complaints received during the year	2,384.00	963
No. of complaints redressed during the year	2,389.00	958
No. of complaints pending at the end of the year	-	5

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
Current year					
Collection related	-	152.00	-7%	-	-
Complaint against staff	1.00	148.00	270%	-	-
Disbursement Related		409.00	297%		
Direct Third Party Products		-	-100%		
HR Related		10.00	100%		
Insurance & NPS		497.00	215%	-	
Loan related	1.00	947.00	239%		
Mitra Application		191.00	213%		
Product Related	3.00	30.00	20%		
Grand Total	**5.00**	**2,384.00**		-	-
Previous year					
Collection related	-	163.00	-34%	-	-
Complaint against staff	-	40.00	-20%	1.00	1.00
Disbursement related	-	103.00	-2%	-	-
Direct Third Party Products	-	129.00	438%	-	-
HR Related	-	5.00	0%	-	-
Insurance & NPS	-	158.00	76%	-	-
Loan related	-	279.00	17%	1.00	1.00
Product related	-	61.00	663%	-	-
Mitra Application	-	25.00	108%	3.00	2.00
Grand Total	-	**963.00**	-	**5.00**	**4.00**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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69 Sector-wise NPAs (Percentage of NPA's to total advances in that sector)

Sectors	Current Year (Mar'24)			Previous Year (Mar'23)		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	**951.90**	**17.11**	**1.80%**	**690.31**	**10.45**	**1.51%**
2. Industry						
i)Expansion of existing business / setting additional business	460.27	12.66	**2.75%**	297.47	3.28	**1.10%**
ii)Purchase of additional stock / raw material	135.68	5.87	**4.33%**	114.35	5.23	**4.58%**
iii)Others	42.76	3.19	**7.46%**	36.50	1.73	**4.75%**
Total of Industry (i+ii+iii)	**638.71**	**21.72**	**3.40%**	**448.33**	**10.24**	**2.28%**
3. Services						
i)Cloth Shop	22.89	1.77	**7.73%**	19.29	1.48	**7.67%**
ii)Others	64.20	6.55	**10.20%**	43.44	5.29	**12.19%**
Total of Services (i+ii)	**87.09**	**8.32**	**9.55%**	**62.74**	**6.77**	**10.80%**
4. Personal Loans						
i)Household expenses	314.21	5.52	**1.76%**	269.46	3.72	**1.38%**
ii)Education-School/College	67.09	1.07	**1.59%**	49.79	0.71	**1.42%**
iii)Consumer Durables	36.13	0.69	**1.91%**	35.57	0.46	**1.30%**
iv)Others	205.29	10.80	**5.26%**	255.32	42.49	**16.64%**
Total of Industry (i+ii+iii+iv)	**622.72**	**18.08**	**2.90%**	**610.15**	**47.39**	**7.77%**
Total (1+2+3+4+5)	**2,300.42**	**65.23**	**2.84%**	**1,811.52**	**74.86**	**4.13%**

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM REG NO 003990S/S200018 CHENNAI

Dvara Kshetriya Gramin Financial Services Private Limited
Notes to the financial statements for the the year ended March 31, 2024
(All amounts are in Indian Rupees in Lakhs, except share data and as stated)

70A Disclosures under Appendix III-D of Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 (RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24)

Type of Restructuring		Other than CDR and SME Debt Restructuring					Total				
Asset Classification details		Standard	Sub-standard	Doubtful	Loss	Total	Standard	Sub-standard	Doubtful	Loss	Total
Restructured assets as on April 1, 2023	No.of borrowers	4,376.00	9,086.00	2,689.00	-	16,151.00	4,376.00	9,086.00	2,689.00	-	16,151.00
	Amount Outstanding	615.89	2,047.79	979.30	-	3,642.98	615.89	2,047.79	979.30	-	3,642.98
	Provision there on	73.14	781.16	337.42	-	1,191.72	73.14	781.16	337.42	-	1,191.72
Fresh restructuring during the year	No.of borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
Upgradations to restructured standard category during the year	No.of borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the financial year and hence need not be shown as restructured standard advances at the beginning of the next financial year	No.of borrowers	57.00	3.00	-	-	60.00	57.00	3.00	-	-	60.00
	Amount Outstanding	20.91	0.93	-	-	21.84	20.91	0.93	-	-	21.84
	Provision there on	2.23	0.41	-	-	2.64	2.23	0.41	-	-	2.64
Downgradation of restructured accounts during the year	No.of borrowers	15.00	(14.00)	(1.00)	-	-	15.00	(14.00)	(1.00)	-	-
	Amount Outstanding	0.58	(0.45)	(0.13)	-	0.00	0.58	(0.45)	(0.13)	-	0.00
	Provision there on	0.01	0.00	(0.01)	-	-	0.01	0.00	(0.01)	-	-
Write off / repaid restructured accounts during the year	No.of borrowers	4,300.00	9,082.00	2,689.00	-	16,071.00	4,300.00	9,082.00	2,689.00	-	16,071.00
	Amount Outstanding/Amount repaid	594.31	2,046.67	979.26	-	3,620.25	594.31	2,046.67	979.26	-	3,620.25
	Provision there on/reversed there on	70.91	780.22	337.42	-	1,188.54	70.91	780.22	337.42	-	1,188.54
Restructured accounts as on March 31, 2024	No.of borrowers	4.00	15.00	1.00	-	20.00	4.00	15.00	1.00	-	20.00
	Amount Outstanding	0.09	0.64	0.16	-	0.89	0.09	0.64	0.16	-	0.89
	Provision there on	0.00	0.53	0.01	-	0.55	0.00	0.53	0.01	-	0.55

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

PKF SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

70B Disclosure under clause 28 of the Listing Agreement for Debt Securities

Particulars	As at March 31, 2024	As at March 31, 2023
a) Loans and advances in the nature of loans to subsidiaries	-	-
b) Loans and advances in the nature of loans to associates	-	-
c) Loans and advances in the nature of loans where there is		
(i) no repayment schedule or repayment beyond seven years	-	-
(ii) no interest or interest below section 186 of Companies Act	-	-
d) Loans and advances in the nature of loans to firms/ companies in which directors are interested	-	-

71 Disclosure under clause 16 of the Listing Agreement for Debt Securities

The listed debentures are secured by way of a specific charge on loan assets (Also refer Note 14 to the financial statements).

72 Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2020 for the year ended March 31, 2024

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS*	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,76,619.62	1,000.53	1,75,619.09	713.19	287.34
	Stage 2	1,834.29	208.16	1,626.13	7.43	200.73
Sub total		**1,78,453.91**	**1,208.69**	**1,77,245.22**	**720.62**	**488.07**
Non Performing Assets (NPA)						
Sub-standard	Stage 3	5,081.31	2,994.79	2,086.52	1,270.33	1,724.46
Doubtful < 1 year	Stage 3	157.57	94.20	63.37	157.57	(63.37)
1 - 3 years	Stage 3	222.52	110.54	111.98	222.52	(111.98)
>3 years	Stage 3	67.14	40.53	26.61	67.14	(26.61)
Loss Assets	Stage 3	-	-	-	-	-
Subtotal		**5,528.55**	**3,240.06**	**2,288.49**	**1,717.57**	**1,522.49**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		-	-	-	-	-
Total	Stage 1	1,76,619.62	1,000.53	1,75,619.09	713.19	287.34
	Stage 2	1,834.29	208.16	1,626.13	7.43	200.73
	Stage 3	5,528.55	3,240.06	2,288.49	1,717.57	1,522.49
Total		**1,83,982.46**	**4,448.75**	**1,79,533.71**	**2,438.19**	**2,010.56**

In terms of the requirement as per RBI notifications no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated March 13, 2020 on implementation of Indian accounting standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income recognition, Asset Classification and Provisioning (IRACP) Norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning as at March 31, 2024 and accordingly, no amount is required to be transferred to impairment reserve.)

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

P.R. SRIDHAR & SANTHANAM LLP FIRM REGN NO 003990S/S200018 CHENNAI

Disclosure of Comparison of provision as per IRAC norms and ECL pursuant to RBI circular, vide DNBS.PD.CC.No.109/22.10.106/2019-20 dated March 13, 2020 for the year ended March 31, 2023

Asset classification as per RBI Norms	Asset classification as per Ind AS 109	Gross carrying amount as per Ind AS*	Loss allowance (provision) as required under Ind AS 109	Net carrying amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,54,924.85	345.36	1,54,579.49	619.70	(274.34)
	Stage 2	1,753.77	484.74	1,269.03	7.02	477.72
Sub total		**1,56,678.62**	**830.10**	**1,55,848.52**	**626.71**	**203.39**
Non Performing Assets (NPA)						
Sub-standard	Stage 3	5,315.72	2,170.28	3,145.45	1,328.93	841.35
Doubtful < 1 year	Stage 3	1,240.58	593.05	647.53	1,240.58	(647.53)
1 - 3 years	Stage 3	11.61	11.61	0.00	11.61	(0.00)
>3 years	Stage 3	5.00	5.00	0.00	5.00	-
Loss Assets	Stage 3	-	-	-	-	-
Subtotal		**6,572.92**	**2,779.94**	**3,792.98**	**2,586.13**	**193.81**
Other items such as guarantees, loan commitment etc., which are in the scope of Ind AS 109 but not covered under Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Sub total		-	-	-	-	-
Total	Stage 1	1,54,924.85	345.36	1,54,579.49	619.70	(274.34)
	Stage 2	1,753.77	484.74	1,269.03	7.02	477.72
	Stage 3	6,572.92	2,779.94	3,792.98	2,586.13	193.81
Total		**1,63,251.54**	**3,610.04**	**1,59,641.50**	**3,212.84**	**397.19**

73 i) Disclosure as per formal prescribed under notification RBI/2020-21/16 DOR No BP BC/3/21.04 048/2020-21 dtAugust 06, 2020 and RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 05th May 2021 in respect of Resolution Framework I and Resolution Framework II, respectively, for Covid Related stress.

INR in Lakhs

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	2,510.10	2,139.18	2,164.34	275.33	70.42
Corporate persons*	-				
Of which MSMEs	-				
Others					
Total	**2,510.10**	**2,139.18**	**2,164.34**	**275.33**	**70.42**

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

74 Business acquisition - Business Transfer Agreement with Saija Finance Private Limited

The Company owned a 25.9% stake in the Equity of Saija Finance Private Limited (Saija) on 1st Jan 2023 at a cost of INR 757 lacs. Subsequently, the company entered into a Business Transfer Agreement with Saija to acquire all the Assets, Liabilities, Employees, Branch Network and all the Contractual rights and Obligations of Saija as envisaged in the Business Transfer Agreement Dated 30th December 2022, which had come into effect from 01st January 2023 (BTA Date).

Subsequently, the company also entered into a Share Purchase Agreement dated 01st Feb 2023 with the other Shareholders of Saija to acquire the entire shareholding of Saija.

a. Accordingly, during the quarter ended 31st December 2023, the company acquired 78,70,000 equity shares of erstwhile Saija

b. The purchase of the shares of other investors of Saija is yet to be concluded.

74 Business acquisition - Business Transfer Agreement with Saija Finance Private Limited (continued)

The company had made an interim allocation of the purchase price and has accounted for INR 1,119.95 lacs of intangible assets while accounting for the various assets and liabilities taken over as on the BTA date. Pursuant to the completion of the measurement period of 1 year given in IND AS 103, the company has completed the accounting for the BTA, by recognising additional intangible assets (branch network) of INR 1,101.04 lacs and goodwill of INR 18.24 lacs as per the external valuation report obtained for this purpose. Amortisation of intangible assets w.e.f., BTA date has also been accounted for and previous quarter figures have been restated wherever necessary to give effect to the above accounting.

The Company has arrived at the total consideration paid by it for the acquisition of Saija's Assets and Liabilities as below and has also recognised a Goodwill of INR 18.24 lacs on account of the excess consideration paid over the value of the Branch Network acquired by it.

Particulars	Amount (in INR Lacs)
Branch Distribution network Intangibles	2,221.00
Goodwill	18.24
Total Intangibles created by virtue of BTA	**2,239.24**
Consideration Paid to Saija Promoter	336.88
Investment in Equity and Preference Share Capital of Saija	782.41
Net Liabilities Acquired from Saija	1,119.95
Total Purchase Consideration of Saija Acquisition	**2,239.24**

The Financial Year 2022-23 has been restated by virtue of completion of accounting of BTA transaction

Particulars	Customer Contract	Investment in Equity and Preference Share Capital of Saija	Branch Distribution network Intangibles	Goodwill
Gross value of assets as at 31st Dec 22(before BTA)	260.63	756.94	-	-
Amortization as at 31st Dec 22	(26.28)	-	-	-
Net value as at 31st Dec 22	**234.36**	**756.94**	-	-
BTA Adjustments				
Additional consideration paid	127.99	-	-	-
Net Liabilities taken over from Saija pursuant to BTA	-	-	1,119.95	-
Re-classification from customer contracts to investment	(25.47)	25.47	-	-
Opening balance of net block as at 1st Jan - Provisional accounting of BTA entries	**336.88**	**782.41**	**1,119.95**	-
Recognition of Branch Distribution network post valuation report	(336.88)	(782.41)	1,119.29	-
Goodwill recognised restricting branch network to 22.21 crores as per valuation report	-	-	(18.24)	18.24
Amortization during Jan to March 23	-	-	(87.30)	-
Net block as at 31st March 23(restated)	-	-	**2,133.70**	**18.24**
Net block as at 31st March 23(original)	**330.28**	**756.94**	**1,064.72**	-

75 Audit Log

The company has used the accounting software (a loan management software and a general ledger maintenance software) for maintaining its books of accounts, which has a feature of audit trail (edit log) facility, and the same has operated throughout the year for all the relevant transactions recorded in such software. For one of the accounting software mentioned above, the software is such that it has no database but only objects and collections, hence, no changes are possible at that level. The edit log of changes to the database of loan management software is under development. The audit trail (edit log feature) has not been tampered with during the year.

Dvara Kshetriya Gramin Financial Services Pvt. Ltd. CHENNAI 600 113

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76 Code on Social Security

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

77 Other statutory disclosures

a) The borrowing from banks and financial institutions have been used for the purposes for which it was taken as at the balance date.

b) The Company does not have any Benami property where any proceeding has been initiated or pending against the company to holding any Benami property.

c) The Company has verified for transactions with Struck-off companies by comparing Company's counter parties with publicly available database of struck of companies through a manual name search. Based on such a manual search, no party identified to be reported in the financial statements.

d) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

e) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

f) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies) including foreign (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee security or the like to or on behalf of the Ultimate Beneficiaries.

g) The Company has not received any fund from any person(s) or entity (ies), including foreign entities (Funding Party) with to understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

h) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any of

78 Previous period's figures have been regrouped / reclassified wherever necessary, to confirm with the current period presentation.

As per our report of even date
for PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's registration number: 003990S/S200018

P Devi
Partner
Membership No. 223137

Place : Chennai
Date : 30-May-2024

For and on behalf of the Board of Directors of
Dvara Kshetriya Gramin Financial Services Private Limited
CIN : U65991TN1993PTC024547

Bindu Ananth
Director & Chairman
DIN: 02456029
Place : Bengaluru

LVLN Murty
MD & CEO
DIN : 09618861
Place : Chennai

Shilpa Bhatter
Chief Financial Officer
Place : Chennai

Deepika Bhatt
Company Secretary
Membership No. F11027
Place : Delhi