



SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED (the “Company” or “Issuer”) was incorporated at Chennai on June 23, 2014 as a private limited company. For more information about our Company, please refer “General Information” given in Section 3 of this General Information Document.

Registered Office: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvannmiyur, Chennai - 600041

Corporate Office:

Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvannmiyur, Chennai - 600041

Telephone No: +91 04466762400, Website: www.samunnati.com, Email: secretarial@samunnati.com

Corporate Identity Number (CIN): U65990TN2014PTC096252

Permanent Account Number: AAUCS6880M

GENERAL INFORMATION DOCUMENT BY SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED (THE “ISSUER” / “COMPANY”) FOR ISSUE OF LISTED NON-CONVERTIBLE SECURITIES (AS DEFINED IN THE SEBI (ISSUE AND LISTING OF NON-CONVERTIBLE SECURITIES) REGULATIONS, 2021, AND ANY AMENDMENTS THERETO (“SEBI NCS REGULATIONS”)) (“NCS”) FOR AN AMOUNT NOT EXCEEDING INR 800 CRORE AS PERMITTED BY THE SPECIAL RESOLUTION PASSED BY SHAREHOLDERS’ OF THE ISSUER ON 15TH MARCH 2023 UNDER SECTION 42 OF THE COMPANIES ACT, 2013, BY WAY OF PRIVATE PLACEMENT. EACH ISSUANCE OF NCS PURSUANT TO THIS GENERAL INFORMATION DOCUMENT WILL BE BY WAY OF A KEY INFORMATION DOCUMENT (THE “KEY INFORMATION DOCUMENT”) CONTAINING THE TERMS AND CONDITIONS OF ISSUANCE OF SUCH NCS, IN ACCORDANCE WITH SEBI NCS REGULATIONS (INCLUDING COMPLIANCE WITH THE ELECTRONIC BOOK MECHANISM OF THE RELEVANT STOCK EXCHANGE, IF APPLICABLE). AN OFFER OF NCS WILL BE MADE BY ISSUE OF A SIGNED PRIVATE PLACEMENT OFFER CUM APPLICATION LETTER TO ELIGIBLE INVESTORS (AS DEFINED IN THE RELEVANT KEY INFORMATION DOCUMENT) IN ACCORDANCE WITH THE PROVISIONS OF THE COMPANIES ACT, 2013 AND RELATED RULES (“COMPANIES ACT”).

Type of Placement Memorandum: General Information Document of Private Placement of NCS

NEITHER THE ISSUER NOR ANY OF ITS PROMOTERS OR DIRECTORS HAS BEEN DECLARED AS A WILFUL DEFAULTER.

This General Information Document contains relevant information and disclosures required to be made by the Company under SEBI NCS Regulations and the Companies Act for issuance of NCS pursuant to the relevant Key Information Document.

GENERAL RISKS

Investment in NCS (including debt and debt related securities) involves a degree of risk and Investors should not invest any funds in NCS, unless they understand the terms and conditions and can afford to take the risks attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in any issue of NCS (pursuant to a Key Information Document) (“Issue” or “Issuance”) and consider with their advisers, of the suitability of the NCS in the light of their particular financial circumstances and investment objectives and risk profile. For taking an investment decision, potential investors must rely on their own examination of the Issuer, any Issue, this General Information Document and the relevant Key Information Document including the risks involved therein. All Issuances will be made on a private placement basis, the NCS have not been recommended or approved by SEBI nor does SEBI guarantee the accuracy or adequacy of this document and any Key Information Document. Specific attention of the investors is invited to statement of risk factors contained under **Section 1** of this General Information Document and the relevant Key Information Document. These risks are not, and are not intended to be, a complete set of all risks and considerations relevant to the NCS or investor’s decision to purchase such NCS.

CREDIT RATING

The rating details in relation to each Issuance shall be mentioned in the relevant Key Information Document and shall be valid as on the date of issuance of the relevant NCS and the listing of such NCS.

LISTING

The NCS offered pursuant to this General Information Document read with the relevant Key Information Document will be listed in the manner indicated in the Key Information Document.

VALIDITY OF GENERAL INFORMATION DOCUMENT

This General Information Document and various Issuances through relevant Key Information Document shall be valid for a period of 1 (one) year from the Issue Opening Date of the first Issuance and in respect of each Issuance during the period of validity of this General Information Document, the Company shall file with the stock exchange, the Key Information Document with respect to such Issuance, containing details of the offer of such Issuance through the Key Information Document, material developments, material changes, if any, in the information including the financial information provided in this General Information Document or the earlier Key Information Document, as applicable.

ISSUE SCHEDULE

ISSUE OPENING DATE	ISSUE CLOSING DATE	ISSUE CLOSING DATE	EARLIEST PAY-IN DATE	DEEMED ALLOTMENT DATE	OF
As per the relevant Key Information Document	As per the relevant Key Information Document	As per the relevant Key Information Document	As per the relevant Key Information Document	As per the relevant Key Information Document	

DETAILS ABOUT ARRANGER, ANCHOR INVESTOR AND ELIGIBLE INVESTORS

Arrangers: As per the relevant Key Information Document.

Anchor investor: As per the relevant Key Information Document.

The Eligible Investors: As per the relevant Key Information Document.

COUPON	COUPON PAYMENT FREQUENCY	REDEMPTION DATE	REDEMPTION AMOUNT
As per the relevant Key Information Document	As per the relevant Key Information Document	As per the relevant Key Information Document	As per the relevant Key Information Document

DETAILS OF KMP			
COMPLIANCE OFFICER	COMPANY SECRETARY	CHIEF FINANCIAL OFFICER / GROUP FINANCE CONTROLLER	PROMOTERS
Arun Kumar Sridharan Tel No.: 9677027227 Email: arunkumar.sridharan@samunnati.com	Arun Kumar Sridharan Tel No. 9677027227 Email: arunkumar.sridharan@samunnati.com	Karthik Narayanan Tel No. 9884741399 Email: karthik.narayanan@samunnati.com	Anil Kumar S G Tel No. +91 044 66762400 Mob. 9500079833 Email: anil.sg@samunnati.com
DETAILS OF INTERMEDIARIES			
DEBENTURE TRUSTEE (IF ANY) TO THE ISSUE		CREDIT RATING AGENCIES	
As per the Key Information Document		As per the Key Information Document	
ARRANGERS TO THE ISSUE			
As per the Key Information Document			
REGISTRAR TO THE ISSUE		LISTING EXCHANGE	
As per the Key Information Document		As per the Key Information Document	
JOINT STATUTORY AUDITOR(S)			
Name: PKF Sridhar & Santhanam LLP Address: KRD GEE GEE Crystal, 7th Floor, 91-92, Dr. Radhakrishnan Salai, Mylapore, Chennai 600 004.			

Website: <http://www.pkfindia.in/index.html>

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Telephone Number: (+91) 44 28112985

Contact Person: Mr. Kothandaraman V

Peer Review No. 014539

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I. DISCLAIMER CLAUSE:

THIS GENERAL INFORMATION DOCUMENT AND THE RELEVANT KEY INFORMATION DOCUMENT FOR PRIVATE PLACEMENT OF NCS (HEREINAFTER REFERRED TO AS THE "OFFER DOCUMENTS" ARE NEITHER A PROSPECTUS NOR A STATEMENT IN LIEU OF PROSPECTUS. THE ISSUE OF NCS WILL BE STRICTLY ON A PRIVATE PLACEMENT BASIS. THE OFFER DOCUMENTS HAVE BEEN OR WILL BE PREPARED IN CONFORMITY WITH THE SEBI NCS REGULATIONS AND THE COMPANIES ACT. THE OFFER DOCUMENTS ARE NOT INTENDED TO BE CIRCULATED TO MORE THAN 200 (TWO HUNDRED) INVESTORS IN ANY FINANCIAL YEAR, AS ELIGIBLE UNDER THE LAWS OF INDIA TO INVEST IN THESE NCS ("ELIGIBLE INVESTORS"). MULTIPLE COPIES OF THE OFFER DOCUMENTS GIVEN TO THE SAME ENTITY SHALL BE DEEMED TO BE GIVEN TO THE SAME PERSON AND SHALL BE TREATED AS SUCH. IT DOES NOT CONSTITUTE AND SHALL NOT BE DEEMED TO CONSTITUTE AN OFFER OR AN INVITATION TO SUBSCRIBE TO THE NCS ISSUED TO THE PUBLIC IN GENERAL. THE OFFER DOCUMENTS HAVE NEITHER BEEN DELIVERED FOR REGISTRATION NOR ARE INTENDED TO BE REGISTERED.

THE OFFER DOCUMENTS HAVE BEEN PREPARED TO PROVIDE GENERAL INFORMATION ABOUT THE ISSUER TO POTENTIAL INVESTORS TO WHOM IT IS ADDRESSED AND WHO ARE WILLING AND ELIGIBLE TO SUBSCRIBE TO THE NCS. THE OFFER DOCUMENTS DO NOT PURPORT TO CONTAIN ALL THE INFORMATION THAT ANY POTENTIAL INVESTOR MAY REQUIRE. NEITHER THE OFFER DOCUMENTS NOR ANY OTHER INFORMATION SUPPLIED IN CONNECTION WITH THE NCS IS INTENDED TO PROVIDE THE BASIS OF ANY CREDIT OR OTHER EVALUATION NOR SHOULD ANY RECIPIENT OF THE OFFER DOCUMENTS CONSIDER SUCH RECEIPT A RECOMMENDATION TO PURCHASE ANY NCS. EACH INVESTOR CONTEMPLATING THE PURCHASE OF ANY NCS SHOULD MAKE HIS OWN INDEPENDENT INVESTIGATION OF THE FINANCIAL CONDITION AND AFFAIRS OF THE ISSUER, AND HIS OWN APPRAISAL OF THE CREDITWORTHINESS OF THE ISSUER. POTENTIAL INVESTORS SHOULD CONSULT THEIR OWN FINANCIAL, LEGAL, TAX AND OTHER PROFESSIONAL ADVISORS AS TO THE RISKS AND INVESTMENT CONSIDERATIONS ARISING FROM AN INVESTMENT IN THE NCS AND SHOULD POSSESS THE APPROPRIATE RESOURCES TO ANALYSE SUCH INVESTMENT AND THE SUITABILITY OF SUCH INVESTMENT TO SUCH INVESTOR'S PARTICULAR CIRCUMSTANCES. IT IS THE RESPONSIBILITY OF INVESTORS TO ALSO ENSURE THAT THEY WILL SUBSCRIBE TO AND SELL THE NCS IN STRICT ACCORDANCE WITH THE OFFER DOCUMENTS AND OTHER APPLICABLE LAWS, SO THAT THE SALE DOES NOT

CONSTITUTE AN OFFER TO THE PUBLIC WITHIN THE MEANING OF THE COMPANIES ACT.

THE ISSUER CONFIRMS THAT, AS OF THE DATE HEREOF, THIS GENERAL INFORMATION DOCUMENT CONTAINS INFORMATION THAT IS ACCURATE IN ALL MATERIAL RESPECTS AND DOES NOT CONTAIN ANY UNTRUE STATEMENT OF A MATERIAL FACT, OR OMITS TO STATE ANY MATERIAL FACT, NECESSARY TO MAKE THE STATEMENTS HEREIN THAT WOULD BE, IN THE LIGHT OF CIRCUMSTANCES UNDER WHICH THEY ARE MADE, NOT MISLEADING. NO PERSON HAS BEEN AUTHORIZED TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATION NOT CONTAINED OR INCORPORATED BY REFERENCE IN THE OFFER DOCUMENTS OR IN ANY MATERIAL MADE AVAILABLE BY THE ISSUER TO ANY POTENTIAL INVESTOR PURSUANT THE OFFER DOCUMENTS AND, IF GIVEN OR MADE, SUCH INFORMATION OR REPRESENTATION MUST NOT BE RELIED UPON AS HAVING BEEN AUTHORIZED BY THE ISSUER.

THE CONTENTS OF THE OFFER DOCUMENTS ARE INTENDED TO BE USED ONLY BY THOSE INVESTORS TO WHOM THE OFFER DOCUMENTS ARE ISSUED. THE OFFER DOCUMENTS ARE NOT INTENDED FOR DISTRIBUTION TO ANY OTHER PERSON AND SHOULD NOT BE REPRODUCED BY THE RECIPIENT.

THE PERSON WHO IS IN RECEIPT OF THE OFFER DOCUMENTS SHALL MAINTAIN UTMOST CONFIDENTIALITY REGARDING THE CONTENTS OF THE OFFER DOCUMENTS AND SHALL NOT REPRODUCE OR DISTRIBUTE IN WHOLE OR PART OR MAKE ANY ANNOUNCEMENT IN PUBLIC OR TO A THIRD PARTY REGARDING ITS CONTENTS, WITHOUT THE PRIOR WRITTEN CONSENT OF THE ISSUER.

THE ISSUER DOES NOT UNDERTAKE TO UPDATE THIS GENERAL INFORMATION DOCUMENT TO REFLECT SUBSEQUENT EVENTS AFTER THE DATE OF THE GENERAL INFORMATION DOCUMENT EXCEPT ANY INFORMATION PROVIDED IN THE KEY INFORMATION DOCUMENTS AFTER THE DATE OF THIS GENERAL INFORMATION DOCUMENT AND THUS IT SHOULD NOT BE RELIED UPON WITH RESPECT TO SUCH SUBSEQUENT EVENTS WITHOUT FIRST CONFIRMING ITS ACCURACY WITH THE ISSUER. NEITHER THE DELIVERY OF THIS GENERAL INFORMATION DOCUMENT NOR ANY SALE OF NCS MADE PURSUANT TO THIS SHALL, UNDER ANY CIRCUMSTANCES, CONSTITUTE A REPRESENTATION OR CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE ISSUER SINCE THE DATE HEREOF.

IN THE EVENT OF CONFLICT BETWEEN THE PROVISIONS OF THE OFFER DOCUMENTS AND THE TRANSACTION DOCUMENTS (TO BE EXECUTED BY THE ISSUER WITH RESPECT TO EACH ISSUANCE INTER ALIA RECORDING THE TERMS AND CONDITIONS UPON WHICH THE RELEVANT NCS ARE BEING ISSUED BY THE ISSUER), THE TERMS OF THE TRANSACTION DOCUMENTS SHALL PREVAIL.

THE OFFER DOCUMENTS DO NOT CONSTITUTE, NOR MAY IT BE USED FOR OR IN CONNECTION WITH, AN OFFER OR SOLICITATION BY ANYONE IN ANY JURISDICTION IN WHICH SUCH OFFER OR SOLICITATION IS NOT AUTHORIZED OR TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE SUCH AN OFFER OR SOLICITATION. NO ACTION IS BEING TAKEN TO PERMIT AN OFFERING OF THE NCS OR THE DISTRIBUTION OF THE OFFER DOCUMENTS IN ANY JURISDICTION WHERE SUCH ACTION IS REQUIRED. THE DISTRIBUTION OF THE OFFER DOCUMENTS AND THE OFFERING AND SALE OF THE NCS MAY BE RESTRICTED BY LAW IN CERTAIN JURISDICTIONS. PERSONS INTO WHOSE POSSESSION THE OFFER DOCUMENTS COMES ARE REQUIRED TO INFORM THEMSELVES ABOUT AND TO OBSERVE ANY SUCH RESTRICTIONS. THE OFFER DOCUMENTS ARE MADE AVAILABLE TO POTENTIAL INVESTORS IN THE ISSUE ON THE STRICT UNDERSTANDING THAT IT IS CONFIDENTIAL.

ANY ISSUANCE PURSUANT TO THIS GENERAL INFORMATION DOCUMENT WILL BE ON A PRIVATE PLACEMENT BASIS AND ACCORDINGLY, SECTION 26(4) OF THE COMPANIES ACT IS NOT APPLICABLE TO ANY ISSUANCE.

STOCK EXCHANGE DISCLAIMER CLAUSE: AS REQUIRED, A COPY OF THE OFFER DOCUMENTS HAS BEEN OR SHALL BE FILED WITH THE STOCK EXCHANGE PURSUANT TO THE SEBI NCS REGULATIONS. IT IS TO BE DISTINCTLY UNDERSTOOD THAT FILING OF THE OFFER DOCUMENTS WITH THE STOCK EXCHANGE SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE SAME HAS BEEN CLEARED OR APPROVED BY THE STOCK EXCHANGE. THE STOCK EXCHANGE DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PROJECT FOR WHICH ANY ISSUE UNDER THE OFFER DOCUMENT IS PROPOSED TO BE MADE, OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE OFFER DOCUMENTS.

SEBI DISCLAIMER CLAUSE: IT IS TO BE DISTINCTLY UNDERSTOOD THAT FILING OF THE OFFER DOCUMENTS WITH THE SEBI SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE SAME HAS BEEN CLEARED OR APPROVED BY SEBI. SEBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PROJECT FOR WHICH ANY ISSUE UNDER THE OFFER DOCUMENTS IS PROPOSED TO BE MADE, OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE OFFER DOCUMENTS.

DISCLAIMER FROM THE ISSUER: THE ISSUER ACCEPT NO RESPONSIBILITY FOR THE STATEMENTS MADE OTHERWISE THAN IN THE OFFER DOCUMENTS OR IN ANY OTHER MATERIAL ISSUED BY OR AT THE INSTANCE OF THE ISSUER AND THAT ANYONE PLACING RELIANCE ON ANY OTHER SOURCE OF INFORMATION WOULD BE DOING SO AT THEIR OWN RISK.

DISCLAIMER IN RESPECT OF JURISDICTION: THE LAWS OF INDIA WILL GOVERN AND BE USED TO CONSTRUE THE OFFER DOCUMENTS AND THE NCS. NOTHING IN THE OFFER DOCUMENTS CONSTITUTES AN OFFER OF SECURITIES FOR SALE IN ANY OTHER JURISDICTION, OTHER THAN INDIA, WHERE SUCH OFFER OR PLACEMENT WOULD BE IN VIOLATION OF ANY LAW, RULE OR REGULATION.

DISCLAIMER OF THE RESERVE BANK OF INDIA: THE NCS HAVE NOT BEEN RECOMMENDED OR APPROVED BY THE RBI NOR DOES RBI GUARANTEE THE ACCURACY OR ADEQUACY OF THE OFFER DOCUMENTS. IT IS TO BE DISTINCTLY UNDERSTOOD THAT THE OFFER DOCUMENTS SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE NCS HAVE BEEN RECOMMENDED FOR INVESTMENT BY THE RBI. THE RBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF THE ISSUER, OR THE NCS BEING ISSUED BY THE ISSUER OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE OFFER DOCUMENTS. POTENTIAL INVESTORS MAY MAKE INVESTMENT DECISION IN THE NCS OFFERED IN TERMS OF THE OFFER DOCUMENTS SOLELY ON THE BASIS OF THEIR OWN ANALYSIS AND RBI DOES NOT ACCEPT ANY RESPONSIBILITY ABOUT SERVICING/ REPAYMENT OF SUCH INVESTMENT

LISTING
The NCS to be issued pursuant to this General Information Document will be listed on such stock exchange as identified in the relevant Key Information Document.

INVESTORS ARE ADVISED TO READ THE RISK FACTORS CAREFULLY BEFORE TAKING AN INVESTMENT DECISION IN ANY ISSUE PURSUANT TO THE OFFER DOCUMENTS. FOR

TAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE ISSUER AND THE OFFER INCLUDING THE RISKS INVOLVED. THE NCS HAVE NOT BEEN RECOMMENDED OR APPROVED BY THE ANY REGULATORY AUTHORITY IN INDIA, INCLUDING THE SEBI NOR DOES SEBI GUARANTEE THE ACCURACY OR ADEQUACY OF THE OFFER DOCUMENTS. SPECIFIC ATTENTION OF INVESTORS IS INVITED TO THE STATEMENT OF 'RISK FACTORS' GIVEN IN SECTION 1 OF THIS GENERAL INFORMATION DOCUMENT, AS WELL AS THE SECTION TITLED 'GENERAL RISK' ON THE COVER PAGE OF THIS GENERAL INFORMATION DOCUMENT.

THE ISSUER, HAVING MADE ALL REASONABLE INQUIRIES, ACCEPTS RESPONSIBILITY FOR, AND CONFIRMS THAT THE OFFER DOCUMENTS CONTAIN ALL INFORMATION WITH REGARD TO THE ISSUER AND THE ISSUE, THAT THE INFORMATION CONTAINED IN THE OFFER DOCUMENTS IS TRUE AND CORRECT IN ALL MATERIAL ASPECTS AND IS NOT MISLEADING IN ANY MATERIAL RESPECT, THAT THE OPINIONS AND INTENTIONS EXPRESSED THE OFFER DOCUMENTS ARE HONESTLY HELD AND THAT THERE ARE NO OTHER FACTS, THE OMISSION OF WHICH MAKE THE OFFER DOCUMENTS AS A WHOLE OR ANY OF SUCH INFORMATION OR THE EXPRESSION OF ANY SUCH OPINIONS OR INTENTIONS MISLEADING IN ANY MATERIAL RESPECT.

THE ISSUER, HAVING MADE ALL REASONABLE INQUIRIES, ACCEPTS RESPONSIBILITY FOR AND CONFIRMS THAT THE OFFER DOCUMENTS 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 OFFER DOCUMENTS IS TRUE AND CORRECT IN ALL MATERIAL ASPECTS AND IS NOT MISLEADING, THAT THE OPINIONS AND INTENTIONS EXPRESSED IN THE OFFER DOCUMENTS ARE HONESTLY STATED AND THAT THERE ARE NO OTHER FACTS, THE OMISSION OF WHICH MAKE THE OFFER DOCUMENTS AS A WHOLE OR ANY OF SUCH INFORMATION OR THE EXPRESSION OF ANY SUCH OPINIONS OR INTENTIONS MISLEADING.

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 THE ISSUANCE. 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 1** OF THIS GENERAL 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.

CREDIT RATING AGENCIES DISCLAIMER CLAUSE: AS PER THE RELEVANT KEY INFORMATION DOCUMENT.

II. DEFINITIONS AND ABBREVIATIONS

Bankruptcy Code	Insolvency and Bankruptcy Code, 2016, as may be amended, replaced or substituted from time to time.
BSE	BSE Limited
BSE-BOND EBP	EBP Platform of BSE

Companies Act or Act	Companies Act, 2013, as amended, modified, supplemented or re-enacted from time to time, and includes all rules, circulars and clarifications, issued pursuant thereto, from time to time.
Company or Issuer	SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED (the “Company” or “Issuer”) was incorporated at Chennai on June 23, 2014. Corporate Identity Number (CIN): U65990TN2014PTC096252
EBP Mechanism Guidelines	Electronic Book Mechanism issued by BSE <i>vide</i> their Notice bearing reference number 20230417-35 dated April 17, 2023, as may be amended or replaced from time to time.
EBP Platform	Platform for issuance of NCS on a private placement basis, established in accordance with the SEBI Master Circular, e.g. BSE-BOND EBP.
Eligible Investor(s)	As defined in the relevant Key Information Document.
Issue or Issuance	Any issue of NCS (pursuant to a Key Information Document) by way of private placement.
Memorandum and Articles of Association	The memorandum of association and articles of association of the Issuer, as amended from time to time.
NA	Not Applicable.
NBFC	Non-Banking Financial Company
NCS or Debentures	Non-convertible securities as defined in the SEBI NCS Regulations.
Offer Documents or Issue Document	This General Information Document and the relevant Key Information Document.
General Information Document	This document which sets out the information regarding the NCS being issued on a private placement basis.
Rating Agency(ies)	As defined in the relevant Key Information Document.
Rs. or INR or ₹	Indian National Rupee.
SEBI	Securities and Exchange Board of India, constituted under the Securities and Exchange Board of India Act, 1992 (as amended from time to time)
SEBI Debenture Trustee Master Circular	SEBI master circular bearing reference number SEBI/HO/DDHS-PoD1/P/CIR/2023/109 dated March 31, 2023 titled ‘Master Circular for Debenture Trustee’, as may be amended, clarified or updated from time to time.
SEBI LODR Regulations	Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as may be amended, clarified or updated from time to time.
SEBI NCS Regulations	SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as may be amended, clarified or updated from time to time.

SEBI Master Circular	SEBI master circular bearing reference number SEBI/HO/DDHS/PoD1/P/CIR/2023/119 dated August 10, 2021 titled 'Master Circular for Issue and Listing of Non-Convertible Securities, Securitised Debt Instruments, Security Receipts, Municipal Debt Securities and Commercial Paper', as may be amended, clarified or updated from time to time.
SEBI Regulations	Collectively, SEBI NCS Regulations, SEBI LODR Regulations, SEBI (Debenture Trustees) Regulations, 1993, SEBI Debenture Trustee Master Circular, SEBI Master Circular and such other applicable rules, regulations, notifications and circulars issued by SEBI from time to time.
Transaction Documents	The transaction documents executed or to be executed by the Issuer with respect to each Issuance <i>inter alia</i> recording the terms and conditions upon which the relevant NCS will be issued by the Issuer.
WDM	Wholesale Debt Market of the BSE.

Note: Other terms used but not defined in this General Information Document shall have the meanings ascribed to such term in the Transaction Documents and the relevant Key Information Document.

III. DISCLOSURE REQUIREMENTS UNDER FORM PAS-4 (Pursuant to section 42 of Companies Act, 2013 read with Rule 14(1) of Companies (Prospectus and Allotment of Securities) Rules, 2014) – Please refer to Section 3 of the General Information Document.

SECTION 1: RISK FACTORS

Investing in the NCS involves significant risk. Investors of the NCS should consider carefully all of the information in the Offer Documents, including in particular, the risk factors discussed below. Unless the context requires otherwise, the risk factors described in the Offer Documents apply alone to the Issuer. If any of the following risks actually occur, our business, results of operations, cash flow, financial condition and prospects could be materially and adversely affected. In addition, other risks and uncertainties not currently known to us or that we currently deem immaterial may also materially and adversely affect our business, financial condition, cash flows and results of operations. This could, in turn, affect adversely our ability to make payments on the NCS offered pursuant to the Offer Documents.

Unless specified or quantified in the relevant risk factors, the Issuer is not in a position to quantify the financial or other implications of any risk mentioned herein below.

In this section, a reference to “we”, “us”, or “our” means the Issuer, unless the context otherwise requires.

The risks in relation to investing in NCS are mentioned in the relevant Key Information Document.

1. RISKS RELATING TO THE ISSUER

AN INVESTMENT IN THE DEBENTURES INVOLVES RISKS. THESE RISKS MAY INCLUDE, AMONG OTHERS, EQUITY MARKET, BOND MARKET, INTEREST RATE, MARKET VOLATILITY AND ECONOMIC, POLITICAL AND REGULATORY RISKS AND ANY COMBINATION OF THESE AND OTHER RISKS. PROSPECTIVE INVESTORS SHOULD BE EXPERIENCED WITH RESPECT TO TRANSACTIONS IN INSTRUMENTS SUCH AS THE DEBENTURES. PROSPECTIVE INVESTORS SHOULD UNDERSTAND THE RISKS ASSOCIATED WITH AN INVESTMENT IN THE DEBENTURES AND SHOULD ONLY REACH AN INVESTMENT DECISION AFTER CAREFUL CONSIDERATION OF, (A) THE SUITABILITY OF AN INVESTMENT IN THE DEBENTURES IN THE LIGHT OF THEIR OWN PARTICULAR FINANCIAL, TAX AND OTHER CIRCUMSTANCES; AND (B) THE INFORMATION SET OUT IN THIS GENERAL INFORMATION DOCUMENT.

PROSPECTIVE INVESTORS ARE ADVISED TO CAREFULLY READ THESE KEY RISKS ASSOCIATED WITH THE DEBENTURES. THESE RISKS ARE NOT, AND ARE NOT INTENDED TO BE, A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO THE DEBENTURES OR YOUR DECISION TO PURCHASE THE DEBENTURES.

More than one risk factor may simultaneously affect the Debentures such that the effect of a particular risk factor may not be predictable. In addition, more than one risk factor may have a compounding effect which may not be predictable. No assurance can be given as to the effect that any combination of risk factors may have on the value of the Debentures.

The Debentures involve a significant degree of risk and are intended for sale only to those investors capable of understanding the risks involved in such instruments. The Debentures are complex and an investment in such a product may involve a higher risk of loss of a part of the initial investment as compared to investment in other securities unless held till redemption date as set out in the Key Information Document. Prior to investing in the Debentures, a prospective investor should ensure that such prospective investor understands the nature of all the risks associated with the investment in order to determine whether the investment is suitable for such prospective investor in light of such prospective investor's experience, objectives, financial position and other relevant circumstances. Prospective investors should independently consult with their legal, regulatory, tax, financial and/or accounting

advisors to the extent the prospective investor considers necessary in order to make their own investment decisions.

RISKS RELATING TO THE DEBENTURES

I. Changes in the interest rates may affect the price of the Debentures

All securities where a fixed rate of interest is offered, such as Debentures are subject to price risk. The price of such securities will vary inversely with changes in prevailing interest rates, i.e. when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fluctuation in the prices is a function of the existing coupon/yield to maturity, days to maturity and the increase or decrease in the level of prevailing interest rates. Any increase in rates of interest is likely to have a negative effect on the price of the Debentures.

II. Secondary market for the Debentures may be illiquid

It is not possible to predict if and to what extent a secondary market may develop in the Debentures or at what price the Debentures will trade in the secondary market or whether such market will be liquid or illiquid. As specified in the Key Information Document, an application has been made to list or quote or admit to trading the Debentures on the WSD Segment of the Stock Exchange and an in-principle approval has been obtained. If the Debentures are so listed or quoted or admitted to trading on the Stock Exchange no assurance is given that any such listing or quotation or admission to trading will be maintained. The fact that the Debentures may be so listed or quoted or admitted to trading does not necessarily lead to greater liquidity than if they were not so listed or quoted or admitted to trading.

The Issuer may, but is not obliged to, at any time purchase the Debentures at any price in the open market or by tender or private agreement. Any Debentures so purchased may be resold or surrendered for cancellation. The more limited the secondary market is, the more difficult it may be for holders of the Debentures to realize value for the Debentures prior to redemption of the Debentures.

III. Credit risk and rating downgrade risk

In the event of deterioration in the financial health of the Issuer, there is a possibility that the rating agency may downgrade the rating of the Debentures. In such cases, potential investors may incur losses on revaluation of their investment or make provisions towards sub-standard/ non-performing investment as per their usual norms. The Issuer cannot guarantee that this rating will not be downgraded. Such a downgrade in the credit rating may lower the value of the Debentures and may also affect the Issuer's ability to raise further debts.

IV. The Debentures may not be a suitable investment for all potential Investors

Potential Investors should ensure that they understand the nature of the Debentures and the extent of their exposure to risk, that they have sufficient knowledge, experience and access to professional advisers such as legal, tax, accounting and other advisers to make their own legal, tax, accounting and financial evaluation of the merits and risks of investment in the Debentures

and that they consider the suitability of the Debentures as an investment in the light of their own circumstances and financial condition.

V. Exercise of powers by the Debenture Trustee is subject to equitable principles and supervisory powers of courts

The exercise by the Debenture Trustee of the powers and remedies conferred on it under the financing documents of the relevant Debentures and the Offer Documents or otherwise vested in it by applicable law, will be subject to general equitable principles regarding the enforcement of security, the general supervisory powers and discretion of the Indian courts in the context thereof and the obtaining of any necessary governmental or regulatory consents, approvals, authorisations or orders.

VI. The right of the Debenture Holders to receive payments under the Debentures will be junior to certain tax and other liabilities preferred by law on an insolvency of the Issuer

The Debentures will be subordinated to certain liabilities preferred by applicable law such as claims of the Government of India on account of taxes and certain liabilities incurred in the ordinary course of the Issuer's business (including workmen's dues). Upon an order for winding-up in India, the assets of a company are vested in a liquidator who has wide powers to liquidate such company to pay its debt and administrative expenses.

VII. Receipt of coupon or principal is subject to the credit risk of the Issuer.

Investors should be aware that the receipt of any coupon payment and principal amount at maturity is subject to the credit risk of the Issuer. Any stated credit rating of the Issuer reflects the independent opinion of the referenced rating agency as to the creditworthiness of the rated entity but is not a guarantee of credit quality of the Issuer. Any downgrading of the credit ratings of the Issuer by the rating agency may lower the value of the Debentures.

Potential Investors should be aware that receipt of the principal amount, (i.e. the redemption amount) and any other amounts that may be due in respect of the Debentures is subject to the credit risk of the Issuer. Potential Investors assume the risk that the Issuer will not be able to satisfy their obligations under the Debentures. In the event that bankruptcy proceedings or composition, scheme of arrangement or similar proceedings to avert bankruptcy are instituted by or against the Issuer, the payment of sums due on the Debentures may not be made or may be substantially reduced or delayed.

The payment of the principal and coupon on the Debentures is subject to the credit risk of the Issuer whereby the investors may or may not recover all or part of the principal or coupon amount of the funds invested in case of default by the Issuer. Debenture Holders assume the risk that the Issuer will not be able to satisfy their obligations under the Debentures and may or may not recover all or part of the principal and/or coupon amount in case of default by the Issuer.

VIII. Payment of penalty

In case of outstanding debt instruments or deposits or borrowings, any default in compliance with the material covenants such as creation of security as per terms agreed, default in payment

of interest, default in redemption or repayment, non-creation of debenture redemption reserve, default in payment of penal interest wherever applicable.

INTERNAL RISKS

Risk Factor in relation to the Issuer's business

- A. *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.*

The client loans provided by the Issuer are secured against hypothecation of stock, receivables and other current assets and the clients of these loans are of the high-risk category. There is uncertainty on the client's ability to fulfil its loan obligations. Such non-performing or low credit quality loans can negatively impact our results of operations.

As on 30th September 2023, the gross NPA was Rs. 628.80 Million on a portfolio of Rs. 11,000.67 Million (including managed / securitized portfolio of Rs. Nil Million).

The Issuer cannot assure that the Issuer will be able to effectively control and reduce the level of NPAs in its total loan portfolio. The amount of the Issuer's reported non-performing loans may increase in the future as a result of growth in the total loan portfolio, and also due to factors beyond the Issuer's control. Failure to manage NPAs or effect recoveries will result in operations being adversely affected.

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

- 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. *Loans due within two years account for almost all of the Issuer's interest income, and a significant reduction in short term loans may result in a corresponding decrease in its interest income*

A majority of the loans the Issuer issues are due within approximately two years of disbursement. The relatively short-term nature of the Issuer's loans means that the Issuer's long-term interest income stream is less certain than if a portion of its loans were for a longer term. In addition, the Issuer's customers may not obtain new loans from the Issuer upon maturity of their existing loans, particularly if competition increases. The potential instability of the Issuer's interest income could materially and adversely affect the Issuer's results of operations and financial position.

The loans given by the issuer are at fixed interest rate, and the tenor of the underlying asset has increased from one year to two year which has provided stability to the portfolio and interest income and has also smoothened operating expense.

D. *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.

E. *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 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.

(i) *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.

- F. *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*

The Issuer maintains insurance coverage of the type and in the amounts that it believes are commensurate with its operations and other general liability insurances. The Issuer's insurance policies, however, may not provide adequate coverage in certain circumstances and may be subject to certain deductibles, exclusions and limits on coverage.

In addition, 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 either uninsurable or because insurance is not available to the Issuer on acceptable terms. A successful assertion of one or more large claims against the Issuer that exceeds its 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.

- G. *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.*

1.1 NBFCs in India are subject to strict regulation and supervision by the RBI. The Issuer requires certain approvals, licenses, registrations and permissions for operating its business, including registration with the RBI as a NBFC pursuant to Section 45-IA of the RBI Act, 1934. 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. 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. Additionally, RBI has issued detailed directions on prudential norms *inter alia* prescribing guidelines on income recognition, asset classification and provisioning requirements applicable to NBFCs, exposure norms, disclosures in the balance sheet, requirement of capital adequacy, restrictions on investments in land and building and unquoted shares besides others. 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 any directions issued applicable on NBFCs and fails to maintain the status of NBFC it may attract penal provisions under the RBI Act, 1934 for non-compliance. The penal action can also result in RBI cancelling the certificate of registration issued to the NBFC.

EXTERNAL RISK FACTORS

I. Future legal and regulatory obstructions

Future government policies and changes in laws and regulations in India and comments, statements or policy changes by any regulator, including but not limited to RBI or SEBI, may adversely affect the Debentures. The timing and content of any new law or regulation is not within

the Issuer's control and such new law, regulation, comment, statement or policy change could have an adverse effect on the market for and the price of the Debentures.

Further, SEBI or any other regulatory authorities may require clarifications on the Offer Documents, which may cause a delay in the issuance of the Debentures or may result in the Debentures being materially affected or even rejected.

Further, the exercise by the Debenture Trustee of the powers and remedies conferred on it under the Debenture Trust Deed, or otherwise vested in them by applicable law, will be subject to general equitable principles regarding the enforcement of security, the general supervisory powers and discretion of the Indian courts in the context thereof and the obtaining of any necessary governmental or regulatory consents, approvals, authorizations or orders.

II. Political instability or changes in the government could delay further liberalization of the Indian economy and adversely affect economic conditions in India generally

Since 1991, successive Indian governments have pursued policies of economic liberalization. The role of the Central Government and State Governments in the Indian economy as producers, consumers and regulators has remained significant. If there is a slowdown in economic liberalization, or a reversal of steps already taken, it could have an adverse effect on the debt market which is as such exposed to the risks of the Indian regulatory and policy regime.

III. Company's growth depends on the sustained growth of the Indian economy. An economic slowdown in India and abroad could have direct impact on the Company's operations and profitability.

Macroeconomic factors that affect the Indian economy and the global economic scenario have an impact on Company's business. Recent trends suggest that the economy may grow at a flat pace which may have a direct impact on our business and a slowdown in the economy as a whole can increase such an impact thereby adversely impacting the Company's growth plans.

A sustained slowdown in the Indian economy could adversely affect Company's business; India's economy could be adversely affected by a general rise in interest rates, or various other factors affecting the growth of industrial, manufacturing and services sector or general down trend in the economy

IV. Civil unrest, terrorist attacks and war could affect our business.

Terrorist attacks and other acts of violence, war, or conflicts, particularly those involving India, as well as the jurisdictions where the Company's business is situated, may adversely affect Indian and global financial markets. Such acts may negatively impact business sentiment, which could adversely affect the Company's business and profitability. India has from time to time experienced, and continues to experience, social and civil unrest, terrorist attacks and hostilities with neighboring countries. Also, some of India's neighboring countries have experienced, or are currently experiencing internal unrest. This, in turn, could have a material adverse effect on the market for securities including the Debentures. The consequences of any armed conflicts are unpredictable, and the Company may not be able to foresee events that could have an adverse effect on Company's business and the price and yield of the Debentures.

V. Company's business may be adversely impacted by natural calamities or unfavorable climatic changes.

India, Nepal, Bangladesh, Pakistan, Indonesia, and other Asian countries have experienced natural calamities such as earthquakes, floods, droughts, and a tsunami in recent years. Some of these countries have also experienced pandemics notably the ongoing Covid-19 pandemic in India and Globally including the outbreak of avian flu/ swine flu. The extent and severity of these natural disasters and pandemics determines their impact on these economies and in turn affects the Company's business and operation. Prolonged spells of abnormal rainfall and other natural calamities could have an adverse impact on the economies in which the Company has operations, which could adversely affect its business and the price of the Debentures.

VI. Any downgrading of India's sovereign rating by an international rating agency (ies) may affect the Company's business and its liquidity to a great extent.

Any adverse revision to India's credit rating for domestic and international debt by international rating agencies may adversely impact Company's ability to raise additional financing and the interest rates and other commercial terms at which such additional financing is available. This could have an adverse effect on Company's financial performance and its ability to obtain financing to fund our growth on favorable terms, or at all.

GENERAL RISKS

I. Investment risks

Investment in debt and debt related securities involve a degree of risk and investors should not invest any funds in the debt instruments, unless they can afford to take the risks attached to such investments. Investors are advised to read the risk factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the Company and the Issue including the risks involved. The Debentures have not been recommended or approved by SEBI nor does SEBI guarantee the accuracy or adequacy of this document.

II. Early Termination for Extraordinary Reasons, Illegality and Force Majeure

If the Issuer determines that, for reasons beyond its control, the performance of its obligations under the Debentures has become illegal or impractical in whole or in part for any reason, the Issuer may, at its discretion and without obligation, redeem the Debentures early.

III. Taxation

Potential purchasers and sellers of the Debentures should be aware that they may be required to pay stamp duties or other documentary charges/taxes in accordance with the laws and practices of India. Payment and/or delivery of any amount due in respect of the Debentures will be conditional upon the payment of all applicable taxes, duties and/or expenses.

Potential investors who are in any doubt as to their tax position should consult their own independent tax advisers. In addition, potential Investors should be aware that tax regulations and their application by the relevant taxation authorities change from time to time. Accordingly, it is not possible to predict the precise tax treatment which will apply at any given time.

IV. Delays in court proceedings in India

If any dispute arises between the Issuer and any other party including Debenture Holders, the Issuer or such other party may need to take recourse to judicial proceedings before courts in India. It is not unusual for court proceedings in India to continue for extended periods. Disposition of cases may be further subject to various delays including multiple levels of appellate adjudication.

V. Accounting Considerations

Special accounting considerations may apply to certain types of taxpayers. Potential investors are urged to consult with their own accounting advisors to determine implications of this investment.

VI. Breach of contract.

A failure to observe the covenants under our financing arrangements or to obtain necessary consents required thereunder may lead to the termination of our credit facilities, acceleration of all amounts due under such facilities and the enforcement of any security provided. Any acceleration of amounts due under such facilities may also trigger cross default provisions under our other financing agreements. If the obligations under any of our financing documents are accelerated, we may have to dedicate a substantial portion of our cash flow from operations to make payments under such financing documents, thereby reducing the availability of cash for our working capital requirements and other general corporate purposes. Further, during any period in which we are in default, we may be unable to raise, or face difficulties raising, further financing. Any of these circumstances

OTHERS RISKS UNDER NCS LISTING REGULATION

A. RISKS IN RELATION TO LIMITED OR SPORADIC TRADING OF NON-CONVERTIBLE SECURITIES OF THE ISSUER ON THE STOCK EXCHANGES

As of date, we are not aware of any limited or sporadic trading of the non-convertible securities of the Issuer on stock exchanges and therefore, this would not be applicable.

B. RISKS IN RELATION TO THE SECURITY CREATED IN RELATION TO THE DEBT SECURITIES AND RISKS IN RELATION TO MAINTENANCE OF SECURITY COVER OR FULL RECOVERY OF THE SECURITY IN CASE OF ENFORCEMENT

Not Applicable

C. REFUSAL OF LISTING OF ANY SECURITY OF THE ISSUER DURING LAST THREE

YEARS BY ANY OF THE STOCK EXCHANGES IN INDIA OR ABROAD

As on the date of this General Information Document, no stock exchange in India or abroad has refused listing of any equity or debt security issued by the Issuer.

D. IN CASE OF OUTSTANDING DEBT INSTRUMENTS OR DEPOSITS OR BORROWINGS. ANY DEFAULT IN COMPLIANCE WITH THE MATERIAL COVENANTS SUCH AS CREATION OF SECURITY AS PER TERMS AGREED:

As on the date of this General Information Document, the Issuer has not committed any default in compliance with the material covenants such as creation of security as per terms agreed in respect of any outstanding borrowings.

E. DEFAULT IN PAYMENT OF INTEREST: As on the date of this General Information Document, the Issuer has not committed any default in payment of interest in respect of any outstanding borrowings.

F. DEFAULT IN REDEMPTION OR REPAYMENT: As on the date of this General Information Document, the Issuer has not committed any default in redemption or repayment in respect of any outstanding borrowings.

G. NON-CREATION OF DEBENTURE REDEMPTION RESERVE: Pursuant to Rule 18 (7) of the Companies (Share Capital and Debentures) Rules, 2014, a non-banking financial company is not required to maintain debenture redemption reserve for debentures issued on a private placement basis.

H. DEFAULT IN PAYMENT OF PENAL INTEREST WHEREVER APPLICABLE: As on the date of this General Information Document, the Issuer has not committed any default in payment of interest penal in respect of any outstanding borrowings.

2. OTHER RISK FACTORS

As set out in the relevant Key Information Document.

SECTION 2: DISCLOSURES UNDER SEBI NCS REGULATIONS

2.1 DETAILS OF PROMOTERS OF THE ISSUER:

A complete profile of all the promoters of the Issuer, including their name, date of birth, age, personal addresses, educational qualifications, experience in the business or employment, positions/posts held in the past, directorships held, other ventures of each promoter, special achievements, their business and financial activities, photograph, Permanent Account Number.

The details of the Promoters of the Issuer are as follows:

S.no	Details of Promoter	Description
1.	Name of promoter	Mr. Anil Kumar S G
2.	Date of Birth	06 th April 1972
3.	Age	51
4.	Personal Addresses	No 1402, Aurora Block, 14th Floor, ASV Alexandria, Sholinganallur, Chennai – 600119
5.	Education Qualifications	Master's in management from Asian Institute of Management, Manila, Masters in Business Administration from Symbiosis Institute of Management, Graduation in Humanities from Osmania University, Hyderabad
6.	Experience in the business or employment	Banker with over 28 years of experience. Anil Kumar embarked on a journey in Rural & Agri finance from 2007 onwards as Founder Trustee of IFMR Trust. Later, embarked on an entrepreneurial venture by starting SAMUNNATI – a Non-Banking Finance Company focused exclusively on Agriculture with focus on Small Holder Farmers.
7.	positions/posts held in the past by the promoter	CEO - IFMR Rural Channels & Services Private Limited
8.	Directorships held by the promoter	Samunnati Agro Solutions Private Limited Samunnati Finance Private Limited Samunnati Investment Management Private Limited Ripples of Change Foundation
9.	Other ventures of the promoter	NA
10.	Special achievements	Best Social Entrepreneur in the Global Social Entrepreneurship Programme 2018;

		TiE Impact Entrepreneur of the Year Award in 2013; Real Leaders Impact Award 2020 (ranked 83 in top 100); ET Social Enterprise Start-up award in 2020; Best Social Entrepreneur Award by Hand in Hand at the Global Social Entrepreneurship Programme; Naanayam Vikatan Business Startup Champion Award under the category "Start-up Champion" for the year 2021.
11.	Business and financial activities of the promoter	Same as company
12.	Photograph	
13.	Permanent Account Number	AGQPS1971G

Declaration: The Issuer confirms that the Permanent Account Number and Bank Account Number(s) of the promoters and Permanent Account Number of directors shall be submitted to the stock exchanges on which the NCS are proposed to be listed, at the time of filing the Offer Document.

Details of Promoter Holding in the Company as on the date of this General Information Document:

Sr No	Name of the shareholders	Total No of Equity Shares	No of shares in demat form	Total shareholding as % of total no of equity shares	No of Shares Pledged	% of Shares pledged with respect to shares owned.
1	Somanapalli Family Trust represented by its	2,38,257	2,38,257	9.64%	Nil	Nil

Sr No	Name of the shareholders	Total No of Equity Shares	No of shares in demat form	Total shareholding as % of total no of equity shares	No of Shares Pledged	% of Shares pledged with respect to shares owned.
	trustee Mr. Anil Kumar S G					

2.2 DETAILS OF CREDIT RATING ALONG WITH LATEST PRESS RELEASE OF THE CREDIT RATING AGENCY IN RELATION TO THE ISSUE AND DECLARATION THAT THE RATING IS VALID AS ON THE DATE OF ISSUANCE AND LISTING. SUCH PRESS RELEASE SHALL NOT BE OLDER THAN SIX MONTHS FROM THE DATE OF THE OPENING THE ISSUE.

The rating details in relation to each issuance of NCS shall be mentioned in relevant Key Information Document.

2.3 NAME(S) OF THE STOCK EXCHANGE(S) WHERE THE NON-CONVERTIBLE SECURITIES ARE PROPOSED TO BE LISTED AND THE DETAILS OF THEIR IN-PRINCIPLE APPROVAL FOR LISTING OBTAINED FROM THESE STOCK EXCHANGE(S).

Please refer to the relevant Key Information Document.

2.4 ISSUE SCHEDULE

Particulars	Date
Issue opening date	As per the relevant Key Information Document
Issue closing date	As per the relevant Key Information Document
Pay-in Date	As per the relevant Key Information Document
Deemed Date of Allotment	As per the relevant Key Information Document

2.5 NAME AND ADDRESS OF THE FOLLOWING:

Issuer	SAMUNNATI FINANCIAL INTERMERDIATION & SERVICES PRIVATE LIMITED  Registered Office: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai - 600041 Corporate Office: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai - 600041 Telephone No:+91 04466762400, Website:www.samunnati.com, Email: secretarial@samunnati.com Company Secretary of the Issuer: Arun Kumar Sridharan
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	Address: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041 Phone No.: 9677027227 Compliance Officer of the Issuer: Arun Kumar Sridharan Address: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041 Phone No.: 9677027227 Group Financial Controller of the Issuer: Mr. Karthik Narayanan Address: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041 Phone No: 9884741399
Debenture Trustee	As per the relevant Key Information Document.
Credit Rating Agency	As per the relevant Key Information Document.
Registrar to the Issue	As per the relevant Key Information Document..
Legal Counsel of the holders of NCS	As per the relevant Key Information Document
Arrangers	As per the relevant Key Information Document.

2.6 ABOUT THE ISSUER

i. General Information

Name : **SAMUNNATI FINANCIAL INTERMERDIATION & SERVICES PRIVATE LIMITED**

Registered Office of Issuer : **Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai - 600041**

Corporate Office of Issuer : **Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041**

Corporate Identity Number : **U65990TN2014PTC096252**

Phone No. : **+91 04466762400**

Contact Person : **Saravanan K**

Email : saravanan.k@samunnati.com

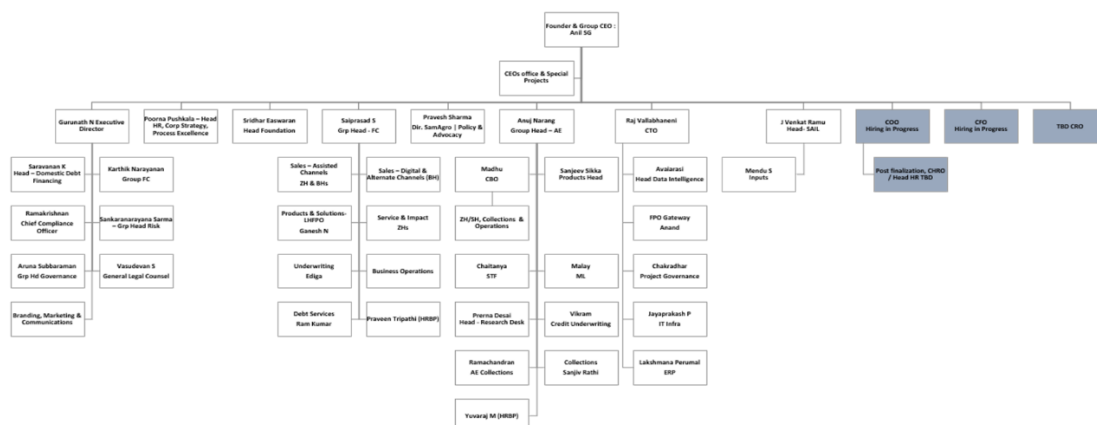
(a) Overview and brief summary of the business / activities of the Issuer:

The Company is focused on financial services and Value Chain Finance for Inclusive Growth with a belief that for a value chain to work well, all the chain actors need have access to formal financial instruments including non-asset products customized to suit the requirements of the Value Chain as well as the stakeholders operating within. The organization functions to permeate targeted sectors viz. enterprises and value chains in homogeneous economies (like a district). The key to the interventions of the Company is to understand the local needs of a district specifically the major value chains, to develop selective customized financial solutions across these value chains and thus create vibrant local economies that are efficiently connected to mainstream financial markets. The Company aims to address major drivers of an economy together with catalytic interventions like Warehousing, Bulk milk chilling plants etc., to make the entrepreneurial and value chain activities operate more efficiently.

Agricultural value chain actors need access to finance to develop their businesses. For example take smallholder farmers with fragmented land holdings Smallholder farmers have very restricted access to markets and lack access to warehouses or storage facilities to store their harvest. Consequently, they are strained to sell their surplus produce during the harvest season, when the prices are low. Intermediaries (traders) who can invest their capital as well as access storage space, time and again take advantage of smallholders' limitations: they accumulate agricultural harvest at very low prices and sell them during the most beneficial market conditions. In addition, farmers face enormous difficulties in obtaining credit for their agricultural activities because of the lack of financial services in rural areas. Existing products from formal financial institutions like Banks, MFIs are usually ill suited to the smallholder farmers' livelihoods and frequently on account of their cash flows. Hence these farmers are constrained to resort to borrowing from informal sources.

Even for small enterprises that constitute the MSMES (Micro Small and Medium Enterprises), which play a vital role in the nation's economy, the lack of access to finance and timely credit is the most important reasons for below than normal utilization of their capabilities. The MSMEs which add value to the agricultural produce and also play intermediation role in an Agri value chain, need finance to increase their capacity. MSMEs that operate in activities like dairy farms. trading of commodities need funds to procure raw materials, and stock, pay wages to staff, meet other working capital requirements and at the same time for expansion of business.

Corporate Structure of the Issuer:



(c) **Overview and brief summary of the business / activities of the subsidiaries of the Issuer:**

- Samunnati Agro Solutions Private Limited is a wholly owned subsidiary of the Company which trades in Agro commodities.
- Samunnati Finance Private Limited is a wholly owned subsidiary of the Company incorporated on September 22, 2021. The wholly owned subsidiary is yet to commence its business operations and is awaiting the issuance of Non-Banking Finance Company license from the Reserve Bank of India.
- Samunnati Agri Innovations Lab Private Limited ("SAIL") (formerly known as Kamatan Farm Tech Private Limited), which deals in trading of Agro commodities, was acquired as a wholly owned subsidiary on April 16, 2021. During the year under review, the name was changed in order to align the name with the strategic and innovation verticals handled by SAIL. Apart from trading in Agro Commodities, SAIL also strives to make markets work for small holder farmers through strategy, innovation, establishing non-linear business growth channels of crowd and community sourced rural franchisee network of Agri Entrepreneurs, Village Level Entrepreneurs, Farmer Financing, Agri value chain financing through anchor institutions like Agri startups, Business Correspondents and online debt marketplace channels.
- Samunnati Foundation, a wholly owned subsidiary, is a not-for-profit company incorporated under Section 8 of the Companies Act, 2013. It was established to enable inclusive growth and create opportunities for the unserved/ underserved communities in the agricultural ecosystem in order to make a tangible difference to the livelihood of small holder farmers. Samunnati Foundation has been excluded from consolidation as its inclusion is not material to the Group and being not for profit organisation, impairs its ability to transfer any benefit to the Company.
- Samunnati Investment Management Services Private Limited was incorporated as a wholly owned subsidiary of Samunnati Agro Solutions Private Limited on March 08, 2022, which will manage an Alternative Investment Fund ("AIF") (Category 2 - Debt fund) with emphasis on Sustainability, Scalability and Impact. Samunnati Investment Management Services Private Limited is in the process of obtaining requisite license and approvals and is yet to commence its business operations.

(d) **Details of the branches or units where the Issuer carries on its business activities, if any:**

S. No	Branch Name	Branch Address
1	Palamaner	8-21 Jaiappa street, Gudiyatham road, Palamaner mandal, Chittoor District 517 408
2	Theni	"Thirumalai Complex", 46, Sadayal Street, adjacent to "Anandam Towers", Madurai road, Theni, 645531
3	Santhavalas	No. 75, Srinivasa nagar, C road, Kangiranthanthal, Santhavalas, Polur Taluk, Tiruvannamalai - 606905
4	Kaveripattinam	5/218, 1 st Floor, Lakshmi Nagar, Kaveripattinam, Krishnagiri District - 635112
5	Oddanchatram	OKS Tower, Market Bypass Road, Near Muthu clinic, Oddanchatram - 624619
6	Hubli	Foundation for Sandboxstartup Initiatives, Gokul road, Opp to Gokul Village, Hubli - 580 030
7	Bhopal	Manav Niket, 30-Press Complex, 1 st Floor, Zone-1, M.P.Nagar, Bhopal - 462 011. (MP)
8	Ahmedabad	Old Dairy Building, Second Floor, Opposite Municipality School, Narangpura Gam, Ahmedabad 380013

S. No	Branch Name	Branch Address
9	Uttankarai	Spinning Mill Road, Governer Thoppu, Opp Stadium Uthangarai, Krishnagiri - 635 207
10	Bhubaneswar	HIG-II-124, Satyasai Enclave, 2 nd Floor, Kolathia, Khandagiri, Bhubaneswar - 751024
11	Telangana	No.2-48/5/6, Vaishnavi Cynosure, 3 rd Floor, Opp. to RTTC Telecom Nagar extension, P Janardhan Reddy Nagar, Gachibowli, Hyderabad - 500 081
12	Madurai	No:112, Naga Towers, GST Road, Thirupparangundram road, 1 st floor, Thirunagar 2 nd stop, Madurai - 625006
13	Thiruvannamalai	No.694/B6, Min Nagar 5 th street, 1 st Floor, Thiruvannamali - 606604
14	Guntur	Sailok Complex, 3 rd Floor, Door no. 6-6-37, Block Number 7 of old Ward 3, New Ward 5, Present Ward 9, 6/1 Arundel pet, Guntur, Andhra Pradesh - 522002
15	Pune	Office No. B1, First Floor, Pinnac Commercial & Residential Complex, Dnyaneshwar Co-Operative Housing Society, Pune Satara Road, Dhankawadi, Pune- 411043.
16	Indore	102, Amar Darshan, 2nd Floor. 28/2, Old Palasia, Indore - 452 010
17	Katpadi	No:10, East Main road, 2 nd floor, Gandhi Nagar, Vellore - 632 006
18	Chennai Thiruvanmiyur	Baid Hi-Tech park, 8 th Floor, 129-B ECR Road, Thiruvanmiyur, Chennai 600041
19	Coimbatore	No.126, Sasthri Road, 3 rd Floor, Ramnagar, (Above HDFC Bank), Coimbatore - 641 009
20	Aurangabad	No. 1, GULAB-A Apartment, Rananagar, Opp. Hotel Atithi, Seven Hills, Aurangabad 431 0003
21	Jaipur	Office No. 314 situated at Mahima's Trinit, 3 rd Floor, Plot No. 5, Swage Farm, New Sanganer Road, Jaipur - 302019
22	Bangalore	HM Towers, 2 nd floor, A wing, No.58, Brigade road, Bangalore - 560001
23	Mumbai	Office No.1507, 15 th floor, Satra Plaza, Plot No.19 & 20, Sector 19 D, Vashi, Navi Mumbai, Maharashtra - 400 703
24	Delhi	B-231, Greater Kailash, Part-I, New Delhi-110 048
25	Salem	Sachin Plaza, No.1/1-A, Sri Ram Nagar, 2 nd Floor, Alagapuram, Salem - 636016
26	Trichy	4/49-A, The Astoria, 1st floor, Karur main road, Kambarasampettai, Trichy - 620101
27	Guwahati	Kalpana Market, 1 st floor, Guwahati Club, Silpukhuri, Guwahati, Assam - 781 003

A) Branch offices of Samunnati Agro Solutions Private Limited

S. No	Branch Name	Branch Address
1	Bangalore	HM Towers, 2 nd Floor, No. 58, Brigade Road, Bangalore - 560001
2	Hubli	Foundation for Sandboxstartup Initiatives, Gokul road, Opp to Gokul Village, Hubli - 580 030
3	Bhopal	Manav Niket, 30-Press Complex, 1 st Floor, Zone-1, M.P. Nagar, Bhopal - 462 011
4	Bhubaneswar	HIG-II-124, Satyasai Enclave, 2 nd floor, Kolathia, Khandagiri, Bhubaneswar - 751024

S. No	Branch Name	Branch Address
5	Telangana	No.2-48/5/6, Vaishnavi Cynosure, 3 rd floor, Opp. to RTTC Telecom Nagar extension, P Janardhan Reddy Nagar, Gachibowli, Hyderabad - 500 081
6	Guntur	Sailok Complex, 3 rd Floor, Door no. 6-6-37, Block Number 7 of old Ward 3, New Ward 5, Present Ward 9,6/1 Arundel pet, Guntur, Andhra Pradesh - 522002
7	Indore	102, Amar Darshan, 2nd Floor. 28/2, Old Palasia, Indore - 452 010
8	Chennai Thiruvannamiyur	Baid Hi-Tech park, 8 th Floor, 129-B ECR Road, Thiruvannamiyur, Chennai 600041
9	Ahmedabad	Old Dairy Building, Second Floor, Opposite Municipality School, Narangpura Gam, Ahmedabad 380013
10	Coimbatore	No.126, Sasthri road, 3 rd floor, Ramnagar,(Above HDFC Bank),Coimbatore - 641 009.
11	Pooriambakkam	Pooriambakkam Village, Kanchipuram District - 603313
12	Aurangabad	No. 1, GULAB-A Apartment, Rananagar, Opp. Hotel Atithi, Seven Hills, Aurangabad 431 003
13	Jaipur	Office No. 314 situated at Mahima's Trinit, 3 rd Floor, Plot No. 5, Swage Farm, New Sanganer Road, Jaipur - 302019
14	Pune	Office No. B1, First Floor, Pinnac Commercial & Residential Complex, Dnyaneshwar Co-Operative Housing Society, Pune Satara Road, Dhankawadi, Pune- 411043
15	Mumbai	Office No.1507, 15 th floor, , Plot No.19 & 20, Sector 19 D, Vashi, Navi Mumbai, Maharashtra - 400 703.
16	Delhi	B-231, Greater Kailash, Part-I, New Delhi-110 048
17	Patna	House No-B-123,1st floor, Buddha colony, Patna - 800001
18	Kolkata	BG-179, Sector-2, Salt Lake, Bidhan Nagar, Kolkata - 700 091
19	Bodi	41/1 & 41A, SS Puram Road, Ward No 10, Bodinayakanur - 625513

B) Branch offices of Samunnati Agri Innovations Lab Private Limited

S. No.	Branch Name	Branch Address
1	Andhra Pradesh	No. 80/135, Venkatadri Nagar, Gooty Road, Kurnool Town, Kurnool - 523357, Andhra Pradesh
2	Karnataka	Survey No.72/5, Khata No.51/38/59, Village Raghunathpura, Taluk-Dodaballapura, Bangalore Rural-561205
3	Madhya Pradesh	Shop No.3, Ground Floor, Kushawaha Complex, Ratibad Road, Bhopal -462044
4	Madhya Pradesh	Goyal Duplex No.04, Gulmohar Colony, Behind Savoy Complex, Bhopal - 462039
5	Telangana	Unit No.1, Door No.02-092/2/B/8&10 First Floor, Pipeline Road, Hyderabad 500054
6	Delhi	B-231, Ground Floor, GK-1, New Delhi - 110048

(e) **Project cost and means of financing, in case of funding of new projects**

Not Applicable

2.7 EXPENSES OF THE ISSUE

As per the relevant Key Information Document.

2.8 FINANCIAL INFORMATION:

- i. Audited financial statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement) for a period of three completed years: The financial statements of the Issuer for the financial years ending March 31, 2021, March 31, 2022 and March 31, 2023 have been audited and certified by the Statutory Auditor(s) of the Issuer and accompanied with the auditor's report along with the requisite schedules, footnotes, summary etc., are annexed herein as **Part 1 of Annexure A** (*Audited Financial Statements for the Last Three Financial Years, i.e. FY 21, FY 22 and FY 23*). Each of the Statutory Auditor(s) holds a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

Columnar representation of the Standalone Audited Financial Statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement):

Balance Sheet as at 31st March 2021, 31st March 2022, 31st March 2023 and 30th September 2023
(INR MN)

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
Assets				
Financial assets				
Cash and cash equivalents	383.24	935.83	990.48	1,157.74
Bank balances other than (a) above	625.5	218.08	221.45	523.55
Loans	10,263.95	10,448.04	12,481.26	9,676.19
Investments	3,376.98	2,679.90	1,811.11	1,156.14
Other financial assets	96.78	32.38	81.74	111.33
Non-financial assets				
Current tax assets (net)	344.02	296.23	175.89	58.42
Deferred tax assets (net)	521.86	563.60	245.22	105.09
Property, plant and equipment	33.24	42.77	59.97	54.38
Right of use assets	8.8	13.61	12.37	11.22
Other intangible assets	31.81	38.96	24.76	25.23
Intangible assets under development	30.27	22.92	27.68	0.46
Other non-financial assets	43.09	31.25	37.63	28.68
Total assets	15,759.54	15,323.57	16,169.56	12,908.43
Liabilities and Equity				
Liabilities				
Financial liabilities				
Payables				
(I) Trade Payables				
(i) total outstanding dues of micro enterprises and small enterprises	0	0	0.67	0.13
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	5.36	22.84	45.45	15.96

Debt securities	4,311.29	5,075.53	5,301.33	4,213.92
Borrowings (other than debt securities)	4,232.17	4,437.07	5,300.64	3,479.32
Other financial liabilities	124.81	127.90	116.77	29.46
Non-financial liabilities				
Provisions	40.9	31.88	34.43	27.30
Other non-financial liabilities	21.42	26.89	26.73	16.75
Equity				
Equity share capital	22.59	21.25	20.45	19.76
Other equity	7,001.00	5,580.21	5,323.09	5,105.83
Total Equity	7,023.59	5,601.46	5,343.54	5,125.59
Total Liability and equity	15,759.54	15,323.57	16,169.56	12,908.43

Profit and Loss statement as at 31st March 2021, 31st March 2022, 31st March 2023 and 30th September 2023
(INR MN)

	Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
I	Revenue from operations				
I	Interest income	992.08	1884.03	1692.47	1603.86
	Bad debts recovered	41.26	87.51	30.01	0.00
		1033.34	1971.54	1722.48	1603.86
II	Other income	51.71	140.58	81.54	72.97
III	Total income (I+II)	1085.05	2112.12	1804.02	1676.82
	Expenses				
i	Finance costs	534.40	1215.74	977.17	684.09
ii	Impairment on financial instruments	24.46	1370.73	744.54	322.51
iii	Employee benefit expenses	216.36	484.98	627.69	465.75
iv	Depreciation and amortization	25.67	49.31	47.61	28.08
v	Other expenses	138.95	288.83	223.00	173.61
IV	Total expenses	939.84	3409.58	2620.01	1674.05
V	Profit before tax (III-IV)	145.21	-1297.46	-815.99	2.77
VI	Tax expense				
i	Current tax	0.00	1.26	0.00	0.00
ii	MAT Credit Entitlement	0.00	0.00	0.00	0.00
iii	Deferred tax	46.60	-318.99	-149.81	-0.96
		46.60	-317.73	-149.81	-0.96
VII	Profit/ (loss) for the year (V-VI)	98.61	-979.74	-666.18	3.74
VI II	Other comprehensive income (OCI)				
i	Items that will not be reclassified to profit or loss				
	a) Remeasurement (gains) and losses on defined benefit plans	1.81	-3.97	1.52	-5.49
	b) (Gains) and losses on Hedge Accounting	17.51	0.00	0.00	0.00

	ii	Income tax impact thereon	-4.86	-3.65	-5.03	1.38
		Other comprehensive income (i)+(ii)	14.46	-7.61	-3.50	-4.11
IX		Total comprehensive income for the year (VII+VIII)	84.15	-972.12	-662.68	7.85
X		Earnings per equity share (face value Rs. 10/- per equity share)				
		Basic (₹)	43.78	-472.61	-325.9	10.35
		Diluted (₹)	43.78	-472.61	-325.9	10.35

Cashflow statement as at 31st March 2021, 31st March 2022, and 31st March 2023 and 30th September 2023

(INR MN)

Particulars	As September 2023 (Unaudited)	at 30, March 31, 2023 (Audited)	at 31, March 2022 (Audited)	at 31, March 2021 (Audited)
A. Operating activities				
Profit / (loss) before tax	145.23	(1,297.38)	(816.00)	2.77
<i>Adjustments for:</i>				
Depreciation and amortization	25.67	49.32	47.61	28.09
Employee stock option expenses	(2.24)	58.29	57.03	40.98
Gratuity and leave encashment expenses	7.74	12.42	17.39	-
Loss on sale of property, plant and equipment	-	(0.92)	(0.27)	0.74
Income from mutual funds	(17.51)	(35.66)	(13.84)	(4.00)
Income from debt funds	-	(1.31)	(16.58)	(9.65)
Interest expenses towards financing activities	533.79	1,214.02	975.19	
Interest expense on lease liability	0.61	1.72	1.98	
Unwinding interest of debt component of OCRPS		1.03	-	
MTM gain booked on ECB loans		(17.84)	-	
Impairment on financial instruments	(276.55)	660.73	200.24	23.59
Bad debts written off	301.01	710.00	555.91	298.92
Amortisation of origination costs of borrowings	13.61	75.60	43.74	22.59
	586.13	2,727.40	1,868.40	401.26
Cash generated from operations before working capital changes	731.36	1,430.02	1,052.40	404.03
Changes in working capital:				
Loans	159.63	662.49	(3,561.22)	(2,570.43)
Other financial assets	(64.40)	49.36	29.02	(4.91)
Other non-financial assets	(11.84)	6.38	(9.61)	2.88
Net movement in provisions	(0.53)	(14.09)	(7.81)	3.51
Trade Payables	(17.48)	(23.28)	30.03	(0.68)
Other financial and non-financial liabilities	(17.23)	10.27	70.13	(39.89)
Cash used in operations	779.51	2,121.15	(2,397.06)	(2,205.49)
Income taxes paid (net of refunds)	(47.79)	(125.37)	(108.17)	(43.53)
Net cash (used in) operating activities (A)	731.72	1,995.78	(2,505.23)	(2,249.02)
B. Investing activities				

Purchase of property, plant and equipment and intangible assets	(11.83)	(30.50)	(74.07)	(12.21)
Proceeds from sale of property, plant and equipment	0.30	1.96	2.59	1.02
Movement in capital advances		-	0.57	1.98
Movement in deposits with banks and financial institutions	(407.42)	3.37	302.10	(259.51)
Purchase of investments	(8,150.00)	(17,155.17)	(23,686.62)	(376.04)
Proceeds from sale of investments	7,452.92	16,286.38	23,845.29	-
Income received on investments measured at amortised cost, FVTPL and at cost	17.49	36.97	30.42	13.65
Net cash (used in) investing activities (B)	(1,098.54)	(856.99)	420.28	(631.11)
C. Financing activities				
Utilisation of securities premium	-	-	10.72	-
Issue of Compulsorily Convertible Preference Shares	1,340.00	800.00	0.68	-
Issue of Optionally convertible redeemable preference shares	-	400.00	-	-
Proceeds from debt securities	745.00	585.00	2,078.23	3,143.37
Repayment of debt securities	(1,509.24)	(810.80)	(990.82)	(575.00)
Repayment of principal portion of lease liability	(8.84)	(12.74)	(9.35)	
Repayment of interest portion of lease liability	(0.61)	(1.72)	(1.98)	
Proceeds from other than debt securities	2,894.00	4,541.71	6,466.97	3,756.50
Repayment of other than debt securities	(3,116.44)	(5,487.39)	(4,675.02)	(3,471.02)
Interest paid	(529.64)	(1,207.51)	(961.74)	
Net cash generated from financing activities (C)	(185.77)	(1,193.45)	1,917.69	2,853.85
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	(552.59)	(54.66)	(167.26)	(26.28)
Cash and cash equivalents at the beginning of the year	935.83	990.48	1,157.74	1,184.02
Cash and cash equivalents at the end of the year	383.24	935.82	990.48	1,157.74
Components of cash and cash equivalents				
Cash and cash equivalents at the end of the year				
- Cash on hand		-	-	0.08
- Balances with banks in current accounts	383.24	935.83	582.44	1,157.66
-in deposit account (with original maturity up to 3 months)	-		408.04	-
Total	383.24	935.83	990.48	1,157.74

Columnar representation of the Consolidated Audited Financial Statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement):

Consolidated Basis

(In millions)

Balance Sheet as at 31st March 2021, 31st March 2022, 31st March 2023 and 30th September 2023

(INR MN)

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
ASSETS				
Financial assets				
Cash and cash equivalents	683.82	1,247.45	1,167.65	1,352.37
Bank balances other than (a) above	650.50	421.01	512.15	651.74

Trade receivables	3,281.73	2,846.83	3,477.40	2,719.66
Loans	10,115.49	10,153.51	11,061.68	9,220.76
Investments	756.73	11.92	192.37	455.95
Other financial assets	68.62	59.90	152.09	167.31
Non-financial assets				
Inventories	552.85	1,056.56	849.16	22.68
Current tax assets (net)	413.98	354.45	189.33	62.51
Deferred tax assets (net)	782.30	824.05	396.54	145.61
Property, plant and equipment	127.54	139.68	108.13	60.71
Right of use assets	22.40	32.64	31.23	18.41
Other intangible assets	856.21	869.85	800.48	25.39
Intangible assets under development	40.70	22.92	71.50	15.38
Biological Assets	0.56	0.59	0.64	
Other non-financial assets	132.36	441.42	243.94	74.59
Total assets	18,485.80	18,482.77	19,254.29	14,993.07
LIABILITIES AND EQUITY				
Liabilities				
Financial liabilities				
Trade payables				
Total outstanding dues of micro enterprises and small enterprises	-	-	0.67	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	144.19	306.21	697.42	77.84
Borrowings				
Debt securities	4,311.29	5,075.53	5,294.84	4,213.92
Borrowings (other than debt securities)	7,633.76	7,983.20	8,017.28	5,343.40
Other financial liabilities	184.65	192.09	176.19	131.17
Non Financial Liabilities				
Current tax liabilities (Net)	0.04	0.02	-	
Provisions	60.31	51.28	44.46	30.95
Other non-financial liabilities	262.85	294.37	216.69	181.99
Equity				
Equity share capital	22.59	21.25	20.45	19.76
Other equity	5,866.11	4,558.83	4,786.29	4,994.04
Total Equity	5,888.70	4,580.09	4,806.74	5,013.80
Total Liabilities and Equity	18,485.80	18,482.77	19,254.29	14,993.07

Profit and Loss Statement as at 31st March 2021, 31st March 2022, 31st March 2023 and 30th September 2023

(INR MN)

Particulars			As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
I	Revenue from operations					
	I	Interest income	951.73	1,745.41	1,640.28	1,574.20
		Bad debts recovered	49.26	88.25	30.01	
	li	Sale of traded goods	10,079.97	16,885.84	21,155.79	7,567.48
	lii	Other operating revenue	0.94	54.97	102.98	80.27
			11,081.91	18,774.47	22,929.06	9,221.95
II	Other income		123.87	223.25	58.08	43.88
III	Total income I+II		11,205.77	18,997.72	22,987.14	9,265.83
	Expenses					
	I	Finance costs	726.57	1,491.71	1,215.52	793.39
	li	Impairment on financial instruments & Allowance for expected credit loss	24.46	1,308.96	1,006.72	396.45
	lii	Purchase of stock-in-trade	9,332.89	16,727.45	21,590.20	7,370.26
	Iv	Changes in inventories of stock-in-trade	595.76	-291.01	-845.11	-15.45
	V	Employee benefit expenses	360.30	880.87	878.33	525.96
	Vi	Depreciation and amortization	44.36	60.74	64.79	33.68
	vii	Other expenses	90.96	706.99	403.80	247.93
IV	Total expenses		11,175.29	20,885.71	24,314.24	9,352.22
V	Loss before tax III-IV		30.48	-1,887.99	-1,327.10	-86.39
VI	Tax expense					
	i	-	-	5.10	-	-
	ii	46.60	46.60	-427.72	-260.71	-20.10
VII	Loss for the year V-VI		-16.12	-1,465.37	-1,066.39	-66.29
VIII	Other comprehensive income OCI					
	i	Items that will not be reclassified to profit or loss				
		- Remeasurement gain / (loss) on defined benefit plans	1.81	-0.94	-2.28	6.39
		(Gains) and losses on Hedge Accounting	17.51			
	ii	Income tax impact thereon	-4.86	0.21	0.34	-1.64
	Other comprehensive income i+ii		14.46	-0.73	-1.94	4.75
IX	Total comprehensive income/loss for the year VII+VIII		-30.58	-1,464.64	-1,064.45	-61.54
X	Earnings per equity share face value ₹ 10/- per equity share					
	Basic ₹		-13.57	-703.95	-521.68	-183.97
	Diluted ₹		-13.57	-703.95	-521.68	-183.97

Cashflow Statement as at 31st March 2021, 31st March 2022, 31st March 2023 and 30th September 2023

(INR MN)

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
A. Operating activities				
Profit / (loss) before tax	30.48	-1,887.99	-1,327.10	-86.39
<i>Adjustments for:</i>				
Depreciation and amortization	44.36	60.74	64.79	33.68
Employee stock option expenses	-2.24	58.29	57.03	40.98
<i>Gratuity and leave encashment expenses</i>				
Gratuity and leave encashment expenses	10.78	26.79	26.95	
Loss on sale of property, plant and equipment	-	0.38	0.08	0.74
Income from mutual funds	-17.51	-42.18	-14.40	-4.06
Income from debt funds	-	-1.31	-16.58	-9.65
Interest expenses towards financing activities	173.94	250.79	194.82	94.37
Interest expense on lease liability	2.16	4.05	4.37	
Unwinding interest of debt component of OCRPS		1.03	-	
MTM gain booked on ECB loans		-17.84	-	
Impairment on financial instruments	-276.55	660.73	200.24	-45.48
Impairment on trade receivables	-54.93	72.51	220.56	73.94
Bad debts written off	301.01	651.56	515.20	368.85
Provision on Inventory		83.61	20.15	
Amortisation of origination costs of borrowings	-	97.42	87.27	33.62
Gain on fair valuation on investments	31.84	-	-	-0.51
Cash generated from operations before working capital changes	243.34	18.58	33.37	500.09
Changes in working capital:				
Loans	13.56	-404.12	-2,556.36	-2,540.43
Other financial assets	-8.71	92.19	3.99	-31.95
Trade receivables	-379.98	558.07	-978.30	-1,198.78
Other non-financial assets	309.05	-197.48	-169.92	2.88
Net movement in provisions	-1.75	-20.91	18.07	4.28
Other financial and non-financial liabilities	-56.47	71.16	74.84	65.59
Inventories	503.71	-291.01	-846.63	-13.93
Trade payables	-162.02	-391.88	620.25	56.49
Cash used in operations	460.73	-565.40	-3,800.69	-3,155.76
Income taxes paid (net of refunds)	-59.54	-170.22	-117.52	-38.54
Net cash used in operating activities (A)	401.18	-735.63	-3,918.21	-3,194.30
B. Investing activities				
Purchase of property, plant and equipment and intangible assets	-26.09	(116.82)	-178.96	-27.06
Proceeds from sale of property, plant and equipment		1.96	8.22	1.11
Movement in capital advances		-	0.57	1.98
Movement in deposits with banks and financial institutions	-229.49	91.14	139.59	-320.92
Purchase of investments	-744.81	-16,360.24	-26,370.45	
Proceeds from sale of investments	-	16,540.69	26,634.03	-342.45

Interest income received on investments measured at amortised cost, FVTPL	17.51	43.49	30.98	13.84
Net cash (used in) investing activities (B)	-982.89	200.22	263.98	-673.50
C. Financing activities				
Issue of Compulsorily Convertible Preference Shares	1,340.00	800.00	0.69	
Issue of Optionally convertible redeemable preference shares	-	400.00	-	
Proceeds from debt securities	-	1,235.00	2,078.23	
Repayment of debt securities	-764.24	-1,454.31	-990.82	
Proceeds/Repayment from debt securities				2,568.37
Repayment of principal portion of lease liability		-23.74	-6.01	
Repayment of interest portion of lease liability		-4.05	-4.37	
Proceeds from other than debt securities	-349.75	12,646.89	9,756.38	
Repayment of other than debt securities		-12,635.34	-7,082.50	
Proceeds/Repayment from other than debt securities				1,462.84
Interest expenses	-207.94	-349.24	-282.09	-95.88
Net cash generated from financing activities (C)	18.08	615.21	3,469.52	3,935.33
Net increase in cash and cash equivalents (A+B+C)	-563.62	79.79	-184.72	67.53
Cash and cash equivalents at the beginning of the year	1,247.45	1,167.65	1,352.37	1,284.84
Cash and cash equivalents at the end of the year	683.82	1,247.45	1,167.65	1,352.37
Components of cash and cash equivalents				
Cash and cash equivalents at the end of the year (also, refer note 3)				
- Cash on hand	0.03	0.23	-	1.66
- In deposit accounts (with original maturity of 3 months or less)	211.79	179.46	408.23	56.94
- Balances with banks in current accounts	472.01	1,067.76	759.42	1,293.77
Total	683.82	1,247.45	1,167.65	1,352.37

For details please refer **Part 1 of Annexure A** (*Audited Financial Statements for the Last Three Financial Years, i.e. FY 21, FY 22 and FY 23*).

- ii. Unaudited financial statements (i.e. Profit and Loss statement, Balance Sheet and Cash Flow statement) for the period from April 1, 2023 to September 30, 2023: The Unaudited financial statements of the Issuer for the period April 1, 2023 to September 30, 2023 annexed herein as **Part 2 of Annexure A** (*Unaudited Financial Statements for the Period from April 1, 2023 to September 30], 2023*).

Columnar representation of the Consolidated Audited Financial Statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement):

For details please refer **Part 2 of Annexure A** (*Unaudited Financial Statements for the Period from April 1, 2023 to September 30, 2023*).

iii. **Key Operational and Financial Parameters on a consolidated and standalone basis:**

Consolidated Financial Statement

Particulars	H1 FY 2023-24	FY 2022-23	FY 2021-22	FY 2020-21
	(Unaudited)	(Audited)	(Audited)	(Audited)
BALANCE SHEET				
Assets				
Property, Plant and Equipment	127.54	139.68	108.13	-
Financial Assets	15,556.90	14740.61	16563.34	14567.79
Non-financial Assets excluding Property, Plant and Equipment	2,801.36	3602.48	2582.82	425.28
Total assets	18,485.80	18482.77	19254.29	14993.07
Liabilities				
Financial Liabilities	12,273.90	13557.04	14186.40	9766.33
-Derivative financial instruments				
-Trade Payables				
-Other Payables				
-Debt Securities				
-Borrowings (other than Debt Securities)				
-Deposits				
-Subordinated liabilities				
-Lease liabilities				
-Other financial liabilities				
Non-Financial Liabilities	323.20	345.65	261.15	212.94
-Current tax liabilities (net)				
-Provisions				
-Deferred tax liabilities (net)				
-Other non-financial liabilities				
Equity (Equity Share Capital and Other Equity)	5,888.70	4580.08	4806.74	5013.80
Non-controlling interest				
Total Liabilities and Equity	18,485.80	18482.77	19254.29	14993.07
PROFIT AND LOSS				
Revenue from operations	11,081.91	18774.47	22929.09	9221.95
Other income	123.87	223.25	58.08	43.88
Total Income	11,205.77	18997.72	22987.14	9265.83
Total Expenses	11,175.29	20885.71	24314.24	9352.22
Profit after tax for the year	(16.12)	(1465.37)	(1066.39)	(66.29)
Other comprehensive income	14.46	(0.73)	(1.94)	4.75
Cash flow				
Net cash from / used in(-) operating activities	192.90	(715.90)	(3918.21)	(3194.30)
Net cash from / used in(-) investing activities	(982.89)	200.21	263.98	(673.50)
Net cash from / used in(-) financing activities	226.35	595.49	3469.51	3935.33
Net increase/decrease(-) in cash and cash equivalents	(563.62)	79.80	(184.72)	67.53
Cash and cash equivalents as per Cash Flow Statement as at end of Half Year	683.84	1247.45	1167.65	1352.37

Additional Information				
Net worth	5,888.70	4,580.09	4,806.74	5,013.80
Cash and cash equivalents	683.82	1,247.45	1,167.65	1,352.37
Loans	10,115.49	10,153.51	11,061.68	9,220.76
Interest Income	951.73	1,745.41	1,640.28	1,574.20
Interest Expense	726.57	1,491.71	1,215.52	793.39
Impairment on Financial Instruments	24.46	1,308.96	1,006.72	396.45

Standalone Financial Statement

(INR in Mn)

<i>Standalone Basis</i>	H1 FY 2023-24	FY 2022-23	FY 2021-22	FY 2020-21
Particulars	(Unaudited)	(Audited)	(Audited)	(Audited)
BALANCE SHEET				
Assets				
Property, Plant and Equipment	33.24	-	-	-
Financial Assets	14746.45	14314.23	15586.04	12624.95
Non-financial Assets excluding property, plant and equipment	979.85	1009.34	583.52	282.82
Total assets	15759.54	15323.57	16169.56	12907.77
Liabilities				
Financial Liabilities	8673.63	9663.34	10764.56	7738.13
-Derivative financial instruments				
-Trade Payables -Debt Securities				
-Borrowings (other than Debt Securities)				
-Subordinated liabilities				
-Other financial liabilities				
Non-Financial Liabilities	62.32	58.77	61.16	44.05
-Current tax liabilities (net)				
-Provisions				
-Deferred tax liabilities (net)				
-Other non-financial liabilities				
Equity (Equity Share Capital and Other Equity)	7023.59	5601.46	5343.54	5125.59
Total Liabilities and Equity	15759.54	15232.57	16169.56	12907.77
PROFIT AND LOSS				
Revenue from operations	1033.34	1972.28	1733.17	1603.86
Other income	51.73	78.99	82.73	72.97
Total Income	1085.07	2051.27	1815.90	1676.83
Total Expense	939.84	3348.64	2631.90	1674.06
Profit after tax for the year	98.63	(983.80)	(666.19)	3.73
Other comprehensive income	(14.46)	0.66	2.07	4.11
Total comprehensive income	84.17	(983.14)	(664.12)	7.84
Earnings per equity share (Basic)	43.78	(472.61)	(325.90)	10.35
Earnings per equity share (Diluted)	43.78	(472.61)	(325.90)	1.64
Cash Flows				
Net cash from / used in(-) operating activities	731.72	1995.79	(2505.23)	(2249.02)
Net cash from / used in(-) investing activities	(1098.54)	(856.99)	420.28	(631.11)
Net cash from / used in(-) financing activities	(185.77)	(1193.45)	1917.69	2853.85
Net increase/decrease(-) in cash and cash equivalents	(552.59)	(54.65)	(167.26)	(26.28)
Cash and cash equivalents as per Cash Flow Statement as at end of the Year	383.24	935.83	990.48	1157.74
Additional Information				
Net worth	7,023.59	5,601.46	5,343.54	5,125.59

Cash and cash equivalents	383.24	935.83	990.48	1,157.74
Loans	10,263.95	10,448.04	12,481.26	9,676.19
Interest Income	992.08	1884.03	1692.47	1603.86
Interest Expense	534.40	1215.74	977.17	684.09
Impairment on Financial Instruments	24.46	1370.73	744.54	322.51

(INR in Mn)

iv. **Details of any other contingent liabilities of the Issuer including amount and nature of liability:**

Claims against the company not acknowledged as debts :

The Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18, AY 18-19 and AY 20-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Company has obtained a stay on collection of the demand provided below. The Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at March 31, 2023

	AY 2016-17	AY 2017-18	AY 2018-19	AY 2020-21
Amount of demand	10.24	-	0.26	106.03
Amount paid against stay	2.10	-	-	21.21

As at March 31, 2022

	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

Please see **Annexure F**.¹

v. **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:**

Name : Samunnati Agro Solutions Pvt. Limited
Nature of counter Party: Subsidiary
Amount : ₹ 2199.23 Mn

2.9 BRIEF HISTORY OF THE ISSUER SINCE ITS INCORPORATION GIVING DETAILS OF ITS FOLLOWING ACTIVITIES:

(a) **Details of Share Capital as on December 31, 2023:**

Share Capital	
Authorized Share Capital	INR 30.50 Million
Issued, Subscribed and Paid-up Share Capital	INR 25.12 Million

(b) **Changes in its capital structure as at last quarter end, for the preceding three financial years and current financial year:**

Date of change (AGM/ EGM)	Issued and Paid up Capital (Face Value) (Amount in Rs)	Particulars
10-02-2015 (EGM)	Equity Share Capital Rs 50,00,000/-	Increase of the authorized share capital of the Company from Rs. 1,00,000/- (Rupees One Lac only) divided into 10,000 (Ten thousand) Equity shares of Rs. 10/- (Rupees ten only)

¹ Please note that the Company has provided details for the 3 financial years ending March 31, 2021, March 31, 2022 and March 31, 2023 and for the period from April 1, 2023 to June 30, 2023.

	Preference Share Capital Rs 40,00,000/-	each to Rs. 90,00,000/- (Rupees Ninety Lacs only) divided into 5,00,000 (Five Lacs) Equity shares of Rs. 10/- (Rupees ten only) each and 4,00,000 (Four lacs) Preference shares of the Company of Rs. 10/- (Rupees Ten only)
30-01-2017 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 75,00,000/-	Increase of the authorized share capital of the Company from Rs. 90,00,000/- (Rupees Ninety Lacs only) divided into 5,00,000 (Five Lacs) Equity shares of Rs. 10/- (Rupees ten only) each and 4,00,000 (Fours lacs) Preference shares of Rs 10/-each to Rs 1,50,00,000/-(Rupees One Crore Fifty Lacs only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees Ten only) each and 7,50,000 (Seven Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
20-12-2017 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 1,25,00,000/-	Increase of the authorized share capital of the Company from Rs 1,50,00,000/-(Rupees One Crore Fifty Lacs only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs. 10/- (Rupees Ten only) each and 7,50,000 (Seven Lacs Fifty Thousand) Preference shares of Rs 10/-each to Rs 2,00,00,000(Rupees Two Crores only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees Ten Only) each and 12,50,000 (Twelve Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
29-04-2019 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 1,75,00,000/-	Increase of the authorized share capital of the Company from Rs 2,00,00,000 (Rupees Two Crores) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 12,50,000 (Twelve Lacs Fifty Thousand) Preference shares of Rs 10/- each to Rs 2,50,00,000 (Rupees Two Crores Fifty lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only) each and 17,50,000 (Seventeen Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
06-10-2022 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 1,90,00,000/-	Increase of the authorized share capital of the Company from Rs 2,50,00,000 (Rupees Two Crores Fifty Lakhs) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 17,50,000 (Seventeen Lacs Fifty Thousand) Preference shares of Rs 10/- each to Rs 2,65,00,000 (Rupees Two Crores Sixty Five lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only)

		each and 19,00,000 (Nineteen Lacs) Preference shares of Rs 10/- (Rupees ten only) each
15.03.2023 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 2,30,00,000/-	Increase of the authorized share capital of the Company from Rs 2,65,00,000 (Rupees Two Crores Sixty Five Lakhs) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 19,00,000 (Nineteen Lacs) Preference shares of Rs 10/- each to Rs 3,05,00,000 (Rupees Three Crores Five lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only) each and 23,00,000 (Twenty Three Lacs) Preference shares of Rs 10/- (Rupees ten only) each

(c) Details of the equity share capital for the preceding three financial years and current financial year as on the date of the General Information Document:-

Date of Allotment	No of Equity Shares	Face Value (Rs.)	Issue Price (Rs.)	Consideration (cash, other than cash)	Nature of Allotment	No of Equity Shares	Equity Shares Capital	Equity Share Premium (Rs)	Remarks
23-Jun-14	5,000	10	10	50,000	Preferential Issue on Private Placement Basis	5,000	50,000	-	
19-Feb-15	2,40,000	10	10	24,00,000	-	2,45,000	24,50,000	-	
23-Jun-14	5,000	10	10	50,000	-	2,50,000	25,00,000	-	
19-Feb-15	62,500	10	10	6,25,000	-	3,12,500	31,25,000	-	
25-Feb-15	100	10	384	38,400	-	3,12,600	31,26,000	37,400	
31-Mar-16	61,142	10	654.22	4,00,00,319	-	3,73,742	37,37,420	3,93,88,899	
30-Jan-17	6,794	10	263.65	17,91,238	-	3,80,536	38,05,360	17,23,298	
28-Jan-17		10	10	0	-	3,80,536	38,05,360	-	
02-Feb-17	14,557	10	1030.4	1,49,99,533	-	3,95,093	39,50,930	1,48,53,963	
27-Feb-17	100	10	1030.4	1,03,040	-	3,95,193	39,51,930	1,02,040	
20-Dec-17	70,368	10	1240.21	8,72,71,097	-	4,65,561	46,55,610	8,65,67,417	
27-Dec-17	100	10	2676.97	2,67,697	-	4,65,661	46,56,610	2,66,697	
22-Apr-19		10	10	0	-	4,65,661	46,56,610	-	
29-Apr-19	1,15,000	10	3752.55	43,15,43,250	-	5,80,661	58,06,610	43,03,93,250	
24-May-19	100	10	6172.02	6,17,202	-	5,80,761	58,07,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,80,861	58,08,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,80,961	58,09,610	6,16,202	

24-May-19	100	10	6172.02	6,17,202	-	5,81,061	58,10,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,81,161	58,11,610	6,16,202	
20-Jan-20	(7,300)					573,861	57,38,610		Buyback of shares

(d) Details of any acquisition of or amalgamation with any entity in the preceding one year:

Nil

(e) Details of any reorganization or reconstruction in the preceding one year:

Type of Event	Date of Announcement	Date of Completion	Details
Nil	Nil	Nil	Nil

(f) Details of the Shareholding of the Issuer as at December 31, 2023, as per the format specified under the listing regulations:

Category (I)	Category of shareholder (II)	Nos. of shareholders (III)	No. of fully paid up equity shares held (IV)	No. of Partly paid-up equity shares held (V)	No. of shares underlying Depository Receipts (VI)	Total nos. shares held (VII) = (IV)+(V)+(VI)	Shareholding as a % of total no. of shares (calculated as per SCRR, 1957) (VIII) As a % of (A+B+C2)	Number of Voting Rights held in each class of securities (IX) (Equal Voting Rights)			No. of Shares Underlying Outstanding convertible securities (including Warrants) (X)	Shareholding as a % assuming full conversion of convertible securities (as a percentage of diluted share capital) (XI) = (VII)+(X) As a % of (A+B+C2)	Number of Locked in shares (XII)		Number of Shares pledged or otherwise encumbered (XIII)		Number of equity shares held in dematerialized form (XIV)
								Class eg: X	Class eg: y	Total			No. (a)	As a % of total Shares held (b)	No. (a)	As a % of total Shares held (b)	
(A)	Promoter & Promoter Group	243257	243257	0	0	243257	9.84%	243257	0	243257	100%	0	0%	0	0		238257
(B)	Public	0	0	0	0	0	0	0	0	0	0	0%	0	0	0	0	0
(C)	Non Promoter-Non Public	2014900	2014900	0	0	2014900	81.51%	2014900	0	2014900	100%	18,97,819	100%	0	0		2014900
(C1)	Shares underlying DRs	0	0	0	0	0	0%	0	0	0	0%	0	0%	0	0		0
(C2)	Shares held by Employee Trusts	213523	213523	0	0	213523	8.65	213523	0	213523	100%	0	0%	0	0		0
	Total	2471680	2471680	0	0	2471680	100%	2471680	0	2471680	100%	18,97,819	100%	0	0		24,71,680

- (g) List of top 10 holders of equity shares of the Issuer as on the latest quarter end, i.e. December 31, 2023:

S. No.	Name of the Shareholder	Equity Shares	CCPS	No. of Shares on fully diluted basis	No. of shares held in Demat form	% of holding on fully diluted basis
1	Accel India V (Mauritius) Ltd	75,733	3,84,949	4,60,682	4,60,682	18.64
2	Elevor- M- III	7,571	4,21,522	4,29,093	3,85,645	17.36
3	responsAbility Agriculture I, SLP	7,637	3,66,594	3,74,231	-	15.14
4	Teachers Insurance and Annuity Association of America	100	2,66,730	2,66,830	40,000	10.80
5	Somanapalli Family Private Trust represented by its trustee Mr. Anil Kumar S G	2,38,257	0	2,38,257	2,38,257	9.64
6	Samunnati Employees Stock Option Plan Welfare Trust represented by its Trustee Ms. Aruna Subbaraman	2,13,523	0	2,13,523	-	8.64
7	Elevor I-IV AIF	19,746	1,48,957	1,68,703	1,68,832	6.83
8	responsAbility Sustainable Food - Asia II, SLP through its general partner responsAbility Sustainable Food - Asia II (GP), S.À R.L.	0	1,22,000	1,22,000	-	4.94
9	Accel Growth Fund V L.P	100	1,10,075	1,10,175	-	4.46
10	responsAbility SICAV (Lux) Micro and SME Finance Leaders	100	22,583	22,683	-	0.92

2.10 FOLLOWING DETAILS REGARDING THE DIRECTORS OF THE ISSUER:

- i. Details of the current directors of the Issuer as on the date of this General Information Document:

S. No.	Name of the Directors	Designation	Age	Address	DIN	Date of appointment	Details of other directorship	Whether willful defaulter (Yes/No)
1	Mr. Narsimhan Srinivasan	Independent Director	69	T2, 403, Kapil Malhar, Baner Road, Baner, Pune, 411045, Maharashtra, India	01501266	06/03/2015	Equitas Small Finance Bank Limited	No
2	Mr. Sunil Satyapal Gulati	Independent Director	62	Flat No.703, Sterling Sea Face, Dr. AB Road, Near Poonam Chambers, Worli, Mumbai - 400018	00016990	25-09-2017	Varthana Finance Private Limited Tapstart Capital Private Limited PNB Metlife	No

							India Insurance Company Limited	
							Fincare Small Finance Bank Limited	
							Boson Systems Private Limited	
							Merisis Advisors Private Limited	
							Kinara Capital Private Limited	
							Arthan Finance Private Limited	
							SBI Mutual Fund Trustee Company Private Limited	
							Perfios Account Aggregati on Services Private Limited	
							Revgro Capital Private Limited	
3	Mr. Krishnan K	Independent Director	69	2B, Block D, Raintree Apartments, 21 Venus Colony, 2 nd Cross Street, Alwarpet, Chennai - 600018	01109189	15/02/1955	Thinksyn q Solutions Private Limited EM3 Agriservic	

							es Private Limited Chennai Business School Limited	
4	Ms. Jyotsna Krishnan	Nominee Director	42	1031, Prestige Woodland Park, Banaswadi Main Road, Next to ITC Infotech, Maruthisevanagar, Cox Town, Bengaluru, Karnataka - 560005	06572288	06/03/2015	Elevart Advisors Private Limited QFI Technologies Private Limited Curebay Technologies Private Limited Empact NXT Advisory Private Limited	No
5	Mr. Mahendran Balachandran	Nominee Director	59	301, F Block, 3, Raheja Residency, Koramangla, Bangalore - 560034	00121640	17/03/2017	Vinculum Solutions Private Limited Probe Information Services Private Limited Universal Sportsbiz Private Limited Power2sme Private Limited Sayre Therapeutics Private Limited Indifi Technologies Private Limited	No

							Mynvax Private Limited	
6	Mr. Akshay Dua	Nominee Director	44	H.No.V-11/57, DLF PH-3, BLOCK-V, VILL Nathupur, Gurgaon - 122002	03144843	08/02/2018	Wingreens Farms Private Limited Sara Plast Private Limited Suminter India Organics Private Limited Arthashashtra Fintech Private Limited	No
7	Mr. Stephen Dongwon Lee	Nominee Director	4	3 Hullet Road 08-03 ,NA,Singapore,22 9158,NA,Singapore	08640160	30/11/2023	Kinara Capital Private Limited Aviom India Housing Finance Private Limited Arohan Financial Services Limited Aavishkaar Venture Management Services Private Limited	No
8	Mr. Anil Kumar S G	Founder and CEO	60	No. 1402, Aurora Block, 14th Floor, ASV Alexandria, Sholinganallur, Chennai - 600119	01189011	23/06/2014	Samunnati Agro Solutions Private Limited Ripples of Change Foundation	No

							Samunnat i Finance Private Limited	
							Samunnat i Investmen t Managem ent Services Private Limited	
9	Mr. Gurunath N	Wholetime Director	60	Plot No.16, Ahaan Old 116, New 49, Govind Royal Enclave, Vettuvankeni, Injambakkam, Kancheepuram - 600115	027995 86	21/06/201 7	Samunnat i Finance Private Limited Tequip Software Solutions (OPC) Private Limited	No

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

- ii. Details of change in directors in the preceding three financial years and current financial year:

Name	Designation	DIN	Date of appointment	Date of cessation, if applicable	Date of resignation, if applicable	Remarks
Mr. Krishnan K	Independent Director	01109189	18.09.2023			NIL
Dr. Venkatesh Tagat	Independent Director	02728441		17.09.2023		NIL
Ms. Rekha Natrajan Unnithan	Nominee Director	08354141		29.11.2023		NIL
Mr. Stephen Dongwon Lee	Nominee Director	08640160	30.11.2023			NIL

- iii. Details of directors' remuneration, and such particulars of the nature and extent of their interests in the Issuer (during the current year and preceding 3 (three) financial years):-

INR MN

Sr No.	Name of the Director	From April 1, 2023 until December 31, 2023	2022-2023	2021-2022	2020-2021
1.	Mr. Anil Kumar S G	23.02	21.75	18.12	16.50
2.	Mr. Gurunath N	8.20	11.86	8.28	8.05

- (a) Remuneration payable or paid to a director by the Issuer, its subsidiary or associate company;

Details of remuneration to executive directors is given above. No remuneration except sitting fee is paid to Independent Directors. Other directors are not paid any remuneration.

Please refer to **Annexure C**.

- (b) Shareholding of the director in the Issuer, its subsidiaries and associate companies on a fully diluted basis;

For the details of the shareholding pattern of the Issuer, please refer to **Section 2.9 (f)** above.

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

NIL

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

- I. in the promotion of the Issuer;

NIL

- II. in any immoveable property acquired by the Issuer in the 2 (two) years preceding the date of the issue document or any immoveable property proposed to be acquired by it

NIL

- III. 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 shall be disclosed.

NIL

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

Not Applicable

2.11 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.

Not Applicable

2.12 FOLLOWING DETAILS REGARDING THE AUDITORS OF THE ISSUER:

i. Details of the auditor of the Issuer:

Name	Address	Date of Appointment
PKF SRIDHAR & SANTHANAM LLP	PKF SRIDHAR & SANTHANAM LLP, KRD GEE GEE Crystal, 7th Floor, 91-92, Dr. Radhakrishnan Salai, Mylapore, Chennai 600 004.	August 31, 2021

ii. Details of change in auditor for preceding three financial years and current financial year:

Name	Address	Date of Appointment	Date of Cessation, if applicable	Date of resignation, if applicable
Walker Chandiok & Co LLP	Walker Chandiok & Co LLP, 7 th Floor, Prestige Polygon, 471, Anna Salai, Teynampet, Chennai – 600018 Tamil Nadu	September 30, 2015	NA	August 31, 2021
PKF SRIDHAR & SANTHANAM LLP	PKF SRIDHAR & SANTHANAM LLP, KRD GEE GEE Crystal, 7th Floor, 91-92, Dr. Radhakrishnan Salai, Mylapore, Chennai 600 004.	August 31, 2021	NA	NA

2.13 DETAILS OF FOLLOWING LIABILITIES OF THE ISSUER AS AT THE END OF THE PRECEDING QUARTER (I.E. SEPTEMBER 30, 2023), OR IF AVAILABLE, A LATER DATE:-

i. Details of outstanding secured loan facilities:-

Lender's Name	Type of facility and currency	Sanction Amount (in Rs Mn)	Outstanding Principal Amount (in Rs. Mn)	Repayment date	Security	Credit Rating, if applicable	Asset Classification
FMO	Debenture	448.00	224.00	15-Dec-23	100%	BBB	Standard
Triodos	Debenture	450.00	450.00	24-Sep-24	101%	BBB	Standard
Triodos	Debenture	448.00	224.00	15-Dec-23	101%	BBB	Standard
Symbiotics	Debenture	506.25	0.05	20-Aug-25	100%	BBB	Standard
Symbiotics	Debenture	345.00	345.00	15-Jul-26	100%	BBB	Standard
Symbiotics	Debenture	585.00	585.00	02-Aug-28	100%	BBB	Standard
Responsibility	Debenture	245.00	245.00	17-Apr-25	110%	BBB	Standard
DWM	Debenture	354.00	354.00	30-Apr-24	100%	BBB	Standard
Blue Orchard	Debenture	400.00	300.00	30-Apr-24	105%	BBB	Standard
Blue Orchard	Debenture	594.00	594.00	15-Feb-26	105%	BBB	Standard
Incofin	Debenture	244.00	244.00	06-Sep-24	105%	BBB	Standard
Vivriti Asset Management	Debenture	370.00	185.00	28-Dec-24	110%	BBB	Standard
Alteria Capital	Debenture	250.00	235.29	01-Feb-25	110%	-	Standard
Northern Arc	Commercial Paper	250.00	250.00	28-Nov-23	0%	A2	Standard
Triple Jump	ECB	353.18	117.79	14-Aug-25	100%	BBB	Standard
Triple Jump	ECB		117.66	14-Aug-25	100%	BBB	Standard
Triple Jump	ECB	332.64	332.64	16-Jun-25	100%	BBB	Standard
USDFC	ECB	1,640.00	624.00	15-Mar-29	115%	BBB	Standard
IDFC First Bank	Term Loan	750.00	300.00	05-Sep-24	110%	BBB	Standard
IDFC First Bank	Term Loan	250.00	218.75	25-May-25	110%	BBB	Standard
Incred	Term Loan	150.00	127.09	10-Dec-24	110%	-	Standard
MAS Financial Services	Term Loan	150.00	100.00	25-Mar-24	115%	-	Standard
MAS Financial Services	Term Loan	150.00	100.00	25-Mar-24	115%	-	Standard
MAS Financial Services	Term Loan	100.00	66.67	25-Mar-24	115%	-	Standard
MAS Financial Services	Term Loan	100.00	88.89	05-Apr-24	115%	-	Standard
MAS Financial Services	Term Loan	100.00	88.89	05-Apr-24	115%	-	Standard
MAS Financial Services	Term Loan	100.00	88.89	05-Apr-24	115%	-	Standard
Nabkisan Finance	Term Loan	150.00	62.50	01-Nov-24	110%	BBB	Standard
Nabsamruddhi	Term Loan	150.00	4.88	31-Oct-23	110%	BBB	Standard
State Bank of India	Term Loan	400.00	48.80	01-Jul-24	133%	BBB	Standard

State Bank of India	Term Loan	150.00	54.40	30-Jul-24	133%	BBB	Standard
Northern Arc	Term Loan	300.00	51.82	05-Oct-23	110%	-	Standard
Northern Arc	Term Loan	350.00	235.75	25-Jan-24	110%	-	Standard
Northern Arc	Term Loan	300.00	300.00	05-Apr-24	110%	-	Standard
Vivriti Capital	Term Loan	300.00	225.00	15-Mar-25	110%	-	Standard
Vivriti Capital	Term Loan	250.00	170.00	25-Oct-24	110%	-	Standard
Maanaveeya	Term Loan	250.00	35.80	20-Dec-23	110%	-	Standard
Maanaveeya	Term Loan	350.00	250.00	31-May-25	110%	-	Standard
TATA Capital	Term Loan	100.00	100.00	15-Sep-25	110%	-	Standard
CSB Bank	Term Loan	300.00	75.00	31-Mar-24	110%	BBB	Standard
Chola Finance	Term Loan	75.00	54.94	05-Feb-25	110%	-	Standard
Magnet	Term Loan	160.00	37.50	01-Jan-25	110%	-	Standard
Magnet	Term Loan	200.00	150.00	01-Apr-25	110%	-	Standard
IDFC Bank	FD OD	200.00	-		100%	BBB	Standard
IDFC Bank	CC	20.00	-	19-May-24	110%	BBB	Standard

ii. Details of outstanding unsecured loan facilities:

Name of the Lender	Type of Facility	Amount Sanctioned	Principal Amount outstanding	Repayment Date Schedule /	Credit Rating, if applicable
NIL	NIL	NIL	NIL	NIL	NIL

iii. Details of outstanding non-convertible securities:

Institution	Tenure (Months)	ROI	Amount Sanctioned in INR Mn	Date of Disbursement	Last Due Date	Credit rating	Secured/unsecured	Security
FMO: Entrepreneurial Development Bank	48	12.30%	353.10	12-Dec-18	12-Dec-22	CRISIL BBB+	Secured	Book debt hypothecation
FMO: Entrepreneurial Development Bank	36	12.06%	448.00	15-Dec-20	15-Dec-23	CRISIL BBB+	Secured	Book debt hypothecation
Triodos	36	12.75%	450.00	24-Sep-18	24-Sep-21	CRISIL BBB+	Secured	Book debt hypothecation
Triodos	36	12.06%	448.00	15-Dec-20	15-Dec-23	CRISIL BBB+	Secured	Book debt hypothecation
CSB	36	12.75%	150.00	17-Jun-20	17-Jun-23	CRISIL BBB+	Secured	Book debt hypothecation

DCB Bank Ltd	36	13.00%	50.00	19-Jun-20	19-Jun-23	CRISIL BBB+	Secured	Book debt hypothecation
Bank of India	36	12.00%	250.00	17-Jul-20	17-Jul-23	CRISIL BBB+	Secured	Book debt hypothecation
Symbiotics	60	12.39%	506.25	20-Aug-20	20-Aug-25	CRISIL BBB+	Secured	Book debt hypothecation
Symbiotics	60	10.70%	345.00	26-Jul-21	15-Jul-26	CRISIL BBB+	Secured	Book debt hypothecation
Responsibility	33	11.72%	330.00	25-Sep-20	25-Jun-23	CRISIL BBB+	Secured	Book debt hypothecation
DWM	36	12.30%	354.00	31-Mar-21	1-Apr-24	CRISIL BBB+	Secured	Book debt hypothecation
Blue Orchard	36	11.00%	400.00	5-Apr-21	5-Apr-24	CRISIL BBB+	Secured	Book debt hypothecation
Incofin	36	10.85%	244.00	6-Sep-21	6-Sep-24	CRISIL BBB+	Secured	Book debt hypothecation
Vivriti Asset Management	36	11.60%	370.00	28-Dec-21	27-Dec-24	CRISIL BBB+	Secured	Book debt hypothecation

iv. Details of commercial paper issuances as at the end of the last quarter i.e., December 31, 2023:

Series of NCS	ISIN	Tenor / Period of Maturity	Coupon	Amount outstanding	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / unsecured	Security	Other details viz. details of Issuing and Paying Agent, details of Credit Rating Agencies
1	INE551U14056	90 days	12.50%	250000000	22 Aug 2023	28 Nov 2023	A 2	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd. Credit Rating Agency: CRISIL
2	INE551U14064	90 days	11.75%	100000000	30 Nov 2023	28 Feb 2024	A2	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd. Credit Rating Agency: CRISIL

v. List of Top 10 holders of non-convertible securities in terms of value (in cumulative basis):

Sr. No	Name of Holders	Face value of holding in INR Mn	Holding as a % of total outstanding non-convertible securities of the issuer
1	FMO	448.00	8%
2	Triodos	450.00	8%
3	Triodos	448.00	8%
4	CSB	150.00	3%
5	DCB Bank Ltd	50.00	1%
6	Bank of India	250.00	5%
7	Symbiotics	506.25	9%
8	Symbiotics	345.00	6%
9	Symbiotics	585.00	11%
10	Responsibility	330.00	6%
11	DWM	354.00	6%
12	Blue Orchard	400.00	7%
13	Blue Orchard	594.00	11%
14	Incofin	244.00	4%
15	Vivriti Asset Management	370.00	7%

vi. List of top ten holders of Commercial Paper in terms of value (in cumulative basis)

Sr. No.	Name of holders	Category of holder	Face value of holding (in ₹)	Holding as a % of total outstanding commercial paper of the Issuer
1	Northern Arc Money Market Alpha Trust	AIF	250000000	71.43%
2	Dvara Kshetriya Gramin Financial Services Private Limited	NBFC	100000000	28.57%

vii. Details of bank fund based facilities/ rest of the borrowing (if any, including hybrid debt like Foreign Currency Convertible Bonds (FCCB), Optionally Convertible Debentures/ Preference Shares) from financial institutions or financial creditor:

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
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

2.14 THE AMOUNT OF CORPORATE GUARANTEE OR LETTER OF COMFORT ISSUED BY THE ISSUER ALONG WITH 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 BORROWINGS 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 IN PART; (II) AT A PREMIUM OR DISCOUNT, OR (III) IN PURSUANCE OF AN OPTION OR NOT.

Name: Samunnati Agro Solutions Pvt. Limited

Nature of counter Party: Subsidiary

Amount: ₹ 2199.23 Mn

- 2.15 WHERE THE ISSUER IS A NON-BANKING FINANCE COMPANY OR HOUSING FINANCE COMPANY THE DISCLOSURES ON ASSET LIABILITY MANAGEMENT (ALM) SHALL BE PROVIDED FOR THE LATEST AUDITED FINANCIALS:**

Enclosed Separately (DNBS04B)

- 2.16 DETAILS OF ALL DEFAULT/S AND/OR DELAY IN PAYMENTS OF INTEREST AND PRINCIPAL OF ANY KIND OF TERM LOANS, DEBT SECURITIES, COMMERCIAL PAPER (INCLUDING TECHNICAL DELAY) AND OTHER FINANCIAL INDEBTEDNESS INCLUDING CORPORATE GUARANTEE OR LETTERS OF COMFORT ISSUED BY THE COMPANY, IN THE PRECEDING THREE YEARS AND THE CURRENT FINANCIAL YEAR.**

NIL

- 2.17 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/COMMERCIAL PAPER:**

The Issuer hereby declares that there has been no material event, development or change on the financials/credit quality (e.g. any material regulatory proceedings against the Issuer/promoters, tax 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 debt securities of the Issuer.

Please refer to **Annexure E**.

- 2.18 ANY LITIGATION OR LEGAL ACTION PENDING OR TAKEN BY A GOVERNMENT DEPARTMENT OR A STATUTORY BODY OR REGULATORY BODY DURING THE THREE YEARS IMMEDIATELY PRECEDING THE YEAR OF THE ISSUE OF GENERAL INFORMATION DOCUMENT AGAINST THE PROMOTER OF THE ISSUER:**

NIL

Please refer to **Annexure E**.

- 2.19 DETAILS OF DEFAULT AND NON-PAYMENT OF STATUTORY DUES FOR THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR:**

NIL

- 2.20 DETAILS OF PENDING LITIGATION INVOLVING THE ISSUER, PROMOTER, DIRECTOR, SUBSIDIARIES, GROUP COMPANIES OR ANY OTHER PERSON, WHOSE OUTCOME COULD HAVE MATERIAL ADVERSE EFFECT ON THE FINANCIAL POSITION OF THE ISSUER, WHICH MAY AFFECT THE ISSUE OR THE INVESTOR'S DECISION TO INVEST / CONTINUE TO INVEST IN THE DEBT SECURITIES AND/ OR NON-CONVERTIBLE REDEEMABLE PREFERENCE SHARES.**

NIL

2.21 DETAILS OF ACTS OF MATERIAL FRAUDS COMMITTED AGAINST THE ISSUER IN THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR, IF ANY, AND IF SO, THE ACTION TAKEN BY THE ISSUER.

NIL

2.22 DETAILS OF PENDING PROCEEDINGS INITIATED AGAINST THE ISSUER FOR ECONOMIC OFFENCES, IF ANY.

NIL

2.23 RELATED PARTY TRANSACTIONS ENTERED DURING THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR WITH REGARD TO LOANS MADE OR, GUARANTEES GIVEN OR SECURITIES PROVIDED.

Nature of Transaction	As at	As at	As at	As at
	9/30/2023	31-03-2023	31-03-2022	31-03-2021
<u>Samunnati Agro Solutions Private Limited</u>				
Loans given	3,410.00	4265.00	3000.00	700.00
Loans Repaid	3,610.00	5465.00	2050.00	670.00
Interest income on Loans	22.47	133.04	95.75	46.70
Corporate Guarantee Provided	2549.91	2199.23	249.77	350.00
Investment in Equity Shares (Non-Current)	1,779.34	999.24	-	-
Income from subsidiary for shared services	13.95	21.49	44.59	47.73
Salaries and wages (Deputation Charges)	8.53	2.87	2.10	19.11
<u>Samunnati Foundation</u>				
Donations made		-	-	2.18
Investment in Share capital	8.50	-	8.40	0.10
Loans given	14.3	1.10	-	-
<u>Samunnati Agri Innovations Lab Private Limited</u>				
Investment in equity shares		50.00	813.64	-
Loan given	47.75	155.00	5.50	-
Loans repaid	0	69.75	-	-
Interest Income	6.96	5.57	0.17	-
<u>Samunnati Finance Private Limited</u>				
Investment in equity shares	25	-	25.00	-
Re-imbursement of expenses		-	0.32	-
<u>Samunnati Investment Management Services Private Limited</u>				
Investment in equity shares		1.00	-	-
Loan given	1.00	0.01	-	-
<u>Anil Kumar S G</u>				
Remuneration		23.02	21.75	18.12
<u>Gurunath N</u>				
Remuneration		8.20	11.86	8.28
<u>Nitin Chaudhary</u>				
Remuneration		-	9.12	8.86
Loans given		-	-	1.00
Loans Repaid		-	0.15	0.85
<u>Ashok Dhamankar</u>				
Remuneration		-	16.94	12.74
<u>Niranjan Chandrasekaran</u>				

Nature of Transaction	As at	As at	As at	As at
	9/30/2023	31-03-2023	31-03-2022	31-03-2021
Remuneration paid		-	-	0.17
<u>Ashwini Venkataraman</u>				
Remuneration		-	0.28	0.28
<u>Arunkumar Sridharan</u>				
Remuneration paid		3.20	0.10	-
<u>Lalit Malik</u>				
Remuneration paid		1.98	-	-
<u>Sitting Fees paid</u>				
Sunil Satyapal Gulati		0.85	1.26	0.83
Narasimhan Srinivasan		0.85	1.11	0.70
Venkatesh Tagat		0.85	0.76	0.53

Please see **Annexure B**

- 2.24 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 FORMAT PROVIDED.**

NIL

- 2.25 IN ORDER TO ALLOW INVESTORS TO BETTER ASSESS THE ISSUE, THE FOLLOWING ADDITIONAL DISCLOSURES TO BE MADE IN THE GENERAL INFORMATION DOCUMENT: (I) A PORTFOLIO SUMMARY WITH REGARDS TO INDUSTRIES/ SECTORS TO WHICH BORROWINGS HAVE BEEN GRANTED BY NBFCs; (II) QUANTUM AND PERCENTAGE OF SECURED VIS-À-VIS UNSECURED BORROWINGS GRANTED BY NBFC; (III) ANY CHANGE IN PROMOTERS' HOLDINGS IN NBFCs DURING THE PRECEDING FINANCIAL YEAR BEYOND THE THRESHOLD SPECIFIED BY THE RESERVE BANK OF INDIA FROM TIME TO TIME.**

A PORTFOLIO SUMMARY WITH REGARDS TO INDUSTRIES/ SECTORS TO WHICH BORROWINGS HAVE BEEN GRANTED BY NBFCs

Sectoral Exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	7,915.80	340.14	4.30%	9,141.20	266.76	2.92%
2. Industry	478.57	-	0.00%	160.41	-	0.00%
3. Services	1,826.77	206.68	11.42%	2,340.25	-	0.00%
4. Personal Loans	1,240.15	132.24	10.66%	1,191.93	207.16	17.38%

QUANTUM AND PERCENTAGE OF SECURED VIS-À-VIS UNSECURED BORROWINGS GRANTED BY NBFC

100% is Unsecured

ANY CHANGE IN PROMOTERS' HOLDINGS IN NBFCs DURING THE PRECEDING FINANCIAL YEAR BEYOND THE THRESHOLD SPECIFIED BY THE RESERVE BANK OF INDIA FROM TIME TO TIME

NIL

2.26 CONSENT OF DIRECTORS, AUDITORS, BANKERS TO ISSUE, TRUSTEES, SOLICITORS OR ADVOCATES TO THE ISSUE, LEGAL ADVISORS TO THE ISSUE, REGISTRAR TO THE ISSUE, AND LENDERS (IF REQUIRED, AS PER THE TERMS OF THE AGREEMENT) AND EXPERTS.

Please refer to the relevant Key Information Document.

2.27 DEBENTURE TRUSTEE:

Please refer to the relevant Key Information Document.

2.28 UNDERWRITING

Please refer to the relevant Key Information Document.

2.29 WHETHER SECURITY IS BACKED BY GUARANTEE OR LETTER OF COMFORT OR ANY OTHER DOCUMENT/LETTER WITH SIMILAR INTENT. 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:

Please refer to the relevant Key Information Document.

2.30 DISCLOSURE OF CASH FLOW WITH DATE OF INTEREST/DIVIDEND/ REDEMPTION PAYMENT AS PER DAY COUNT CONVENTION:

i. The day count convention for dates on which the payment in relation to non-convertible securities which need to be made: As per the relevant Key Information Document.

ii. Procedure and time schedule for allotment and issuance of securities:

Issue opening date	As per the relevant Key Information Document
Issue closing date	As per the relevant Key Information Document
Pay-in Date	As per the relevant Key Information Document
Deemed Date of Allotment	As per the relevant Key Information Document

iii. **Cash flow emanating from the non-convertible securities by way of illustration:**

As per the relevant Key Information Document.

2.31 DISCLOSURES PERTAINING TO WILFUL DEFAULT

Neither the Issuer, nor any of its promoters, the promoter group or directors are debarred from accessing the securities market or dealing in securities by SEBI, or are wilful defaulters. None of the promoters or directors of the Issuer is a fugitive economic offender, or a promoter or whole-time director of another company which is a wilful defaulter.

2.32 DECLARATION BY THE ISSUER

The Issuer hereby confirms that this General Information Document is in compliance with and that nothing in the General Information Document is contrary to the provisions of Companies

Act, the Securities Contracts (Regulation) Act, 1956 and the Securities and Exchange Board of India Act, 1992 and the rules and regulations made thereunder.

2.33 RATING RATIONALE ADOPTED BY THE RATING AGENCIES

Please refer to the relevant Key Information Document..

2.34 DIRECTOR'S CERTIFICATE

Please refer to the relevant Key Information Document.

2.35 SECURITY

Please refer to the relevant Key Information Document.

2.36 LISTING

Please refer to the relevant Key Information Document.

2.37 OTHER DETAILS

- i. Creation of Debenture Redemption Reserve - relevant legislations and applicability.

Please refer to the relevant Key Information Document.

- ii. Issue/instrument specific regulations - relevant details (Companies Act, RBI guidelines, etc.).

Please refer to the relevant Key Information Document.

- iii. Default in Payment:

Please refer to the relevant Key Information Document.

- iv. Delay in Listing:

Please refer to the relevant Key Information Document.

- v. Delay in allotment of securities:

Please refer to the relevant Key Information Document.

- vi. Issue Details:

Please refer to the relevant Key Information Document.

- vii. *Application process:

During the period of the Issue, the Eligible Investors can subscribe to the NCS in accordance with the application process mentioned in the relevant Key Information Document.

- viii. Disclosure prescribed under PAS-4 of Companies (Prospectus and Allotment of Securities) Rules, 2014

Please refer to the Key Information Document.

- ix. 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

- 2.38 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**

As on the date of this General Information Document: NIL

- 2.39 THE AGGREGATE NUMBER OF SECURITIES OF THE ISSUER 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, AND BY THE DIRECTORS OF THE ISSUER AND THEIR RELATIVES, WITHIN SIX MONTHS IMMEDIATELY PRECEDING THE DATE OF FILING THE GENERAL INFORMATION DOCUMENT WITH THE REGISTRAR OF COMPANIES**

NIL

- 2.40 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**

Page no-57 in FY 22-23 , Page 48 in F.Y 21-22 and Page 51 in F. Y 20-21.

- 2.41 THE SUMMARY OF RESERVATIONS OR QUALIFICATIONS OR ADVERSE REMARKS OF AUDITORS IN THE THREE FINANCIAL YEARS IMMEDIATELY PRECEDING THE YEAR OF ISSUE OF GENERAL INFORMATION DOCUMENT, AND OF THEIR IMPACT ON THE FINANCIAL STATEMENTS AND FINANCIAL POSITION OF THE ISSUER, AND THE CORRECTIVE STEPS TAKEN AND PROPOSED TO BE TAKEN BY THE ISSUER FOR EACH OF THE SAID RESERVATIONS OR QUALIFICATIONS OR ADVERSE REMARKS**

NIL

- 2.42 THE DETAILS OF: (A) INQUIRY, INSPECTIONS OR INVESTIGATIONS INITIATED OR CONDUCTED UNDER THE SECURITIES LAWS OR COMPANIES ACT, 2013 OR ANY PREVIOUS COMPANIES LAW; (B) PROSECUTIONS FILED, IF ANY (WHETHER PENDING OR NOT); AND (C) FINES IMPOSED OR OFFENCES COMPOUNDED; IN THE THREE YEARS IMMEDIATELY PRECEDING THE YEAR OF ISSUE OF ISSUE DOCUMENT IN THE CASE OF THE IS**

Name of the Concerned Authority	Date of order/ imposition	Regulation/ Section under which Fine imposed	Details of Fine
Bombay Stock Exchange	27/09/2022	Regulation 57 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015	1,180/-

Bombay Stock Exchange	30/10/2023	Regulation 60 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015	11,800/-
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2.43 SUER BEING A COMPANY AND ALL OF ITS SUBSIDIARIES

NIL

2.44 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

NIL

2.45 UNDERTAKING OF THE ISSUER

Please refer to the relevant Key Information Document.

2.46 DUE DILIGENCE BY THE DEBENTURE TRUSTEE

Please refer to the relevant Key Information Document.

2.47 OBJECTS OF THE ISSUE

Please refer to the relevant Key Information Document.

2.48 SUMMARY OF THE TERMS OF THE ISSUE

Please refer to the relevant Key Information Document.

2.49 THE MATTERS RELATING TO: (I) MATERIAL CONTRACTS; AND (II) TIME AND PLACE AT WHICH THE CONTRACTS TOGETHER WITH DOCUMENTS WILL BE AVAILABLE FOR INSPECTION FROM THE DATE OF GENERAL INFORMATION DOCUMENT UNTIL THE DATE OF CLOSING OF SUBSCRIPTION LIST

Please refer to the relevant Key Information Document.

2.50 INCONSISTENCY/REPUGNANCE

In the event of any inconsistency between this (a) General Information Document and the relevant Key Information Document, the provisions of the relevant Key Information Document shall prevail; and (b) General Information Document and the relevant Transaction Documents, the provisions of the relevant Transaction Documents shall prevail.

SECTION 3: DISCLOSURES UNDER COMPANIES ACT, 2013

1. GENERAL INFORMATION

- i. Name, address, website and other contact details of the Company, indicating both registered office and the corporate office:

Name : SAMUNNATI FINANCIAL
INTERMEDIATION &
SERVICES PRIVATE
LIMITED

Registered Office : Baid Hi Tech Park, 8th Floor,
of Issuer No 129-B, ECR Road,
Thiruvannamiyur, Chennai -
600041

Corporate Office of : Baid Hi Tech Park, 8th Floor,
Issuer No 129-B, ECR Road,
Thiruvannamiyur, Chennai -
600041

Corporate Identity : U65990TN2014PTC096252
Number

Phone No. : +91 04466762400

Contact Person : Saravanan K

Email : saravanan.k@samunnati.com

- ii. Date of Incorporation of the Company: June 23, 2014

- iii. Business carried on by the Issuer and its subsidiaries with the details of branches or units, if any:

Company Overview

Samunnati is focused on financial services and Value Chain Finance for Inclusive Growth with a belief that for a value chain to work well, all the chain actors need have access to formal financial instruments including non-asset products customized to suit the requirements of the Value Chain as well as the stakeholders operating within. The organization functions to permeate targeted sectors viz. enterprises and value chains in homogeneous economies (like a district). The key to the interventions of Samunnati is to understand the local needs of a district specifically the major value chains, to develop selective customized financial solutions across these value chains and thus create vibrant local economies that are efficiently connected to mainstream financial markets. Samunnati aims to address major drivers of an economy together with catalytic interventions like Warehousing, Bulk milk chilling plants etc., to make the entrepreneurial and value chain activities operate more efficiently.

Industry Overview

Agricultural value chain actors need access to finance to develop their businesses. For example take smallholder farmers with fragmented land holdings Smallholder farmers have very restricted access to markets and lack access to warehouses or storage facilities to store their harvest. Consequently, they are strained to sell their surplus produce during the harvest season, when the prices are low. Intermediaries (traders) who can invest their capital as well as access storage space, time and again take advantage of smallholders' limitations: they accumulate agricultural harvest at very low prices and sell them during the most beneficial market conditions. In addition, farmers face enormous difficulties in obtaining credit for their agricultural activities because of the lack of financial services in rural areas. Existing products from formal financial institutions like Banks, MFIs are usually ill suited to the smallholder farmers' livelihoods and frequently on account of their cash flows. Hence these farmers are constrained to resort to borrowing from informal sources.

Even for small enterprises that constitute the MSMES (Micro Small and Medium Enterprises), which play a vital role in the nation's economy, the lack of access to finance and timely credit is the most important reasons for below than normal utilization of their capabilities. The MSMEs which add value to the agricultural produce and also play intermediation role in an Agri value chain, need finance to increase their capacity. MSMEs that operate in activities like dairy farms. trading of commodities need funds to procure raw materials, and stock, pay wages to staff, meet other working capital requirements and at the same time for expansion of business.

(A) Details of subsidiaries or branches or units of the Issuer:

a. A brief summary of the business activities of the subsidiaries of the issuer:

- Samunnati Agro Solutions Private Limited is a wholly owned subsidiary of the Company which trades in Agro commodities.
- Samunnati Finance Private Limited is a wholly owned subsidiary of the Company incorporated on September 22, 2021. The wholly owned subsidiary is yet to commence its business operations and is awaiting the issuance of Non-Banking Finance Company license from the Reserve Bank of India.
- Samunnati Agri Innovations Lab Private Limited ("SAIL") (formerly known as Kamatan Farm Tech Private Limited), which deals in trading of Agro commodities, was acquired as a wholly owned subsidiary on April 16, 2021. During the year under review, the name was changed in order to align the name with the strategic and innovation verticals handled by SAIL. Apart from trading in Agro Commodities, SAIL also strives to make markets work for small holder farmers through strategy, innovation, establishing non-linear business growth channels of crowd and community sourced rural franchisee network of Agri Entrepreneurs, Village Level Entrepreneurs, Farmer Financing, Agri value chain financing through anchor institutions like Agri startups, Business Correspondents and online debt marketplace channels.
- Samunnati Foundation, a wholly owned subsidiary, is a not-for-profit company incorporated under Section 8 of the Companies Act, 2013. It was established to enable inclusive growth and create opportunities for the unserved/ underserved communities in the agricultural ecosystem in order to make a tangible difference to the livelihood of small holder farmers. Samunnati Foundation has been excluded from consolidation as its inclusion is not material to the Group and being not for profit organisation, impairs its ability to transfer any benefit to the Company.
- Samunnati Investment Management Services Private Limited was incorporated as a wholly owned subsidiary of Samunnati Agro Solutions Private Limited on March 08, 2022, which will manage an Alternative Investment Fund ("AIF") (Category 2 – Debt fund) with emphasis on Sustainability, Scalability and Impact. Samunnati Investment Management Services Private Limited is in the process of obtaining requisite license and approvals and is yet to commence its business operations.

b. Details of branches or units where the issuer carries on its business activities, if any:

S. No	Branch Name	Branch Address
1	Palamaner	8-21 Jaiappa street, Gudiyatham road, Palamaner mandal, Chittoor District 517 408
2	Theni	"Thirumalai Complex", 46, Sadayal Street, adjacent to "Anandam Towers", Madurai road, Theni, 645531
3	Santhavasal	No. 75, Srinivasa nagar, C road, Kangirananthal, Santhavasal, Polur Taluk, Tiruvannamalai – 606905
4	Kaveripattinam	5/218, 1 st Floor, Lakshmi Nagar, Kaveripattinam, Krishnagiri District – 635112
5	Oddanchatram	OKS Tower, Market Bypass Road, Near Muthu clinic, Oddanchatram – 624619
6	Hubli	Foundation for Sandboxstartup Initiatives, Gokul road, Opp to Gokul Village, Hubli – 580 030
7	Bhopal	Manav Niket, 30-Press Complex, 1 st Floor, Zone-1, M.P.Nagar, Bhopal – 462 011. (MP)
8	Ahmedabad	Old Dairy Building, Second Floor, Opposite Municipality School, Narangpura Gam, Ahmedabad 380013
9	Uttankarai	Spinning Mill Road, Governor Thoppu, Opp Stadium Uthangarai, Krishnagiri - 635 207
10	Bhubaneswar	HIG-II-124, Satyasai Enclave, 2 nd Floor, Kolathia, Khandagiri, Bhubaneswar - 751024
11	Telangana	No.2-48/5/6, Vaishnavi Cynosure, 3 rd Floor, Opp. to RTTC Telecom Nagar extension, P Janardhan Reddy Nagar, Gachibowli, Hyderabad – 500 081
12	Madurai	No:112, Naga Towers, GST Road, Thirupparangundram road, 1 st floor, Thirunagar 2 nd stop, Madurai – 625006
13	Thiruvannamalai	No.694/B6, Min Nagar 5 th street, 1 st Floor, Thiruvannamali - 606604
14	Guntur	Sailok Complex, 3 rd Floor, Door no. 6-6-37, Block Number 7 of old Ward 3, New Ward 5, Present Ward 9, 6/1 Arundel pet, Guntur, Andhra Pradesh – 522002
15	Pune	Office No. B1, First Floor, Pinnac Commercial & Residential Complex, Dnyaneshwar Co-Operative Housing Society, Pune Satara Road, Dhankawadi, Pune- 411043.
16	Indore	102, Amar Darshan, 2nd Floor. 28/2, Old Palasia, Indore - 452 010
17	Katpadi	No:10, East Main road, 2 nd floor, Gandhi Nagar, Vellore – 632 006
18	Chennai Thiruvanmiyur	Baid Hi-Tech park, 8 th Floor, 129-B ECR Road, Thiruvanmiyur, Chennai 600041
19	Coimbatore	No.126, Sasthri Road, 3 rd Floor, Ramnagar, (Above HDFC Bank), Coimbatore – 641 009
20	Aurangabad	No. 1, GULAB-A Apartment, Rananagar, Opp. Hotel Atithi, Seven Hills, Aurangabad 431 0003
21	Jaipur	Office No. 314 situated at Mahima's Trinitiy, 3 rd Floor, Plot No. 5, Swage Farm, New Sanganer Road, Jaipur – 302019
22	Bangalore	HM Towers, 2 nd floor, A wing, No.58, Brigade road, Bangalore – 560001
23	Mumbai	Office No.1507, 15 th floor, Satra Plaza, Plot No.19 & 20, Sector 19 D, Vashi, Navi Mumbai, Maharashtra – 400 703

S. No	Branch Name	Branch Address
24	Delhi	B-231, Greater Kailash, Part-I, New Delhi-110 048
25	Salem	Sachin Plaza, No.1/1-A, Sri Ram Nagar, 2 nd Floor, Alagapuram, Salem - 636016
26	Trichy	4/49-A, The Astoria, 1st floor, Karur main road, Kambarasampettai, Trichy - 620101
27	Guwahati	Kalpana Market, 1 st floor, Guwahati Club, Silpukhuri, Guwahati, Assam - 781 003

C) Branch offices of Samunnati Agro Solutions Private Limited

S. No	Branch Name	Branch Address
1	Bangalore	HM Towers, 2 nd Floor, No. 58, Brigade Road, Bangalore - 560001
2	Hubli	Foundation for Sandboxstartup Initiatives, Gokul road, Opp to Gokul Village, Hubli - 580 030
3	Bhopal	Manav Niket, 30-Press Complex, 1 st Floor, Zone-1, M.P. Nagar, Bhopal - 462 011
4	Bhubaneswar	HIG-II-124, Satyasai Enclave, 2 nd floor, Kolathia, Khandagiri, Bhubaneswar - 751024
5	Telangana	No.2-48/5/6, Vaishnavi Cynosure, 3 rd floor, Opp. to RTTC Telecom Nagar extension, P Janardhan Reddy Nagar, Gachibowli, Hyderabad - 500 081
6	Guntur	Sailok Complex, 3 rd Floor, Door no. 6-6-37, Block Number 7 of old Ward 3, New Ward 5, Present Ward 9,6/1 Arundel pet, Guntur, Andhra Pradesh - 522002
7	Indore	102, Amar Darshan, 2nd Floor. 28/2, Old Palasia, Indore - 452 010
8	Chennai Thiruvannamiyur	Baid Hi-Tech park, 8 th Floor, 129-B ECR Road, Thiruvannamiyur, Chennai 600041
9	Ahmedabad	Old Dairy Building, Second Floor, Opposite Municipality School, Narangpura Gam, Ahmedabad 380013
10	Coimbatore	No.126, Sasthri road, 3rd floor, Ramnagar,(Above HDFC Bank),Coimbatore - 641 009.
11	Poorimabakkam	Poorimabakkam Village, Kanchipuram District - 603313
12	Aurangabad	No. 1, GULAB-A Apartment, Rananagar, Opp. Hotel Atithi, Seven Hills, Aurangabad 431 003
13	Jaipur	Office No. 314 situated at Mahima's Trinitiy, 3 rd Floor, Plot No. 5, Swage Farm, New Sanganer Road, Jaipur - 302019
14	Pune	Office No. B1, First Floor, Pinnac Commercial & Residential Complex, Dnyaneshwar Co-Operative Housing Society, Pune Satara Road, Dhankawadi, Pune- 411043
15	Mumbai	Office No.1507, 15 th floor, , Plot No.19 & 20, Sector 19 D, Vashi, Navi Mumbai, Maharashtra - 400 703.
16	Delhi	B-231, Greater Kailash, Part-I, New Delhi-110 048
17	Patna	House No-B-123,1st floor, Buddha colony, Patna - 800001
18	Kolkata	BG-179, Sector-2, Salt Lake, Bidhan Nagar, Kolkata - 700 091
19	Bodi	41/1 & 41A, SS Puram Road, Ward No 10, Bodinayakanur - 625513
20	Lucknow	Incuspaze, 11 th Floor, Summit Building, Vibhuti Khand, Gomti Nagar, Lucknow - 226 010

D) Branch offices of Samunnati Agri Innovations Lab Private Limited

S. No.	Branch Name	Branch Address
1	Andhra Pradesh	No. 80/135, Venkatadri Nagar, Gooty Road, Kurnool Town, Kurnool - 523357, Andhra Pradesh
2	Karnataka	Survey No.72/5, Khata No.51/38/59, Village Raghunathpura, Taluk-Dodaballapura, Bangalore Rural-561205
3	Madhya Pradesh	Shop No.3, Ground Floor, Kushawaha Complex, Ratibad Road, Bhopal -462044
4	Madhya Pradesh	Goyal Duplex No.04, Gulmohar Colony, Behind Savoy Complex, Bhopal - 462039
5	Telangana	Unit No.1, Door No.02-092/2/B/8&10 First Floor, Pipeline Road, Hyderabad 500054
6	Delhi	B-231, Ground Floor, GK-1, New Delhi - 110048

iv. Brief particulars of the management of the Issuer:

Following is the composition of the Board of Directors, as on date.

S. No.	Name of the Directors	Designation
1	Mr. Narsimhan Srinivasan	Independent Director
2	Mr. Sunil Satyapal Gulati	Independent Director
3	Mr. Krishnan K	Independent Director
4	Ms. Jyotsna Krishnan	Nominee Director
5	Mr. Mahendran Balachandran	Nominee Director
6	Mr. Akshay Dua	Nominee Director
7	Mr. Stephen Dongwon Lee	Nominee Director
8	Mr. Anil Kumar S G	Founder and CEO
9	Mr. Gurunath N	Wholetime Director

v. Name, address, DIN and occupations of the directors:

S. No.	Name of the Director	Occupation	DIN No	Address
1	Mr. Narsimhan Srinivasan	Independent Director	01501266	T2, 403, Kapil Malhar, Baner Road, Baner, Pune, 411045, Maharashtra, India
2	Mr. Sunil Satyapal Gulati	Independent Director	00016990	Flat No.703, Sterling Sea Face, Dr. AB Road, Near Poonam Chambers, Worli, Mumbai - 400018

S. No.	Name of the Director	Occupation	DIN No	Address
3	Mr. Krishnan K	Independent Director	01109189	2B, Block D, Raintree Apartments, 21 Venus Colony, 2 nd Cross Street, Alwarpet, Chennai - 600018
4	Ms. Jyotsna Krishnan	Nominee Director	06572288	1031, Prestige Woodland Park, Banaswadi Main Road, Next to ITC Infotech, Maruthisevanagar, Cox Town, Bengaluru, Karnataka - 560005
5	Mr. Mahendran Balachandran	Nominee Director	00121640	301, F Block, 3, Raheja Residency, Koramangla, Bangalore - 560034
6	Mr. Akshay Dua	Nominee Director	03144843	H.No.V-11/57, DLF PH-3, BLOCK-V, VILL Nathupur, Gurgaon - 122002
7	Mr. Stephen Dongwon Lee	Nominee Director	08640160	3 Hullet Road 08-03 ,NA,Singapore,229158,NA,Singapore
8	Mr. Anil Kumar S G	Founder and CEO	01189011	No. 1402, Aurora Block, 14th Floor, ASV Alexandria, Sholinganallur, Chennai - 600119
9	Mr. Gurunath N	Wholetime Director	02799586	Plot No.16, Ahaan Old 116, New 49, Govind Royal Enclave, Vettuvankeni,

S. No.	Name of the Director	Occupation	DIN No	Address
				Injambakkam, Kancheepuram - 600115

- vi. Management perception of Risk Factors: Please refer to **Section 1** of this General Information Document read with the relevant Key Information Document.
- vii. Details of defaults, if any, including therein the amount involved, duration of default, and present status, in repayment of:
- A. Statutory Dues: Nil
- B. Debentures and interest thereon: Nil
- C. Deposits and interest thereon: Nil
- D. Loans from any banks or financial institution and interest thereon: Nil
- viii. Name, designation, address and phone number, email ID of the nodal / compliance officer of the Company, if any, for the Issue:
- Name: S. Arun Kumar
- Designation: Chief Compliance Officer
- Address: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvannamiyur, Chennai – 600041
- Phone No.: 9677027227
- Email: arunkumar.sridharan@samunnati.com
- ix. Details of any default in annual filing of the Issuer company under the Companies Act, 2013 or the rules made thereunder:
- NIL

2. PARTICULARS OF OFFER

Financial position of the Company for the last 3 financial years (i.e. FY 21, FY 22 and FY 23) ²	Please refer to Annexure A of this General Information Document.
Date of passing of Board Resolution	As per the relevant Key Information Document.
Date of passing of resolution in general meeting, authorizing the offer of securities	As per the relevant Key Information Document.
Kind of securities offered (i.e. whether share or debentures) and class of security;	As per the relevant Key Information Document.

² Please note that the Company has provided audited financial statements for the 3 financial years ending March 31, 2021, March 31, 2022 and March 31, 2023 in the General Information Document.

the total number of shares or other securities to be issued.	
Price at which the security is being offered, including premium if any, along with justification of the price	As per the relevant Key Information Document.
Name and address of the valuer who performed valuation of the security offered, and basis on which the price has been arrived at along with report of the registered valuer;	As per the relevant Key Information Document.
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)	As per the relevant Key Information Document.
The class or classes of persons to whom the allotment is proposed to be made	As per the relevant Key Information Document.
Intention of promoters, directors or key managerial personnel to subscribe to the offer (applicable in case they intend to subscribe to the offer)	As per the relevant Key Information Document.
The proposed time within which the allotment shall be completed	As per the relevant Key Information Document.
The names of the proposed allottees and the percentage of post private placement capital that may be held by them	As per the relevant Key Information Document.
The change in control, if any, in the company that would occur consequent to the private placement	As per the relevant Key Information Document.
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	Refer 5 (i) (i)
The justification for the allotment proposed to be made for consideration other than cash together with valuation report of the registered valuer	As per the relevant Key Information Document.
Amount, which the Company intends to raise by way of securities	As per the relevant Key Information Document
Terms of raising of securities:	

	Duration, if applicable:	As per the relevant Key Information Document.
	Coupon	As per the relevant Key Information Document.
	Mode of Payment	As per the relevant Key Information Document.
	Mode of Repayment	As per the relevant Key Information Document.
Proposed time schedule for which the Issue is valid	As per the relevant Key Information Document.	
Purpose and objects of the Issue	As per the relevant Key Information Document.	
Contribution being made by the Promoters or directors either as part of the offer or separately in furtherance of the object	As per the relevant Key Information Document.	
Principal terms of assets charged as security	As per the relevant Key Information Document.	
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: As per the relevant Key Information Document.		

3. MODE OF PAYMENT FOR SUBSCRIPTION

As per the relevant Key Information Document.

4. DISCLOSURES WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION, ETC.

Any financial or other material interest of the directors, promoters or key managerial personnel in the Issue and the effect of such interest in so far as it is different from the interests of other persons	As per the relevant Key Information Document.
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 General Information Document 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 E
Remuneration of directors (during the current year and last 3 financial years)	Please refer to Annexure C

Related party transactions entered during the last 3 (three) financial years immediately preceding the year of issue of this General Information Document including with regard to loans made or, guarantees given or securities provided	Please refer to Annexure B
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 General Information 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 remark	-
Details of any inquiry, inspections or investigations initiated or conducted under the Act or any previous company law in the last 3 (three) years immediately preceding the year of circulation of this General Information Document in the case of the Company and all of its subsidiaries, and if there were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last 3 (three) financial years immediately preceding the year of this General Information Document and if so, section-wise details thereof for the Company and all of its subsidiaries	-
Details of acts of material frauds committed against the Company in the last 3 (three) financial years, if any, and if so, the action taken by the company	As has been disclosed to the Board of Directors of the Company, the Company had identified, filed an FIR and reported to the Reserve Bank of India a fraud in October 2020 by one of its borrowers M/s. Sambandh Finserve Private Limited (Amount involved: INR 203 MN). Also, based on the decision by the Joint Lenders' Meeting and approval of the Board, the Company has declared M/s. Margdarshak Financial Services Limited as a fraud account to Reserve Bank of India in October 2022 (Amount involved: INR 175.70 MN). The progress updates on the recovery is also being updated to the Audit Committee/Board of the Company on a quarterly basis.

5. **FINANCIAL POSITION OF THE ISSUER:**

i. **The capital structure of the Issuer company in the following manner in a tabular form:**

The authorised, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value)				
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Equity Share Capital			
No. of shares	7,50,000	5,73,861	5,73,861	5,73,861
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	75,00,000	57,38,610	57,38,610	57,38,610
Total	75,00,000	57,38,610	57,38,610	57,38,610
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Preference Share Capital			
No. of shares	23,00,000	19,37,819	19,37,819	19,37,819
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	2,30,00,000	1,93,78,190	1,93,78,190	1,93,78,190
Total	2,30,00,000	1,93,78,190	1,93,78,190	1,93,78,190
Size of the Present Issue	As per the relevant Key Information Document.			
Paid-up Capital:				
A. After the offer:				
As per the relevant Key Information Document.				
B. After the conversion of convertible instruments (if applicable)				
As per the relevant Key Information Document.				
Share Premium Account:	As per the relevant Key Information Document.			
A. Before the offer:				
B. After the offer:				
Details of the existing share capital of the Issuer:				

i) Equity Share Capital:

Sr No.	Date of Allotment	Number of shares Allotted	Face Value of Shares Allotted (in INR)	Price of Shares (in INR)	Form of Consideration
1.	23-Jun-14	5,000	10	10	Cash
2.	19-Feb-15	2,40,000	10	10	Cash
3.	23-Jun-14	5,000	10	10	Cash
4.	19-Feb-15	62,500	10	10	Cash
5.	25-Feb-15	100	10	384	Cash
6.	31-Mar-16	61,142	10	654.22	Cash
7.	30-Jan-17	6,794	10	263.65	Cash
8.	2-Feb-17	14,557	10	1030.4	Cash
9.	27-Feb-17	100	10	1030.4	Cash
10.	20-Dec-17	70,368	10	1240.21	Cash
11.	27-Dec-17	100	10	2676.97	Cash
12.	29-Apr-19	1,15,000	10	3,752.55	Cash
13.	24-May-19	100	10	6172.02	Cash
14.	24-May-19	100	10	6172.02	Cash
15.	24-May-19	100	10	6172.02	Cash
16.	24-May-19	100	10	6172.02	Cash
17.	24-May-19	100	10	6172.02	Cash
18.	23-Jun-14	5,000	10	10	Cash
19.	19-Feb-15	2,40,000	10	10	Cash
20.	23-Jun-14	5,000	10	10	Cash
21.	19-Feb-15	62,500	10	10	Cash
22.	25-Feb-15	100	10	384	Cash
23.	31-Mar-16	61,142	10	654.22	Cash
24.	30-Jan-17	6,794	10	263.65	Cash
25.	2-Feb-17	14,557	10	1030.4	Cash
26.	27-Feb-17	100	10	1030.4	Cash
27.	20-Dec-17	70,368	10	1240.21	Cash
28.	27-Dec-17	100	10	2676.97	Cash
29.	29-Apr-19	1,15,000	10	3,752.55	Cash
30.	24-May-19	100	10	6172.02	Cash
31.	24-May-19	100	10	6172.02	Cash
32.	24-May-19	100	10	6172.02	Cash
33.	24-May-19	100	10	6172.02	Cash
34.	24-May-19	100	10	6172.02	Cash

Details of allotments (number and price) made by the Issuer for consideration other than cash in the last one year preceding the date of this General Information Document along with the details of

No allotment has been made the Company Issuer for consideration other than cash in the last one year.

consideration in each case.					
Profits of the Issuer, before and after making provision for tax, for the 3 (three) financial years immediately preceding the date of circulation of this General Information Document	Particulars	Upto September 30, 2023	2022-2023 Standalone	2021-2022 Standalone	2020-2021 Standalone
	Profit before tax	69.26	(1297.37)	(816.00)	2.77
	Profit after tax	47.27	(983.80)	(666.19)	3.73
Dividends declared by the Issuer 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)	Particulars	2022-2023 (in INR)	2021-2022 (in INR)	2020-2021 (in INR)	
	Dividends	NIL	NIL	NIL	
	Interest Coverage Ratio	NA	NA	NA	
A summary of the financial position of the Issuer as in the 3 (three) audited balance sheets immediately preceding the date of circulation of this General Information Document	Please refer to Annexure A				
Audited cash flow statement for the 3 (three) years immediately preceding the date of circulation of this General Information Document	Please refer to Annexure A				
Any change in accounting policies during the last 3 (three) years and their effect on the profits and the reserves of the Issuer	Please refer to Annexure A				

6. DETAILS

(To be filed by the Applicant)

Name:

Father's name:

Complete Address including Flat/House Number, Street, Locality, Pin Code:

Phone number, if any:

Email ID, if any:

PAN Number:

Bank Account Details:

Demat Account:

Subscription Amount:

Number of NCS:

Signature

(initial of the officer of the Company designated to keep the record)

ANNEXURE A

PART 1

AUDITED FINANCIAL STATEMENTS FOR LAST THREE FINANCIAL YEARS (i.e. FY 21, FY 22 and FY 23)

(as enclosed separately)

Samunnati Financial Intermediation & Services Private Limited Balance Sheet as at March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Note	As at March 31, 2023	As at March 31, 2022
Assets			
Financial assets			
Cash and cash equivalents	3	935.83	990.48
Bank balances other than (a) above	4	218.08	221.45
Loans	5	10,448.04	12,481.26
Investments	6	2,679.90	1,811.11
Other financial assets	7	32.38	81.74
		14,314.23	15,586.04
Non-financial assets			
Current tax assets (net)	8	296.23	175.89
Deferred tax assets (net)	9	563.60	245.22
Property, plant and equipment	10	42.77	59.97
Right of use assets	10	13.81	12.37
Intangible assets under development	10	22.92	27.68
Other intangible assets	10	38.96	24.76
Other non-financial assets	11	31.25	37.83
		1,009.34	583.52
Total assets		15,323.57	16,169.56
Liabilities and Equity			
Liabilities			
Financial liabilities			
Payables			
Trade Payables	12		
(i) total outstanding dues of micro enterprises and small enterprises		-	0.57
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		22.84	45.45
Debt securities	13	5,075.53	5,301.33
Borrowings (other than debt securities)	14	4,437.07	5,300.64
Other financial liabilities	15	127.60	116.77
		9,663.34	10,764.56
Non-financial liabilities			
Provisions	16	31.88	34.43
Other non-financial liabilities	17	26.89	26.73
		58.77	61.16
Equity			
Share capital	18	21.25	20.45
Other equity	19	5,580.21	5,323.09
		5,601.46	5,343.54
Total liabilities and equity		15,323.57	16,169.56
Summary of significant accounting policies	2		

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No. 0039905/IS200018

V Kothandaraman
Partner
Membership No. 025973
Place: Chennai
Date: May 30, 2023



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar Gurunath Neelamani Arunkumar Sridharan
Director and CEO Whole-time Director Company Secretary
DIN: 01189011 DIN: 02799586 Membership No. FT112
Place: Chennai Place: Chennai Place: Chennai
Date: May 30, 2023 Date: May 30, 2023 Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited

Standalone Statement of profit and loss for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Note	FY ended March 31, 2023	FY ended March 31, 2022
I Revenue from operations			
i Interest income	20	1,884.03	1,703.18
ii Bad debts recovered		88.25	30.01
		1,972.28	1,733.17
II Other income	21	78.99	82.73
III Total income (I+II)		2,051.27	1,815.90
Expenses			
i Finance costs	22	1,215.74	977.17
ii Impairment on financial instruments	23	1,308.96	756.15
iii Employee benefit expenses	24	484.34	627.70
iv Depreciation and amortization	25	49.32	47.61
v Other expenses	26	290.28	223.27
IV Total expenses		3,346.64	2,631.90
V Profit / (Loss) before tax (III-IV)		(1,297.37)	(816.00)
VI Tax expense	27		
i Current tax		5.03	-
ii Deferred tax		(318.60)	(149.81)
		(313.57)	(149.81)
VII Profit/ (loss) for the year (V-VI)		(983.80)	(966.19)
VIII Other comprehensive income (OCI)			
i Items that will not be reclassified to profit or loss			
a) Remeasurement gains and (losses) on defined benefit plans		0.88	2.45
ii Income tax impact thereon	27	(0.22)	(0.38)
Other comprehensive income (i)+(ii)		0.66	2.07
IX Total comprehensive income for the year (VII+VIII)		(983.14)	(964.12)
X Earnings per equity share: after considering Compulsorily convertible preference shares (face value Rs. 10/- per equity share)	29		
Basic (Rs.)		(472.61)	(325.90)
Diluted (Rs.)		(472.61)	(325.90)

Summary of significant accounting policies

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V. Kothandaraman

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: May 30, 2023



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

G. G. Anil Kumar

G G Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: May 30, 2023

Gurunath Neelamani

Gurunath Neelamani
Whole-time Director
DIN : 02799588
Place: Chennai
Date: May 30, 2023

Arunkumar Sridharan

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Statement of Audited Standalone Cash Flows for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A. Operating activities		
Profit / (loss) before tax	(1,297.37)	(816.00)
Adjustments for:		
Depreciation and amortization	49.32	47.61
Employee stock option expenses	58.29	57.03
Gratuity and leave encashment expenses	12.42	17.39
Loss/(Profit) on sale of property, plant and equipment	(0.92)	(0.27)
Income from mutual funds	(35.66)	(13.84)
Income from debt funds	(1.31)	(16.58)
Interest expenses towards financing activities	1,214.02	975.19
Interest expense on lease liability	1.72	1.98
Unwinding interest of debt component of OCRPS	1.03	-
MTM gain booked on ECB loans	(17.84)	-
Impairment on financial instruments	690.73	200.24
Bad debts written off	648.23	555.91
Amortisation of origination costs of borrowings	75.60	43.74
	2,695.63	1,868.40
Cash generated from operations before working capital changes	1,398.26	1,052.40
Changes in working capital:		
Loans	724.26	(3,561.22)
Other financial assets	49.56	29.02
Other non-financial assets	6.38	(9.61)
Net movement in provisions	(14.09)	(7.81)
Trade payables	(23.28)	30.03
Other financial and non-financial liabilities	10.27	70.13
Cash used in operations	2,121.16	(2,397.06)
Income taxes paid (net of refunds)	(125.37)	(108.17)
Net cash generated from / (used in) operating activities (A)	1,996.79	(2,505.23)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(30.50)	(74.07)
Proceeds from sale of property, plant and equipment	1.95	2.59
Movement in capital advances	-	0.57
Movement in deposits with banks and financial institutions	3.37	302.10
Purchase of investments	(17,155.17)	(23,686.62)
Proceeds from sale of investments	15,286.38	23,845.29
Interest income received on investments measured at amortised cost, FVTPL and at cost	36.97	30.42
Net cash generated from / (used in) investing activities (B)	(856.39)	420.28
C. Financing activities		
Utilisation of securities premium	-	10.72
Issue of Compulsorily Convertible Preference Shares	800.00	0.68
Issue of Optionally convertible redeemable preference shares	400.00	-
Proceeds from debt securities	585.00	2,078.23
Repayment of debt securities	(810.80)	(990.82)
Repayment of principal portion of lease liability	(12.74)	(9.35)
Repayment of interest portion of lease liability	(1.72)	(1.98)
Proceeds from other than debt securities	4,541.71	6,486.97
Repayment of other than debt securities	(5,467.39)	(4,675.02)
Interest paid	(1,207.51)	(951.74)
Net cash generated from / (used in) financing activities (C)	(1,193.45)	1,917.69
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(54.65)	(167.26)
Cash and cash equivalents at the beginning of the year	990.48	1,157.74
Cash and cash equivalents at the end of the year	935.83	990.48



Samunnati Financial Intermediation & Services Private Limited
Statement of Audited Standalone Cash Flows for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand	-	-
- Balances with banks in current accounts	935.83	582.44
- in deposit account (with original maturity up to 3 months)	-	406.04
Total	935.83	990.48

Summary of significant accounting policies
The accompanying notes form an integral part of the financial statements.
As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No. 0039908/S200018

V Kothandaraman
V Kothandaraman
Partner
Membership No. 025973
Place: Chennai
Date: May 30, 2023



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN: 01199011
Place: Chennai
Date: May 30, 2023

Ganesh Neelamani
Ganesh Neelamani
Whole-time Director
DIN: 02799588
Place: Chennai
Date: May 30, 2023

Arunkumar Sridharan
Arunkumar Sridharan
Company Secretary
Membership No. F7112
Place: Chennai
Date: May 30, 2023

PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Independent Auditors' Report

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Samunnati Financial Intermediation & 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 loss 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.

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. 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
Provision for expected credit loss (ECL) on loans (Refer Note 5 and Note 23 to the Standalone Ind AS Financial Statements)	Read and assessed the Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis.
Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Company. The Company has loans aggregating Rs. 11,461.30 million as at 31 March 2023. The Company has made a provision for impairment loss aggregating Rs. 1,013.26 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter.	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 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

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REGISTRATION NO. WITH ICAI IS 003990S S200018



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 Samunnati Financial Intermediation & 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) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at Balance Sheet date.
- In respect of immovable properties of land and building that have been taken on lease and disclosed as 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 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 not been sanctioned working capital limits in excess of five crore rupees from banks or financial institution on the basis of security of current assets and hence the question of filing quarterly returns or statements by the company with such banks or financial institutions does not arise. Accordingly, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- (iii) Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in and granted loans or advances in the nature of the loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties in respect of which:
- (a) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
- (b) The investments made and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans provided, during the year 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 2.5 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loan assets. In accordance with that policy, loan assets with balances as at 31 March 2023, aggregating Rs. 658.98 million were categorised as credit impaired ("Stage 3") and Rs. 154.61 million 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 5 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating Rs. 10,647.71 million, 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 Rs. 964.02 million were 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 Rs. 681.06 million. 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 Act does not arise. Accordingly, paragraph 3(iii)(f) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantee or security to any director of the Company and hence the provisions of Section 185 of the Act is not applicable to the Company. The Company has complied with the provisions of Section 186 as applicable.
- (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. 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, 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 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 the Dues	Amount demanded (Rs. in millions)	Amount paid (Rs in millions)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax and interest	10.24	2.10	AY 2016-17	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and interest	0.26	-	AY 2018-19	Assessing Officer
Income Tax Act, 1961	Income tax and interest	106.03	21.21	AY 2020-21	Assessing Officer

(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 subsidiaries. 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 subsidiaries. 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 preferential allotment or private placement of preference shares (fully, partially or optionally convertible) during the year and 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.

(xi)

- (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, except for 1 instance aggregating to Rs.175.69 million for which the Management has initiated necessary legal proceedings for recovery of the amount, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of such case by the Management (Refer Note 45 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) 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 required to be registered 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 conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
 - (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. 1,248.05 in the financial year and Rs. 768.39 million 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.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018

V Kothandaraman

V Kothandaraman
Partner
Membership No. 025973
UDIN: 23025973BGZBXK3431

Place of Signature: Chennai
Date: 30 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 Samunnati Financial Intermediation & 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

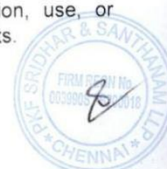
Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable 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.

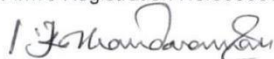
Opinion

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



V Kothandaraman

Partner

Membership No. 025973

UDIN: 23025973BGZBXK3431



Place of Signature: Chennai

Date: 30 May 2023

Information Other than the Standalone Financial Statements and Auditors' Report Thereon

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

Responsibilities of the Management and Board of Directors for Standalone Financial Statements

REGN No.
0030085 / S200018

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 Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31 March 2023 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 38 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 15 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 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 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. 01 April 2023, reporting under this clause is not applicable.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

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



V Kothandaraman
Partner
Membership No. 025973
UDIN: 23025973BGZBXK3431



Place of Signature: Chennai
Date: 30 May 2023

Samunnati Financial Intermediation & Services Private Limited
Standalone Balance Sheet as at March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at March 31, 2022	As at March 31, 2021
Assets			
Financial assets			
Cash and cash equivalents	3	990.48	1,157.74
Other bank balances	4	221.45	523.55
Loans	5	12,481.26	9,876.19
Investments	6	1,811.11	1,158.14
Other financial assets	7	81.74	111.33
		15,586.04	12,824.95
Non-financial assets			
Current tax assets (net)	8	175.69	58.42
Deferred tax assets (net)	9	245.22	105.09
Property, plant and equipment	10	59.87	54.38
Right of use assets	10	12.37	11.22
Intangible assets under development	10	27.68	0.48
Other intangible assets	10	24.76	25.23
Other non-financial assets	11	37.63	28.02
		583.62	282.62
Total assets		16,169.56	12,907.77
Liabilities and Equity			
Liabilities			
Financial liabilities			
Payables	12		
Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises		0.67	0.13
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		45.45	15.96
Debt securities	13	5,301.33	4,213.92
Borrowings (other than debt securities)	14	5,326.48	3,479.32
Other financial liabilities	15	90.93	28.80
		10,764.86	7,738.13
Non-financial liabilities			
Provisions	16	34.43	27.30
Other non-financial liabilities	17	28.73	16.75
		63.16	44.05
Equity			
Share capital	18	20.45	19.76
Other equity	19	5,323.09	5,105.83
		5,343.54	5,125.59
Total Liabilities and Equity		16,169.56	12,907.77

The accompanying notes form an integral part of the financial statements
as per our report of even date attached
for PKF Sridhar & Santhanam LLP
Chartered Accountants
CAI Firm Registration No.: 0039906/3200018


Gethandaraman V
Partner
Membership No.: 025873

Place: Chennai
Date: May 26, 2022

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
Director and CEO
DIN : 01189011


Gurunath Neelamani
Whole-time Director
DIN : 02769586


Lalit Malik
Group Chief Financial Officer


Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: May 26, 2022

Place: Chennai
Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of profit and loss for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	FY ended March 31, 2022	FY ended March 31, 2021
I Revenue from operations			
i Interest income	20	1,692.46	1,603.86
		<u>1,692.46</u>	<u>1,603.86</u>
II Other income	21	82.48	72.97
III Total income (I+II)		<u>1,774.92</u>	<u>1,676.83</u>
Expenses			
i Finance costs	22	977.17	684.10
ii Impairment on financial instruments	23	715.44	322.51
iii Employee benefit expenses	24	627.70	465.76
iv Depreciation and amortization	25	47.61	28.06
v Other expenses	26	223.00	173.60
IV Total expenses		<u>2,590.92</u>	<u>1,674.06</u>
V Profit / (loss) before tax (III-IV)		<u>(816.00)</u>	<u>2.77</u>
VI Tax expense	26		
i Current tax		-	-
ii Deferred tax		(149.61)	(0.96)
		<u>(149.61)</u>	<u>(0.96)</u>
VII Profit / (loss) for the year (V-VI)		<u>(666.19)</u>	<u>3.73</u>
VIII Other comprehensive income (OCI)			
i Items that will not be reclassified to profit or loss			
a) Remeasurement (gains) and losses on defined benefit plans		(2.45)	(5.49)
ii Income tax impact thereon	26	0.38	1.38
Other comprehensive income (i)+(ii)		<u>(2.07)</u>	<u>(4.11)</u>
IX Total comprehensive income for the year (VII+VIII)		<u>(668.12)</u>	<u>7.84</u>
X Earnings per equity share (face value ₹s. 10/- per equity share)	29		
Basic (₹)		(1,846.11)	10.35
Diluted (₹)		(1,846.11)	1.64

The accompanying notes form an integral part of the financial statements
 As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

CAI Firm Registration No.: 003990S/S200018

[Signature]

Gothandaraman V

Partner

Membership No.: 025973

Place: Chennai

Date: May 26, 2022

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

[Signature]
S Q Anil Kumar
 Director and CEO
 DIN : 01189011

[Signature]
Lalit Malik
 Group Chief Financial Officer

Place: Chennai
 Date: May 26, 2022

[Signature]
Gurunath Neelamani
 Whole-time Director
 DIN : 02799588

[Signature]
Arunkumar Sridharan
 Company Secretary
 Membership No.: F7112
 Place: Chennai
 Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Standalone Cash Flow Statement for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
A. Operating activities		
Profit / (loss) before tax	(816.09)	2.77
Adjustments for:		
Depreciation and amortization	47.81	28.09
Employee stock option expenses	57.03	40.98
(Profit) / loss on sale of property, plant and equipment	(0.27)	0.74
Income from mutual funds	(13.84)	(4.00)
Income from debt funds	(18.58)	(9.65)
Impairment on financial instruments	200.24	23.59
Bad debts written off	515.20	208.92
Amortisation of origination costs of borrowings	43.74	22.59
	833.13	401.26
Cash generated from operations before working capital changes	17.13	404.03
Changes in working capital:		
Loans	(3,520.51)	(2,570.43)
Other financial assets	29.02	(4.91)
Other non-financial assets	(9.61)	2.88
Net movement in provisions	9.58	3.51
Trade Payables	30.03	(0.88)
Other financial and non-financial liabilities	72.11	(38.88)
Cash used in operations	(3,372.25)	(2,205.49)
Income taxes paid (net of refunds)	(108.17)	(43.53)
Net cash (used in) operating activities (A)	(3,480.42)	(2,249.02)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(74.07)	(12.21)
Proceeds from sale of property, plant and equipment	2.59	1.02
Movement in capital advances	0.57	1.98
Movement in deposits with banks and financial institutions	302.10	(259.51)
Purchase of investments	(217.27)	(378.04)
Proceeds from sale of investments	375.94	-
Interest income received on investments measured at amortised	30.42	13.85
Net cash generated from / (used in) investing activities (B)	420.28	(831.11)
C. Financing activities		
Utilisation of securities premium	10.72	-
Issue of Compulsorily Convertible Preference Shares	0.88	-
Proceeds from debt securities	2,078.23	3,143.37
Repayment of debt securities	(990.82)	(575.00)
Lease rental paid	(9.35)	-
Proceeds from other than debt securities	6,478.44	3,758.50
Repayment of other than debt securities	(4,675.02)	(3,471.02)
Net cash generated from financing activities (C)	2,892.68	2,855.85
Net decrease in cash and cash equivalents (A+B+C)	(167.26)	(26.28)
Cash and cash equivalents at the beginning of the year	1,157.74	1,184.02
Cash and cash equivalents at the end of the year	990.48	1,157.74



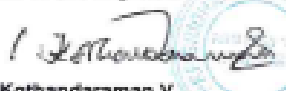
Samunnati Financial Intermediation & Services Private Limited
Standalone Cash Flow Statement for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand	-	0.08
- Balances with banks in current accounts	582.44	1,157.66
- Balance in deposit account (with original maturity up to 3 months)	408.04	-
Total	990.48	1,157.74

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 0039905/S200018


Kothandaraman V
Partner
Membership No.: 025973

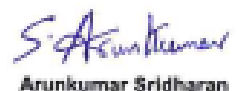
Place: Chennai
Date: May 26, 2022

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
Director and CEO
DIN : 01189011


Gurunath Neelamani
Whole-time Director
DIN : 02799588


Lalit Malik
Group Chief Financial Officer


Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: May 26, 2022

Place: Chennai
Date: May 26, 2022

INDEPENDENT AUDITORS' REPORT

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the standalone financial statements of Samunnati Financial Intermediation & 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 (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 2022, and loss 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 attention to Note 44 to the financial statements, 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.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 5 and Note 23 to the Standalone Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Company. The Company has loans	Read and assessed the Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis.

Page 1 of 12



aggregating Rs. 12,833.79 million as at March 31, 2022. The Company has made a provision for impairment loss aggregating Rs. 352.53 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter. Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Additionally, the economic and business consequences of the COVID 19 pandemic as described in Note 44 to the standalone Ind AS financial statements, slowdown of economic activity, moratoriums granted to borrowers, the related regulatory directives and also the applicable accounting directions, further affect provisioning under the ECL approach. Note 2.5 to the standalone Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	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 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 in view of Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors (including COVID-19 pandemic). Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Assessed disclosures included in the standalone Ind AS financial statements in respect of expected credit losses including the specific disclosures made with regard to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL estimation.
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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. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated. When we read the reports containing 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.



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, loss 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 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 29 July 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 "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.
 - (e) The matter described in the Emphasis of matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) 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.
 - (g) 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, we refer to our separate Report in "Annexure B".



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

- i. The Company has disclosed the impact of pending litigations as at 31 March 2022 on its financial position in its standalone financial statements – Refer Note 38 to the standalone financial statements;
- ii. The Company has long-term contracts including derivative contracts for which material foreseeable losses as at 31 March 2022 has been provided.
- 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(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 or declared dividend during the year and until the date of this report.

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
K. J. Marudharam
Kothandaraman V
Partner
Membership No. 025973
UDIN: 22025973AJRHGQ6239

Place of Signature:
Date: May 26, 2022



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 Samunnati Financial Intermediation & 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 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) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at Balance Sheet date.
- 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 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 inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- b) Based on our audit procedures & according to the information and explanation given to us, the Company has not been sanctioned working capital limits in excess of five crore rupees from banks or financial institution on the basis of security of current assets and hence the question of filing quarterly returns or statements by the company with such banks or financial institutions does not arise. Accordingly, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- (iii) Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in and granted 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:
- (a) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.



- (b) The investments made and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans provided, during the year 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 2.5 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loan assets. In accordance with that policy, loan assets with balances as at March 31, 2022, aggregating Rs. 334.89 million were categorised as credit impaired ("Stage 3") and Rs. 767.04 million 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 5 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating Rs. 11,731.86 million, 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 Rs. 1,167.27 million were 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 Rs. 477.21 million. 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 explanations given to us, the Company has not granted any loans or provided any guarantee or security to any director of the Company and hence the provisions of Section 185 of the Act is not applicable to the Company. The Company has complied with the provisions of Section 186 as applicable.
- (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. 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 not deposited (Rs.in millions)	Amount paid (Rs.in millions)	Period to which amounts relates	Forum where disputes is pending
Income Tax Act, 1961	Income tax and Interest	10.18	2.10	AY 2016-17	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income tax and Interest	3.57	0.80	AY 2017-18	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income tax and Interest	0.29	Nil	AY 2018-19	Assessing Officer

- (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 subsidiaries. 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 subsidiaries. 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) of the Order is not applicable to the Company.

- (b) The Company had acquired 100% stake in Kamatan Farm Tech Private Limited ('KFTPL') through a share swap on April 16, 2021. Pursuant to the agreement the Company has issued 87,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL through a private placement. According to the information and explanations given to us, the Company has complied with the requirements of section 42 and section 62 of the Companies Act, 2013 to the extent applicable. Since no monies have been received, the question of whether the funds raised have been used for the purposes for which the funds were raised does not arise.
- (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 on the Company has been noticed or reported during the year.
- (b) 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 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 required to be registered 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 conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (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.768.39 million in the financial year and Rs. Nil 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) In respect of other than ongoing projects, the Company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act, except in respect of the following cases:

Financial year	Amount unspent on CSR activities other than On going Projects (Rs. in millions)	Amount Transferred to Fund specified in Sch VII within 6 months from the end of the Financial Year (Rs. in millions)	Amount Transferred after the due date (specify the date of deposit) (Rs. in millions)	Date of deposit
2021-22	0.17	-	-	-

However, the time period for such transfer as permitted under the second proviso to sub section (5) of section 135 of the Act, has not elapsed till the date of our audit report.

- (b) Based on our audit procedures and according to the information and explanations given to us, the Company is not required to transfer unspent amount under sub-section (5) of section 135 of the Companies Act, pursuant to ongoing project to special account in compliance with provision of sub-section (6) of section 135. Accordingly, paragraph 3(xx)(b) of the Order is not applicable to the Company.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No.003990S/S200018
Kothandaraman V
Kothandaraman V
Partner
Membership No. 025973
UDIN: 22025973AJRHGQ6239

Place of Signature: Chennai
Date: May 26, 2022



Annexure B

Referred to in paragraph 2(g) 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 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



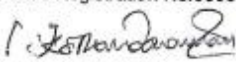
internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

We have audited the internal financial controls with reference to standalone financial statements of Samunnati Financial Intermediation & 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, an 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



Kothandaraman V
Partner
Membership No. 025973
UDIN: 22025973AJRHGQ6239



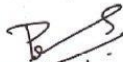
Place of Signature: Chennai
Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Standard Balance Sheet as at 31 March 2021
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at 31 March 2021	As at 31 March 2020	As at 01 April 2019
ASSETS				
Financial assets				
a) Cash and cash equivalents	3	1,157.74	1,184.02	487.43
b) Bank balances other than (a) above	4	523.55	264.04	176.82
c) Loans	5	9,676.19	7,428.27	4,608.27
d) Investments	6	1,156.14	780.10	250.50
e) Other financial assets	7	111.33	106.42	80.02
		12,624.95	9,762.85	5,603.04
Non-financial assets				
a) Current tax assets (net)	8	58.42	14.89	26.56
b) Deferred tax assets (net)	9	105.09	105.51	41.24
c) Property, plant and equipment	10	54.38	66.37	35.70
d) Right of use assets	10	11.22	16.84	0.57
e) Other intangible assets	10	25.23	1.44	1.74
f) Intangible assets under development	10	0.46	24.35	4.19
g) Other non-financial assets	11	28.02	32.88	20.55
		282.82	262.28	130.55
Total assets		12,907.77	10,025.13	5,733.59
LIABILITIES AND EQUITY				
Liabilities				
Financial liabilities				
a) Debt securities	12	4,213.92	1,622.97	1,619.61
b) Borrowings (other than debt securities)	13	3,479.32	3,171.25	1,998.38
c) Other financial liabilities	14	44.89	83.01	77.42
		7,738.13	4,877.23	3,695.41
Non-financial liabilities				
a) Provisions	15	27.30	25.27	13.78
b) Other non-financial liabilities	16	16.75	23.28	10.71
		44.05	48.55	24.49
Equity				
a) Equity share capital	17	19.76	19.76	14.49
b) Other equity	18	5,105.83	5,079.59	1,999.20
		5,125.59	5,099.35	2,013.69
Total liabilities and equity		12,907.77	10,025.13	5,733.59

The accompanying notes 1 to 45 form an integral part of the financial statements

As per our report of even date attached
For Walker Chandio & Co LLP
Chartered Accountants
(Firm Regn No. 001076N/N500013)


Praveen Warrier
Partner
Membership No. 214767



Place: Kannur
Date: 29 July 2021

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
Director and CEO
DIN : 01189011


Gurunath Neelamani
Director
DIN : 02799586


Ashok Dhamankar
Group Chief Financial Officer

Place: Chennai
Date: 29 July 2021


Ashwini Venkatraman
Company Secretary

Place: Chennai
Date: 29 July 2021



Samunnati Financial Intermediation & Services Private Limited
 Standalone Statement of profit and loss for the year ended 31 March 2021
 (All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	Year ended 31 March 2021	Year ended 31 March 2020
I Revenue from operations			
(i) Interest income	19	1,603.86	1,281.81
		<u>1,603.86</u>	<u>1,281.81</u>
II Other income	20	72.97	78.57
III Total Income (I+II)		<u>1,676.83</u>	<u>1,360.38</u>
Expenses			
(i) Finance costs	21	684.10	437.12
(ii) Impairment on financial instruments	22	322.51	239.85
(iii) Employee benefit expenses	23	465.76	497.40
(iv) Depreciation and amortization	24	28.09	17.28
(v) Other expenses	25	173.60	167.48
IV Total expenses		<u>1,674.06</u>	<u>1,359.13</u>
V Profit before tax (III-IV)		<u>2.77</u>	<u>1.25</u>
VI Tax expense	26		
(i) Current tax		-	92.15
(ii) Deferred tax		(0.96)	(69.00)
VII Profit/ (loss) for the year (V-VI)		<u>3.73</u>	<u>(21.90)</u>
VIII Other comprehensive Income (OCI)			
(i) Items that will not be reclassified to profit or loss			
a) Remeasurement gains and (losses) on defined benefit plans		5.49	(1.48)
(ii) Income tax impact thereon	26	(1.38)	0.37
Other comprehensive Income (i)+(ii)		<u>4.11</u>	<u>(1.11)</u>
IX Total comprehensive Income for the year (VII+VIII)		<u>7.84</u>	<u>(23.01)</u>
X Earnings per equity share (face value Rs. 10/- per equity share)	28		
Basic (₹)		10.35	(60.19)
Diluted (₹)		1.64	(60.19)

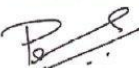
The accompanying notes 1 to 45 form an integral part of the financial statements

As per our report of even date attached

For Walker Chandio & Co LLP

Chartered Accountants

(Firm Regn No. 001076N/N500013)


 Praveen Warriar
 Partner
 Membership No. 214767



For and on behalf of the Board of Directors of
 Samunnati Financial Intermediation & Services Private Limited


 S.G. Anil Kumar
 Director and CEO
 DIN : 01189011


 Gurunath Neelamani
 Director
 DIN : 02799586


 Ashok Dhamanker
 Group Chief Financial Officer


 Ashwini Venkatraman
 Company Secretary

Place: Kannur
 Date: 29 July 2021

Place: Chennai
 Date: 29 July 2021

Place: Chennai
 Date: 29 July 2021



Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of Changes in Equity for the year ended 31 March 2021
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

A. Equity share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
Balance at the beginning of the year	5.74	4.66	11.22	21.90	15.88	15.88
Issued during the year	-	1.15	4.94	-	6.09	6.09
Buyback of shares	-	(0.07)	-	-	(0.07)	(0.07)
Sub-total	5.74	5.74	16.16	21.90	21.90	21.90
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	16.16	19.76	19.76	19.76

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Other comprehensive income	Retained Earnings	Total
Balance as at 01 April 2019	18.89	1,956.10	50.73	-	-	(26.52)	1,999.20
Comprehensive income for the year	-	-	-	-	(1.11)	(21.90)	(23.01)
Premium on issue of shares	-	3,478.99	-	-	-	-	3,478.99
Employee stock options expense	-	-	152.47	-	-	-	152.47
Transfer to statutory reserve	20.95	-	(38.89)	-	-	(20.95)	-
Employee stock options exercised	-	38.89	-	-	-	-	-
Transfer to Capital Redemption Reserve	-	(0.07)	-	0.07	-	-	-
Share issue expenses	-	(54.51)	-	-	-	-	(54.51)
Amount recoverable from ESOP Trust	-	(428.25)	-	-	-	-	(428.25)
Tax on buyback of shares	-	-	-	-	-	(7.83)	(7.83)
Premium on buyback of shares	-	(36.47)	-	-	-	-	(36.47)
Balance as at 31 March 2020	39.84	4,953.68	164.31	0.07	(1.11)	(77.20)	5,079.59
Comprehensive income for the year	-	-	-	-	4.11	3.73	7.84
Transfer to statutory reserve	0.75	-	-	-	-	(0.75)	-
Issue expenses for debt securities	-	(22.58)	-	-	-	-	(22.58)
Employee stock options expense	-	-	40.98	-	-	-	40.98
Balance as at 31 March 2021	40.59	4,931.10	205.29	0.07	3.00	(74.22)	5,105.83

As per our report of even date attached
For Walker Chandio & Co LLP
Chartered Accountants
(Firm Regn No. 001076NN500013)



(Signature)
Praveen Warrier
Partner
Membership No. 214767

Place: Kannur
Date: 29 July 2021

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

(Signature)
S G Anil Kumar
Director and CEO
DIN : 01189011



(Signature)
Gerunath Neelamani
Director
DIN : 02799586

(Signature)
Ashok Dhamankar
Group Chief Financial Officer
Place: Chennai
Date: 29 July 2021

(Signature)
Ashwini Venkatraman
Company Secretary
Place: Chennai
Date: 29 July 2021

Samunnati Financial Intermediation & Services Private Limited
Statement of cash flows for the year ended 31 March 2021
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2021	Year ended 31 March 2020
A. Operating activities		
Profit before tax	2.77	1.26
Adjustments for:		
Depreciation and amortization	28.09	17.28
Employee stock option expenses	40.98	152.47
Gratuity and leave encashment expenses	7.62	10.57
Loss on sale of property, plant and equipment	0.74	0.26
Income from mutual funds	(4.00)	(50.81)
Income from debt funds	(9.65)	-
Impairment on financial instruments (at amortised cost)	23.59	158.66
Bad debts written off	298.92	81.19
Amortisation of origination costs of borrowings	22.59	19.50
Cash generated from operations before working capital changes	411.65	390.37
Changes in working capital:		
Loans	(2,570.43)	(3,059.85)
Other financial assets	(4.91)	(26.40)
Other non-financial assets	2.88	(10.18)
Net movement in provisions	(4.11)	(4.57)
Other financial and non-financial liabilities	(40.57)	28.66
Cash used in operations	(2,205.49)	(2,681.97)
Income taxes paid (net of refunds)	(43.53)	(80.48)
Net cash (used in) operating activities (A)	(2,249.02)	(2,762.45)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(12.21)	(84.42)
Proceeds from sale of property, plant and equipment	1.02	0.08
Movement in capital advances	1.98	(2.15)
Movement in deposits with banks and financial institutions	(259.51)	(87.22)
Purchase of investments	(376.04)	(529.60)
Interest income received on investments measured at amortised cost, FVTPL and at cost	13.65	50.81
Net cash (used in) investing activities (B)	(631.11)	(652.50)
C. Financing activities		
Proceeds from issue of shares including share premium (net of share issue expenses)	-	2,999.18
Buyback of shares	-	(44.37)
Proceeds from debt securities	3,143.37	-
Repayment of debt securities	(575.00)	-
Proceeds from other than debt securities	3,756.50	2,486.68
Repayment of other than debt securities	(3,471.02)	(1,329.95)
Net cash generated from financing activities (C)	2,853.85	4,111.54
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	(26.28)	696.59
Cash and cash equivalents at the beginning of the year	1,184.02	487.43
Cash and cash equivalents at the end of the year	1,157.74	1,184.02



Samunnati Financial Intermediation & Services Private Limited
 Standalone Statement of cash flows for the year ended 31 March 2021
 (All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2021	Year ended 31 March 2020
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year(also, refer note 3)		
- Cash on hand	0.08	0.15
- Balances with banks in current accounts	1,157.66	1,183.87
Total	1,157.74	1,184.02

The accompanying notes 1 to 45 form an integral part of the financial statements

As per our report of even date attached

For Walker Chandlok & Co LLP
 Chartered Accountants
 (Firm Regn No. 001076N/N500013)



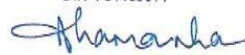
Praveen Warriar
 Partner
 Membership No. 214767

Place: Kannur
 Date: 29 July 2021



For and on behalf of the Board of Directors of
 Samunnati Financial Intermediation & Services Private Limited


 S G Anil Kumar
 Director and CEO
 DIN : 01189011



Ashok Dhamankar
 Group CFO

Place : Chennai
 Date: 29 July 2021



Gurunath Neelamani
 Director
 DIN : 02799586



Ashwini Venkatraman
 Company Secretary

Place : Chennai
 Date: 29 July 2021



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Independent Auditor's Report

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Samunnati Financial Intermediation & Services Private Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. 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 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, of the state of affairs of the Company as at 31 March 2021, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules 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 – Impact of COVID 19

4. We draw attention to Note 44 of to the accompanying standalone financial statements, which describes the uncertainties relating to the effects of Covid-19 pandemic on the Company's operations and the impact on the impairment provision recognised towards the loan assets outstanding as at 31 March 2021. Our opinion is not modified in respect of this matter.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandio & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

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Key Audit Matters

5. 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 year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.
6. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
First time Adoption of Indian Accounting Standards Framework	
Refer Note 2 for significant accounting policies and Note 42 for reconciliation. As disclosed in Note 42 to the standalone financial statements, the Company has adopted the Indian Accounting Standards notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) ('Ind AS') with effect from 01 April 2020 (01 April 2019 being the transition date) and prepared the first set of standalone financial statements under Ind AS framework in the current year. For periods up to and including the year ended 31 March 2020, the Company prepared its standalone financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP). This change in the financial reporting framework required an end-to-end evaluation of the potential impact on each component of the financial statement including presentation thereof, additional notes and disclosures which were carried out by the management with the help of a management expert and involved significant efforts. This process also required the management to apply significant judgements to identify and elect appropriate accounting policies suitable for various transactions and balances relating to the operations of the Company including electing of available options for transition of balances as at transition date from the previous GAAP to the new GAAP. Further, the first time preparation of the Ind AS financial statements involved preparation and presentation of additional notes and disclosures as required by the Ind AS framework as compared to the previous GAAP in addition to Note 42 to the financial statements setting forth the reconciliation of balances from previous GAAP to the new GAAP as at the transition date, and the impact of restatement on the results of the comparative period due to such transition.	Our procedures in respect of the first time adoption of Ind AS financial reporting framework included, but not limited to, the following: • Obtained an understanding of management's processes and controls to identify the potential impact areas in the financial statements due to the adoption of Ind AS; • Reviewed the diagnostics performed by the management and their experts to assess the impact on Ind AS transition to the individual financial statement line items • Reviewed the professional competence, professional reputation, experience, objectivity and the scope of work of the management's expert in relation to providing assistance in Ind AS transition. • Reviewed the implementation of exemptions availed and options chosen by the Company in accordance with the requirements of Ind AS 101, First Time Adoption of Indian Accounting Standards; • Assessed the appropriateness of the adjustments made to the opening balance sheet as at 01 April 2019; • Assessed the appropriateness of the adjustments recorded in the financial statements as of and for the year-ended 31 March 2020 which were prepared in the previous GAAP • Evaluated the appropriateness of accounting policies adopted by the Company on transition to Ind AS on the basis of understanding of the Company, the nature and size of its operations and the requirements of relevant accounting standards under the Ind AS framework;



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The areas where there was a significant impact on account of first time adoption of Ind AS; involved the application of the following standards amongst others: Ind AS 109: Financial Instruments Ind AS 116: Leases Ind AS 102: Share-based Payment Ind AS 12: Income Taxes Considering the significance of the above transition with respect to the standalone financial statements, the complexities and audit efforts involved, this matter has been identified as a key audit matter for the current year audit.	• Obtained written representations from management and those charged with governance on whether the standalone financial statements comply with the Ind AS in all respects; and • Evaluated the appropriateness and adequacy of disclosures in the standalone financial statements on adoption of the Ind AS to determine if these are in compliance with the requirements of the Ind AS;
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Impairment loss on loan assets (expected credit losses on loans) and Implementation of COVID-19 related packages (Refer Note 2.5 for significant accounting policies, Note 44 for Impact of Covid-19 and Note 33 for credit risk disclosures)	
As at 31 March 2021, the Company has reported gross loan assets of ₹ 9,829.63 millions against which an impairment loss of ₹ 153.44 millions has been recorded. The Expected Credit Loss ('ECL') approach as required under Ind AS 109, Financial instruments, involves high degree of complexity and requires significant judgement of the management. The Management is required to determine the ECL that may occur over either a 12-month period or the remaining life of an asset, depending on the categorization of the individual asset. The key areas of judgment include: 1. Categorization of loans in Stage 1, 2 and 3 based on identification of: a) exposures with Significant Increase in Credit Risk (SICR) since their origination which involved determination of days past due as per the guidance under Ind AS 109 and b) Individually impaired / default exposures. 2. Segmentation of loan portfolio based on nature of customers for risk profiling. 3. Techniques used to determine Loss Given Default ('LGD') and Probability of Default ('PD') to calculate an ECL based on past experience. 4. The impact of different future macroeconomic conditions in the determination of ECL. These parameters are derived from the Company's internally developed statistical models, historical data and macro-economic factors and a change in such models or assumptions could have a material impact on the accompanying financial statements.	Our audit focused on assessing the appropriateness of management's judgment and estimates used in the impairment analysis through procedures that included, but were not limited to, the following: • Evaluated the Company's accounting policies for estimation of expected credit loss on loan assets in accordance with the requirements of Ind AS 109; • Obtained an understanding of the modelling techniques adopted by the Company including the key inputs and assumptions. Since modelling assumptions and parameters are based on historical data, we assessed whether historical experience was representative of current circumstances and was relevant in view of the recent impairment losses incurred within the portfolios. • Assessed the design and implementation, and tested the operating effectiveness of controls over the modelling process including governance over monitoring of the model and approval of key assumptions • Evaluated the appropriateness of the Company's process of determination of significant increase in credit risk and default assets and the rebuttal of presumptions prescribed under Ind AS 109 and the basis for classification of exposures into various stages. • Verified appropriateness of segmentation of loan assets based on nature of customers for risk profiling.



Implementation of COVID-19 related packages Also, during the current year, the Reserve Bank of India ('RBI') issued several guidelines/notifications to NBFCs, as a relief measures to the borrowers, that included:- 1. Regulatory Packages that required NBFCs to provide moratorium in repayment of loans based on certain conditions and the asset classification and provisioning norms to be applied on such loans by NBFCs. 2. Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances These factors required the models to be reassessed based on the available information including the additional risk profiling due to the impact of COVID-19 Pandemic and economic risk to measure the ECL. Management has made a number of interpretations and assumptions when designing and implementing models that are compliant with the standard. The accuracy of data flows and the implementation of related controls is critical for the integrity of the estimated impairment provisions. Considering the significance of the above matter to the financial statements and the significant auditor attention required to test such complex accounting estimates, we have identified this as a key audit matter for current year audit. We also draw attention to Note 44 of the accompanying standalone financial statements, regarding effects of COVID-19 uncertainties on the appropriateness of impairment losses provided on the above mentioned loan assets as on 31 March 2021, as the same is fundamental to the understanding of the users of financial statements.	• Assessed the key judgments and assumptions relating to the macro-economic scenarios including the impact of COVID 19 pandemic, RBI guidelines/notification and the associated probability weights. • Obtained the approved policy of board of directors to understand the relief measures sanctioned to various class of borrowers in accordance with the directions given by the RBI and tested, on sample basis, the compliance with respect to asset classification and provisioning norms as per such directions. • Tested management's computation of ECL by performing following procedures: a. Evaluated management's groupings of borrowers on the basis of customer segments; b. Tested classification of loans into various categories based on their past due status and other loss indicators; c. Tested various assumptions for calculation of expected loss viz, probability of default, loss given default, exposure at default; d. Performed test of details of the input information used in ECL computation on a sample basis. e. Tested the arithmetical accuracy of the computation. f. Performed analytical procedures by determining various ratios or percentage-based measures to review overall reasonableness of the estimate determined by the management. • Assessed disclosures included in the financial statements in respect of ECL including the specific disclosure made with regards to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL.
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Information Technology system for the financial reporting process	
The Company is highly dependent on their IT system (Encore software) for recording customer's operational data, supporting their business processes, ensuring complete and accurate processing of financial transactions and supporting the overall internal control framework. This system is maintained by a third party which acts as technology partner for implementing an end-to-end loan management solution, infrastructure and network components. Their scope includes customer information management, user management and role-based access control. Encore software is a complex IT system which runs on a mobility platform and is used for recording all disbursements and collections, identification and tagging of pledged loans to customers and calculating interest income and overdue days. The Company's accounting and financial reporting processes are dependent on manual controls which are dependent on above IT system which impacts key financial accounting and reporting items such as loans, interest income, impairment on loans amongst others. The controls implemented by the Company in its IT environment determine the integrity, accuracy, completeness and validity of data that is processed by the applications and is ultimately used for financial reporting. Accordingly, considering the pervasive impact of the IT system on the standalone financial statements and testing of such IT systems and related controls being the most significant aspect of our audit strategy, we have determined the same as a key audit matter.	Our audit procedures with the involvement of auditor's IT specialists included, but were not limited to the following: • Obtained an understanding of the Company's IT related control environment and conducted risk assessment and identified IT applications, data bases and operating systems that are relevant to our audit. Also, obtained an understanding of the changes that were made to the identified IT applications during the audit period including the impact on asset classification on account of moratorium relief extended to its customers and tested those changes that had a significant impact on financial reporting; • Evaluated the appropriateness of controls for security governance to protect systems and data from unauthorised use, including logging of security events and procedures to identify vulnerabilities. Tested controls for segregation of duties around program maintenance, security administration and key business processes. • Evaluated management processes for modifications to the IT environment including monitoring and authorization of such modifications and interactions with the third party for carrying out such modifications. Tested changes made to the IT system that involved significant impact on financial reporting. • Tested the design and operating effectiveness of the Company's IT controls over the IT applications as identified above; • Tested related interfaces, configuration and other application layer controls identified during our audit and report logic for system generated reports relevant to the audit mainly for loans, interest income and impairment of loan assets for evaluating completeness and accuracy; • Tested IT general controls particularly, logical access, change management and aspects of IT operational controls. Tested that requests for access to systems were appropriately reviewed and authorized;



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	• Tested controls around Company's periodic review of access rights; inspected requests of changes to systems for appropriate approval and authorization; and • Where deficiencies were identified, tested compensating controls or performed alternative procedures to ensure control objectives are met.
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Information other than the Financial Statements and Auditor's Report thereon

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

Our opinion on the standalone financial statements does not cover the other information and we will 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 in the audit or otherwise appears to be materially misstated.

When we read the Annual Report and Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

8. The accompanying standalone financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
10. Those Board of Directors is also responsible for overseeing the Company's financial reporting process.



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Auditor's Responsibilities for the Audit of the Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
12. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to 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 auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation;
13. 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.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



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Other Matter:

16. The Company had prepared standalone financial statements for the year ended 31 March 2020 in accordance with accounting standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), on which we have issued an unmodified opinion vide our audit report dated 02 July 2020. These standalone financial statements have been adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have also been audited by us. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

17. Based on our audit, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
18. As required by the Companies (Auditor's Report) Order, 2016 ('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.
19. Further to our comments in Annexure A, as required by section 143(3) of the Act, based on our audit, we report, to the extent applicable, 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 purpose of our audit of the accompanying standalone financial statements;
 - 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 financial statements dealt with by this report are in agreement with the books of account;
 - d) in our opinion, the aforesaid standalone financial statements comply with 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 2021 from being appointed as a director in terms of section 164(2) of the Act;
 - f) we have also audited the internal financial controls with reference to financial statements of the Company as on 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date and our report dated 29 July 2021 as per Annexure B expressed unmodified opinion; and
 - g) with respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company, as detailed in note 37 to the standalone financial statements, has disclosed the impact of pending litigations on its financial position as at 31 March 2021;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2021;
 - 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 2021; and



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- iv. the disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016, which are not relevant to these standalone financial statements. Hence, reporting under this clause is not applicable.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Praveen Warriar
Partner
Membership No.: 214767
UDIN: 21214767AAAACA9663



Place: Kannur
Date: 29 July 2021

Walker Chandio & Co LLP

Annexure A to the Independent Auditor's Report of even date to the members of Samunnati Financial Intermediation & Services Private Limited on the standalone financial statements for the year ended 31 March 2021

Annexure A referred to in paragraph (1) under the heading 'Report on other legal and regulatory requirements' of our report of even date

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular program of physical verification of its fixed assets under which fixed assets are verified in a phased manner over a period of two years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification.
- (c) The title deeds of all the immovable properties (which are included under the head 'Property, plant and equipment') are held in the name of the Company.
- (ii) The Company does not have any inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable.
- (iii) The Company has granted unsecured loans to parties covered in the register maintained under Section 189 of the Act; and with respect to the same:
 - (a) in our opinion the terms and conditions of grant of such loans are not, prima facie, prejudicial to the company's interest.
 - (b) the schedule of repayment of principal and payment of interest has been stipulated and the repayment/receipts of the principal amount and the interest are regular;
 - (c) there is no overdue amount in respect of loans granted to such companies, firms, LLPs or other parties.
- (iv) In our opinion, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans, investments, guarantees and security.
- (v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- (vii)(a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited to the appropriate authorities, though there has been a slight delay in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.



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Annexure A to the Independent Auditor's Report of even date to the members of Samunnati Financial Intermediation & Services Private Limited on the standalone financial statements for the year ended 31 March 2021

- (b) The dues outstanding in respect of income-tax, sales-tax, service-tax, duty of customs, duty of excise and value added tax on account of any dispute, are as follows:

Statement of Disputed Dues:

Name of the statute	Nature of dues	Amount (₹ in millions)	Amount paid under Protest (₹ in millions)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax and Interest	10.18	2.1	AY 16-17	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and Interest	3.57	0.8	AY 17-18	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Interest	0.29	Nil	AY 18-19	Assessing Officer

- (viii) The Company has not defaulted in repayment of loans or borrowings to any financial institution or a bank or government or any dues to debenture-holders during the year.
- (ix) In our opinion, the Company has applied moneys raised by way of issuance of debentures and the term loans for the purposes for which these were raised. The Company did not raise moneys by way of initial public offer/ further public offer during the year.
- (x) No fraud by the Company or on the company by its officers or employees has been noticed or reported during the period covered by our audit.
- (xi) The provisions of Section 197 of the Act read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under Section 2(71) of the Act. Accordingly, provisions of clause 3(xi) of the Order are not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.
- (xiii) In our opinion all transactions with the related parties are in compliance with Sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable Ind AS.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- (xv) In our opinion, the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.



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Annexure A to the Independent Auditor's Report of even date to the members of Samunnati Financial Intermediation & Services Private Limited on the standalone financial statements for the year ended 31 March 2021

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

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Praveen Warriar
Partner
Membership No.: 214767
UDIN: 21214767AAAACA9663



Place: Kannur
Date: 29 July 2021

Walker Chandio & Co LLP

Annexure B to the Independent Auditor's Report of even date to the members of Samunnati Financial Intermediation & Services Private Limited on the standalone financial statements for the year ended 31 March 2021

Independent Auditor's Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the standalone financial statements of Samunnati Financial Intermediation & Services Private Limited ('the Company') as at and for the year ended 31 March 2021, we have audited the internal financial controls with reference to financial statements of the Company as at that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the 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.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. 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 Standards on Auditing issued by the Institute of Chartered Accountants of India ('ICAI') prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.
4. 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 includes obtaining an understanding of such 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 financial statements, whether due to fraud or error.
5. 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 Financial Statements

6. A company's internal financial controls 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 controls with reference to financial statements include 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



Walker Chandiok & Co LLP

Annexure B to the Independent Auditor's Report of even date to the members of Samunnati Financial Intermediation & Services Private Limited on the standalone financial statements for the year ended 31 March 2021

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.

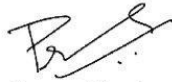
Inherent Limitations of Internal Financial Controls with Reference to Financial Statements

7. 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 controls 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

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Praveen Warrier
Partner
Membership No.: 214767
UDIN: 21214767AAAACA9663



Place: Kannur
Date: 29 July 2021

AUDITED FINANCIAL STATEMENTS FOR THE PERIOD FROM APRIL 1, 2023 TO SEPTEMBER 30, 2023

(as enclosed separately)

PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

Independent Auditor's Review Report on Unaudited Standalone Financial Results of Samunnati Financial Intermediation & Services Private Limited for the quarter and half year ended September 30, 2023 pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors of Samunnati Financial Intermediation & Services Private Limited

We have reviewed the accompanying statement of unaudited standalone financial results of Samunnati Financial Intermediation & Services Private Limited ('Company') for the quarter and half year ended September 30, 2023, together with the notes thereon ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulations').

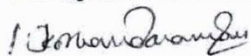
This Statement which is the responsibility of the Company's Management and approved by the Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm Registration No. 003990S / S200018



V Kothandaraman
Partner
Membership Number: 025973
UDIN: 23025973BGZBZG2999
Place of signature: Chennai
Date: October 31, 2023



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Samunnati Financial Intermediation & Services Private Limited						
Regd Office: Bald Hi Tech Park, 8th Floor, No 129 B, East Coast Road, Thiruvananthapuram, Chennai-600041						
CIN: U65990TN3014PTC096252 www.samunnati.com						
Tel: +91 44 66762400 Email:secretarial@samunnati.com						
Unaudited statement of standalone financial results for the quarter and half year ended 30 September 2023						
(All amounts are in Rs. Millions, unless stated otherwise)						
Particulars	Quarter ended			Half Year Ended		Year ended
	30 Sep 23	30 Jun 23	30 Sep 22	30 Sep 23	30 Sep 22	31 Mar 23
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
INCOME						
I Revenue from operations	508.36	524.98	512.01	1,033.34	1,083.48	1,971.54
II Other income	23.08	28.65	33.86	51.73	59.51	141.49
III Total income (I+II)	531.44	553.63	545.87	1,085.07	1,142.99	2,113.03
EXPENSES						
IV Finance costs	266.88	267.52	321.75	534.40	650.52	1,215.74
Impairment on financial instruments	2.01	22.45	148.90	24.46	332.09	1,370.72
Employee benefits expense	99.55	116.81	124.60	216.36	271.56	484.34
Depreciation and amortisation	12.69	12.98	11.98	25.67	23.83	49.32
Other expenses	81.05	57.90	73.30	138.95	137.23	290.28
Total expenses	462.18	477.66	680.53	939.84	1,415.23	3,410.40
V Profit / (loss) before tax (III-IV)	69.26	75.97	(134.66)	145.23	(272.24)	(1,297.37)
VI Tax expense:						
(1) Current tax	-	-	-	-	1.26	5.03
(2) Deferred tax	21.99	24.61	(42.74)	46.60	-76.70	(318.60)
Total tax expenses	21.99	24.61	(42.74)	46.60	(75.44)	(313.57)
VII Profit / (loss) for the period (V-VI)	47.27	51.36	(91.92)	98.63	(196.80)	(983.80)
VIII Other comprehensive income						
(i) Items that will not be reclassified to profit or loss:						
Re-measurements of defined benefit plans	(2.19)	0.38	(3.70)	(1.81)	(1.29)	0.88
(ii) (Gains) and losses on Hedge Accounting	(17.51)	-	-	(17.51)	-	-
(iii) Income tax relating to above	4.96	(0.10)	0.93	4.86	0.32	(0.22)
Other comprehensive income / (loss)	(14.74)	0.28	(2.77)	(14.46)	(0.97)	0.66
IX Total comprehensive income	32.53	51.64	(94.69)	84.17	(197.77)	(983.14)
X Paid up share capital	22.59	22.59	20.45	22.59	20.45	21.25
XI Other Equity						5,580.21
X Earnings per equity share: after considering Compulsorily convertible preference shares						
(1) Basic (in Rupees)	20.93	22.85	(255.09)	43.78	(546.15)	(472.61)
(2) Diluted (in Rupees)	20.93	22.85	(255.09)	43.78	(546.15)	(472.61)
	Not Annualised			Annualised		
Face value per share (in Rupees)	10.00	10.00	10.00	10.00	10.00	10.00



Samunnati Financial Intermediation & Services Private Limited		
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CIN: U65990TN2014PTC096252 www.samunnati.com		
Tel: +91 44 66762400 Email:secretarial@samunnati.com		
Statement of unaudited standalone assets and liabilities as at 30 September 2023		
(All amounts are in Rs. Millions, unless stated otherwise)		
Particulars	As at 30 September 2023 Unaudited	As at 31 March 2023 Audited
ASSETS		
Financial Assets		
Cash and cash equivalents	383.24	935.83
Bank balances other than above	625.50	218.08
Trade Receivables	-	-
Loans	10,263.95	10,448.04
Investments	3,376.98	2,679.90
Other financial assets	96.78	32.38
	14,746.45	14,314.23
Non-Financial Assets		
Current tax assets (Net)	344.02	296.23
Deferred tax assets (Net)	521.86	563.60
Property, plant and equipment	33.24	42.77
Right of use assets	8.80	13.61
Other Intangible Asset	31.81	38.96
Intangible assets under development	30.27	22.92
Other non-financial assets	43.09	31.25
	1,013.09	1,009.34
TOTAL ASSETS	15,759.54	15,323.57
LIABILITIES AND EQUITY		
Financial liabilities		
Trade payables :		
total outstanding dues of micro enterprises and small enterprises	0.00	0.00
total outstanding dues of creditors other than micro enterprises and small enterprises	5.36	22.84
Debt securities	4,311.29	5,075.53
Borrowings (other than debt securities)	4,232.17	4,437.07
Other financial liabilities	124.81	127.90
	8,673.63	9,663.34
Non-financial liabilities		
Provisions	40.90	31.88
Other non-financial liabilities	21.42	26.89
	62.32	58.77
EQUITY		
Share capital	22.59	21.25
Other equity	7,001.00	5,580.21
	7,023.59	5,601.46
TOTAL LIABILITIES AND EQUITY	15,759.54	15,323.57



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Samunnati Financial Intermediation & Services Private Limited		
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Statement of Unaudited Standalone Cash Flows for the half year ended 30 September 2023		
All amounts are in Rs. Millions, unless stated otherwise		
	Half Year Ended	
	30-Sep-23	30-Sep-22
A. Operating activities		
Profit / (loss) before tax	145.23	(272.24)
Adjustments for:		
Depreciation and amortization	25.67	23.83
Employee stock option expenses	(2.24)	29.83
Gratuity and leave encashment expenses	7.74	8.46
Loss on sale of property, plant and equipment	-	(0.90)
Income from mutual funds	(17.51)	(14.37)
Income from debt funds	-	(1.31)
Interest expenses towards financing activities	533.79	649.56
Interest expense on lease liability	0.61	0.96
Impairment on financial instruments	(276.55)	33.34
Bad debts written off	301.01	298.74
Amortisation of origination costs of borrowings	13.61	54.40
	586.13	1,082.54
Cash generated from operations before working capital changes	731.36	810.30
Changes in working capital:		
Loans	159.63	1,263.08
Other financial assets	(64.40)	16.52
Other non-financial assets	(11.84)	(4.57)
Net movement in provisions	(0.53)	(12.10)
Trade Payables	(17.48)	(42.23)
Other financial and non-financial liabilities	(17.23)	(18.63)
Cash used in operations	779.51	2,012.37
Income taxes paid (net of refunds)	(47.79)	(56.86)
Net cash (used in) operating activities (A)	731.73	1,955.51
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(11.83)	(20.72)
Proceeds from sale of property, plant and equipment	0.30	1.71
Movement in deposits with banks and financial institutions	(407.42)	14.87
Purchase of investments	(8,150.00)	(9,874.69)
Proceeds from sale of investments	7,452.92	9,969.01
Income received on investments measured at amortised cost.	17.49	15.68
Net cash (used in) investing activities (B)	(1,098.54)	105.86
C. Financing activities		
Issue of Compulsorily Convertible Preference Shares	1,340.00	-
Proceeds from debt securities	745.00	585.00
Repayment of debt securities	(1,509.24)	(318.52)
Repayment of principal portion of lease liability	(8.84)	(20.08)
Repayment of interest portion of lease liability	(0.61)	(0.96)
Proceeds from other than debt securities	2,894.00	1,976.64
Repayment of other than debt securities	(3,116.44)	(2,537.33)
Interest paid	(529.64)	(638.96)
Net cash generated from financing activities (C)	(185.77)	(954.21)
Net (decrease)/ increase in cash and cash equivalents (A+B+C)	(552.59)	1,107.15
Cash and cash equivalents at the beginning of the year	935.83	990.48
Cash and cash equivalents at the end of the year	383.24	2,097.63
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand		
- Balances with banks in current accounts	383.24	289.14
- in deposit account (with original maturity up to 3 months)	-	1,808.49
Total	383.24	2,097.63



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Samunnati Financial Intermediation & Services Private Limited					
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Tel: +91 44 66762400 Email:secretarial@samunnati.com					
Notes to unaudited statement of financial results for the half year ended 30 September 2023					
1 Samunnati Financial Intermediation & Services Private Limited ('the Company') is an Non-Banking Financial Institution (NBFI) incorporated on 23 June 2014 and has its registered office at No: 129-B, 8th Floor, Baid Hi Tech Park, ECR, Thiruvanniyur, Chennai - 600041. The Company has received Certificate of Registration dated 25 February 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Company is classified as Non-deposit taking systemically important NBFCs (NBFCs-ND-SI). 2 The above standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 30 October 2023 and 31 October 2023 respectively. The above results have been subjected to limited review by the statutory auditors of the Company. The auditors have issued an unmodified report. 3 The standalone financial results has been prepared in accordance with Indian Accounting Standards "Ind AS" as notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India and in compliance with regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015. Any application guidance/ clarifications / directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued / applicable. 4 Other equity include Statutory Reserve as per Section 45IC of Reserve Bank of India Act, 1934, balance in securities premium, employees stock options outstanding reserve, capital redemption reserve, other comprehensive income and retained earnings. 5 The company continues to monitor and assess the impact of COVID 19 pandemic on its operation and financials, including the possibility of higher defaults by the customers. The company has considered the information available upto the date of these results and have made adequate provisions in this regard to the extent it is required. 6 The Chief Operating Decision Maker ('CODM') reviews the operations at the Company level. The operations of the Company fall under 'financing activities' which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108, Operating Segments. The Company operates in a single geographical segment, i.e. domestic. 7 The underlying forecasts and assumptions applied by the Company in determination of ECL allowance are subject to uncertainties which are often outside the control of the Company and accordingly, actual results may differ from these estimates. Any potential excess/shortfall based on actual experience will be adjusted in the relevant period in future. The Company will continue to closely monitor the impact and any material changes in both the internal and external environments. The Company has been duly servicing its debt obligations. The Company's management believes that Capital Adequacy and Liquidity position remains strong and shall continue to be an area of focus. 8 In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated 13 March 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 30 September 2023 and accordingly, no amount is required to be transferred to impairment reserve. 9 Disclosure as per RBI Notification RBI/2018-19/100 DBR.No.BP.BC.18/21.04.048/2018-19 dated 1 January 2019 extended via RBI notification RBI/2019-20/160 DOR.No.BP.BC.34/21.04.048/2019-20 dated 11 February 2020 extended further via RBI Notification RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21 dated 6 August 2020 - Micro, Small and Medium Enterprises (MSME) sector - Restructuring of Advances Disclosure as per prescribed format for the quarter ended 30 September 2023: <table> <tr> <th>No. of Accounts restructured</th><th>Amount (In Rs.millions)</th></tr> <tr> <td>12 (8 Customers)</td><td>170.23</td></tr> </table>		No. of Accounts restructured	Amount (In Rs.millions)	12 (8 Customers)	170.23
No. of Accounts restructured	Amount (In Rs.millions)				
12 (8 Customers)	170.23				



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ANNEXURE B

RELATED PARTY TRANSACTIONS

Nature of Transaction	As at	As at	As at	As at
	9/30/2023	31-03-2023	31-03-2022	31-03-2021
<u>Samunnati Agro Solutions Private Limited</u>				
Loans given	3,410.00	4265.00	3000.00	700.00
Loans Repaid	3,610.00	5465.00	2050.00	670.00
Interest income on Loans	22.47	133.04	95.75	46.70
Corporate Guarantee Provided	2549.91	2199.23	249.77	350.00
Investment in Equity Shares (Non-Current)	1,779.34	999.24	-	-
Income from subsidiary for shared services	13.95	21.49	44.59	47.73
Salaries and wages (Deputation Charges)	8.53	2.87	2.10	19.11
<u>Samunnati Foundation</u>				
Donations made		-	-	2.18
Investment in Share capital	8.50	-	8.40	0.10
Loans given	14.3	1.10	-	-
<u>Samunnati Agri Innovations Lab Private Limited</u>				
Investment in equity shares		50.00	813.64	-
Loan given	47.75	155.00	5.50	-
Loans repaid	0	69.75	-	-
Interest Income	6.96	5.57	0.17	-
<u>Samunnati Finance Private Limited</u>				
Investment in equity shares	25	-	25.00	-
Re-imbursement of expenses		-	0.32	-
<u>Samunnati Investment Management Services Private Limited</u>				
Investment in equity shares		1.00	-	-
Loan given	1.00	0.01	-	-
<u>Anil Kumar S G</u>				
Remuneration		23.02	21.75	18.12
<u>Gurunath N</u>				
Remuneration		8.20	11.86	8.28
<u>Nitin Chaudhary</u>				
Remuneration		-	9.12	8.86
Loans given		-	-	1.00
Loans Repaid		-	0.15	0.85
<u>Ashok Dhamankar</u>				
Remuneration		-	16.94	12.74
<u>Niranjan Chandrasekaran</u>				
Remuneration paid		-	-	0.17
<u>Ashwini Venkataraman</u>				
Remuneration		-	0.28	0.28
<u>Arunkumar Sridharan</u>				
Remuneration paid		3.20	0.10	-
<u>Lalit Malik</u>				
Remuneration paid		1.98	-	-
<u>Sitting Fees paid</u>				
Sunil Satyapal Gulati		0.85	1.26	0.83

Nature of Transaction	As at	As at	As at	As at
	9/30/2023	31-03-2023	31-03-2022	31-03-2021
Narasimhan Srinivasan		0.85	1.11	0.70
Venkatesh Tagat		0.85	0.76	0.53

ANNEXURE C

REMUNERATION OF THE DIRECTORS

In the Issuer:

(Values in ₹)

S. No	Name of the Director	From April 1, 2023 until December 31, 2023	2022-2023	2021-2022	2020-2021
1	Mr. Anil Kumar S G	23.02	21.75	18.12	16.50
2	Mr. Gurunath N	8.20	11.86	8.28	8.05

In Subsidiaries and Associate companies of the Issuer:

Details of remuneration to executive directors is given above. No remuneration except sitting fee is paid to Independent Directors. Other directors are not paid any remuneration

Resignations:

NIL

ANNEXURE D

CHANGES TO ISSUER'S ACCOUNTING POLICIES

(all amounts are in Rs. Crores, unless stated otherwise)

Summary of significant accounting policies

ANNEXURE E

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

NIL

ANNEXURE F

DETAILS OF CONTINGENT LIABILITIES OF THE ISSUER

1. Contingent liabilities not provided for:

Claims against the company not acknowledged as debts :

The Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18, AY 18-19 and AY 20-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Company has obtained a stay on collection of the demand provided below. The Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at March 31, 2023

	AY 2016-17	AY 2017-18	AY 2018-19	AY 2020-21
Amount of demand	10.24	-	0.26	106.03
Amount paid against stay	2.10	-	-	21.21

As at March 31, 2022

	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-



ANNEXURE G

DETAILS OF OTHER DIRECTORSHIPS OF THE DIRECTORS OF THE ISSUER

S. No.	Name of the Directors	Designation	Details of other directorship
1	Mr. Narsimhan Srinivasan	Independent Director	Equitas Small Finance Bank Limited
2	Mr. Sunil Satyapal Gulati	Independent Director	Varthana Finance Private Limited Tapstart Capital Private Limited PNB Metlife India Insurance Company Limited Fincare Small Finance Bank Limited Boson Systems Private Limited Merisis Advisors Private Limited Kinara Capital Private Limited Arthan Finance Private Limited SBI Mutual Fund Trustee Company Private Limited Perfios Account Aggregation Services Private Limited Revgro Capital Private Limited
3	Mr. Krishnan K	Independent Director	Thinksynq Solutions Private Limited EM3 Agriservices Private Limited Chennai Business School Limited
4	Ms. Jyotsna Krishnan	Nominee Director	Elevar Advisors Private Limited QFI Technologies Private Limited Curebay Technologies Private Limited Empact NXT Advisory Private Limited
5	Mr. Mahendran Balachandran	Nominee Director	Vinculum Solutions Private Limited Probe Information Services Private Limited Universal Sportsbiz Private Limited Power2sme Private Limited Sayre Therapeutics Private Limited

			Indifi Technologies Private Limited Mynvax Private Limited
6	Mr. Akshay Dua	Nominee Director	Wingreens Farms Private Limited Sara Plast Private Limited Suminter India Organics Private Limited Arthashastra Fintech 7Private Limited
7	Mr. Stephen Dongwon Lee	Nominee Director	Kinara Capital Private Limited Aviom India Housing Finance Private Limited Arohan Financial Services Limited Aavishkaar Venture Management Services Private Limited
8	Mr. Anil Kumar S G	Founder and CEO	Samunnati Agro Solutions Private Limited Ripples of Change Foundation Samunnati Finance Private Limited Samunnati Investment Management Services Private Limited
9	Mr. Gurunath N	Wholetime Director	Samunnati Finance Private Limited Tequip Software Solutions (OPC) Private Limited



SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED (the “Company” or “Issuer”) was incorporated at Chennai on 23 June 2014 as a Non-Banking Finance Company. For more information about our Company, please refer to “General Information” given in Section 3 of the General Information Document.

Registered Office: Baid Hi Tech Park, 8th Floor, No 129-B, East Coast Road, Thiruvanniyur, Chennai, Tamil Nadu, India – 600041

Corporate Office: Baid Hi Tech Park, 8th Floor, No 129-B, East Coast Road, Thiruvanniyur, Chennai, Tamil Nadu, India – 600041

Telephone: +91 04466762400 | **Website:** www.samunnati.com | **Email:** secretarial@samunnati.com

Group CFO: Mr. Anand Subramaniam, Telephone Number: 044-66762400 **Email:** anand.subramaniam@samunnati.com

CIN: U65990TN2014PTC096252 | **PAN:** AAUCS6880M | **Fax:** NA

Registration/ Identification number issued by the relevant regulator (RBI) : N – 07.00815

Company Secretary & Compliance Officer: S Arun Kumar

Telephone Number: +91 04466762400, **Email:** arunkumar.sridharan@samunnati.com

Promoter(s): Mr. Anil Kumar S G; Telephone Number: 044-66762400 **Email:** anil.sg@samunnati.com

THIS KEY INFORMATION DOCUMENT (“KID” OR “KEY INFORMATION DOCUMENT”) IS IN RELATION TO THE ISSUE OF 5,000 (FIVE THOUSAND) UNSUBORDINATED, RATED, LISTED, SECURED, REDEEMABLE, TAXABLE, GREEN, NON-CONVERTIBLE DEBENTURES OF A FACE VALUE OF INR 1,00,000/- (INDIAN RUPEES ONE LAKH ONLY) EACH AGGREGATING TO INR 50,00,00,000/- (INDIAN RUPEES FIFTY CRORE ONLY) (“DEBENTURES” / “NCDS”) BY WAY OF PRIVATE PLACEMENT (“THE ISSUE”).

This KID is issued under General Information Document dated 7th February 2024 having reference no. GID- 01/2024, for the issuance of non-convertible securities for an amount not exceeding the maximum borrowing limit of the Issuer as permitted by the shareholders of the Company under Section 42 of the Companies Act, 2013 vide its resolution dated 30th September 2024. All the terms, conditions, information and stipulations contained in the General Information Document are incorporated herein. This KID and Private Placement Offer Letter must be read in conjunction with the General Information Document. All capitalized terms used but not defined herein shall have the meaning ascribed to them in the General Information Document and/or Debenture Trust Deed.

Type of Placement Memorandum: Key Information Document for Private Placement prepared as per Regulation 45(1), Regulation 50A(1) read with Schedule I of SEBI NCS Regulations.

Date: December 02, 2024

This Key Information Document contains relevant information and disclosures required for issue of the Debentures. The issue of the Debentures comprised in the Issue and described under this Key Information Document has been authorised by the Issuer through resolutions passed by the shareholders of the Issuer dated September 30 2024, the Board of Directors of the Issuer dated May 28, 2024, and the Finance Committee of the Board of Directors of the Issuer dated December 2, 2024 and the Memorandum and Articles of Association of the Company. Pursuant to the resolution passed by the Company’s shareholders dated September 30, 2024 in accordance with provisions of the Companies Act, 2013, the Company has been authorised to raise funds, by way of issuance of non-convertible debentures, upon such terms and conditions as the Board may think fit.

This Issue does not form part of non-equity Tier-II / regulatory capital mentioned under Chapter V of the NCS Listing Regulations, and the Issuer hereby confirms that Chapter V of the NCS Listing Regulations is not applicable to the present Issue. The face value of each Debenture issued on private placement basis under this Issue shall be INR 1,00,000/- (Indian Rupees One Lakh Only).

CREDIT RATING

The Debentures have been rated by “BBB/ Stable” by CRISIL Ratings Limited vide its letter dated November 12, 2024. Instruments with this rating are considered to have an adequate degree of safety regarding timely service of financial obligations. Such instruments carry moderate credit risk. The above ratings are not a recommendation to buy, sell or hold securities and investors should take their own decisions. The rating may be subject to revision or withdrawal at any time by the assigning Rating Agency and the rating should be evaluated independently of any other rating. The Rating Agency has the right to suspend, withdraw the

rating at any time on the basis of new information etc. Please refer to **Annexure B** of this Key Information Document for rationale for the above rating, the press release for the same can also be accessed at the following link:

Company Factsheet

LISTING

The Debentures offered through this Key Information Document are initially proposed to be listed on the Wholesale Debt Market (“WDM”) Segment of the BSE Limited (“BSE” / the “Stock Exchange”). The Issuer, with prior notice to the Debenture Trustee and the NCD Holders, may get the Debentures listed on other material stock exchanges as it deems fit, subject to the Debenture Trust Deed. The Issuer shall comply with the requirements of the listing agreement to the extent applicable to it on a continuous basis.

ISSUE SCHEDULE

ISSUE OPENING DATE	ISSUE CLOSING DATE	ISSUE EARLIEST CLOSING DATE	PAY-IN DATE	DEEMED DATE OF ALLOTMENT
December 4, 2024	December 4, 2024	December 4, 2024	December 5, 2024	December 5, 2024

Arranger: Not Applicable

Eligible Investors: As provided in Section 2.47 (Summary of the Terms of the Issue) of this Key Information Document.

Details about Underwriting: Not Applicable

COUPON	COUPON PAYMENT FREQUENCY	REDEMPTION DATE	REDEMPTION AMOUNT
11.25% per annum payable monthly	Monthly	January 5, 2026	Each Debenture shall be redeemed at par

The Issue shall be subject to the provisions of the Companies Act, 2013, the Memorandum and Articles of Association of the Issuer, the terms and conditions of the General Information Document, this Key Information Document filed with the BSE, and other terms and conditions as may be incorporated in the Debenture Trust Deed and other documents in relation to each such Issue.

THIS KEY INFORMATION DOCUMENT CONSTITUTES A PRIVATE PLACEMENT OFFER LETTER AND ALSO INCORPORATES DISCLOSURES REQUIRED UNDER FORM PAS-4 OF THE COMPANIES (PROSPECTUS AND ALLOTMENT OF SECURITIES) RULES, 2014.

FURTHER ISSUANCES

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.

DISCLOSURE OF FILING

Given this is a private placement of non-convertible securities, there shall be no requirement of filing the same with the Registrar of Companies pursuant to the Section 26(4) of the Companies Act, 2013.

DETAILS OF INTERMEDIARIES	
DEBENTURE TRUSTEE TO THE ISSUE	CREDIT RATING AGENCIES
Debenture Trustee Logo: 	Credit Rating Agency Logo:  An S&P Global Company
Vardhman Trusteeship Private Limited Address: Turner Morrison Building, Unit No. 15, 6 Lyons Range, Kolkata -700001 Tel: +91 22 4264 8335	Name: CRISIL Ratings Limited Address: CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai – 400076, India Tel No.: +91 22 3342 3000

Tel No: +91 22 4264 8335 Email: rushabh@vardhmantrustee.com Contact Person: Rushabh Desai CIN: U65993W82010PTC152401	Contact Person: Prasant Email: prashant.mane@crisil.com Website: www.crisilrating.com
Statutory Auditors V. Narayanan & Co. 	Stock Exchange BSE Limited 
Address: No. 23, Sir C V Raman Road, Alwarpet, Chennai – 600018 Website: www.vncindia.com Email address: vnctvl@vncindia.com Telephone Number: +91 4424995550 Contact Person: Mr. Dileep Thammana Peer Review No. 014173	Address: Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001 Phone No.: + 91-22-22721233/ +91 22 2272 8321 Fax No.: +91 022 22721919 E-mail:is@bseindia.com;corp.comm@bseindia.com, ketan.mehta@bseindia.com CIN: L67120MH2005PLC155188
REGISTRAR TO THE ISSUE	
Integrated Registry Management Services Private Limited 	
Address: 2 nd Floor, "Kences Towers", Ramakrishna Street, North Usman Road, T. Nagar, Chennai - 600 017 Tel No. +91 99401-64773 Email: corpserv@integratedindia.in / Yuvraj@integratedindia.in Contact Person: S. Yuvaraj Fax No.: 044 - 28142479 SEBI Registration Number: INR000000544 CIN: U74900TN2015PTC101466 Website: https://www.integratedindia.in/	

Issuer’s Absolute Responsibility
The Issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this Key Information 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 this Key Information 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 Key Information Document as a whole or any of such information or the expression of any such opinions or intentions misleading.

ELECTRONIC BOOK MECHANISM AND DETAILS PERTAINING TO THE UPLOADING THE PLACEMENT MEMORANDUM ON THE ELECTRONIC BOOK PROVIDER PLATFORM.

The Issue shall be open for bidding and subscribed to in accordance with the guidelines issued by SEBI and in relation to the EBP pertaining to the procedure of Electronic Book Mechanism set out in the Electronic Book Mechanism Guidelines. The Issuer intends to use BSE Electronic Bidding Platform (“BSE-Bond EBP”) for this Issue. This Key Information Document will be uploaded on the BSE-Bond EBP to comply with the SEBI Master Circular read with the EBP Mechanism Guidelines (as amended from time to time) and an offer will be made to successful bidders in accordance with the applicable law.

Details of size of issue and green shoe option, if any	Up to 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures each having a face value of INR
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Provided that the green shoe portion shall not exceed five times the base issue size	1,00,000/- (Indian Rupees One Lakh Only) aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only)
Anchor Portion details	No
Interest Rate Parameter	Fixed Coupon
Bid opening date	December 4, 2024
Bid Closing Date	December 4, 2024
Minimum Bid lot	Rs. 1,00,00,000/- (Rupees One Crore only) and in multiples of Rs. 1,00,000/- (Rupees One Lakh only) thereafter
Manner of bidding in the Issue	Open
Manner of allocation in the Issue	The allocation will be done on Uniform Yield basis in accordance with EBP Guidelines.
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	ICCL
Settlement cycle	T+1
Listing Period	T+3; where T refers to the date of issue closing date

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I. DISCLAIMER CLAUSE:

THIS KEY INFORMATION DOCUMENT READ TOGETHER WITH THE GENERAL INFORMATION DOCUMENT ISSUED BY ISSUER ON 7th FEBRUARY 2024 (TOGETHER, THE “**OFFER DOCUMENTS**”) PREPARED UNDER SEBI NCS REGULATIONS READ WITH SEBI MASTER CIRCULAR AND THE PRIVATE PLACEMENT OFFER LETTER – PAS 4 PURSUANT TO SECTION 42 OF THE COMPANIES ACT, 2013 READ WITH RULE 14(1) OF THE COMPANIES (PROSPECTUS AND ALLOTMENT OF SECURITIES) RULES, 2014, EACH AS AMENDED FROM TIME TO TIME, FOR PRIVATE PLACEMENT OF THE DEBENTURES, IS NEITHER A PROSPECTUS NOR A STATEMENT IN LIEU OF PROSPECTUS. THE KEY INFORMATION DOCUMENT DOES NOT CONSTITUTE AN OFFER DOCUMENT ON A STANDALONE BASIS AND SHALL BE READ IN CONJUNCTION WITH THE GENERAL INFORMATION DOCUMENT FILED WITH THE STOCK EXCHANGE IN RELATION TO THE ISSUE OF DEBENTURES. IN CASE OF ANY REPUGNANCY, INCONSISTENCY OR CONFLICT BETWEEN THE TERMS AND CONDITIONS STIPULATED IN THE KEY INFORMATION DOCUMENT ON ONE HAND, AND THE TERMS AND CONDITIONS IN THE GENERAL INFORMATION DOCUMENT (AND NECESSARY ADDENDUMS TO THE GENERAL INFORMATION DOCUMENT) ON THE OTHER, THE PROVISIONS CONTAINED IN THE KEY INFORMATION DOCUMENT SHALL PREVAIL OVER AND OVERRIDE THE PROVISIONS OF THE GENERAL INFORMATION DOCUMENT (AND NECESSARY ADDENDUMS TO THE GENERAL INFORMATION DOCUMENT) FOR ALL INTENTS AND PURPOSES. THE OFFER DOCUMENTS DO NOT CONSTITUTE AN OFFER TO THE PUBLIC GENERALLY TO SUBSCRIBE FOR OR OTHERWISE ACQUIRE THE DEBT SECURITIES TO BE ISSUED BY THE ISSUER. THIS IS ONLY AN INFORMATION BROCHURE INTENDED FOR PRIVATE USE. THE OFFER DOCUMENTS DO NOT CONSTITUTE AN OFFER TO THE PUBLIC GENERALLY TO SUBSCRIBE FOR OR OTHERWISE ACQUIRE THE DEBENTURES TO BE ISSUED BY THE ISSUER. THE OFFER DOCUMENTS ARE FOR THE EXCLUSIVE USE OF THE INSTITUTIONS TO WHOM IT IS DELIVERED, AND IT SHOULD NOT BE CIRCULATED OR DISTRIBUTED TO THIRD PARTY(IES).

THE ISSUE OF NCDS WILL BE STRICTLY ON A PRIVATE PLACEMENT BASIS. THIS KEY INFORMATION DOCUMENT HAS BEEN PREPARED IN CONFORMITY WITH THE SEBI NCS REGULATIONS, THE COMPANIES ACT, 2013 AND FORM PAS-4 OF THE COMPANIES (PROSPECTUS AND ALLOTMENT OF SECURITIES) RULES, 2014, EACH AS AMENDED. THIS KEY INFORMATION DOCUMENT IS NOT INTENDED TO BE CIRCULATED TO MORE THAN 200 (TWO HUNDRED) INVESTORS IN ANY FINANCIAL YEAR, AS ELIGIBLE UNDER THE LAWS OF INDIA TO INVEST IN THESE DEBENTURES (“**ELIGIBLE INVESTORS**”). MULTIPLE COPIES HEREOF GIVEN TO THE SAME ENTITY SHALL BE DEEMED TO BE GIVEN TO THE SAME PERSON AND SHALL BE TREATED AS SUCH. IT DOES NOT CONSTITUTE AND SHALL NOT BE DEEMED TO CONSTITUTE AN OFFER OR AN INVITATION TO SUBSCRIBE TO THE DEBENTURES ISSUED TO THE PUBLIC IN GENERAL. APART FROM THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT, NO OFFER DOCUMENT OR PROSPECTUS HAS BEEN PREPARED IN CONNECTION WITH THE OFFERING OF THIS ISSUE OR IN RELATION TO THE ISSUER NOR IS SUCH A PROSPECTUS REQUIRED TO BE REGISTERED UNDER THE APPLICABLE LAWS. ACCORDINGLY, THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT HAS NEITHER BEEN DELIVERED FOR REGISTRATION NOR IS IT INTENDED TO BE REGISTERED.

THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT HAVE BEEN PREPARED TO PROVIDE GENERAL INFORMATION ABOUT THE ISSUER TO POTENTIAL INVESTORS TO WHOM IT IS ADDRESSED AND WHO ARE WILLING AND ELIGIBLE TO SUBSCRIBE TO THE DEBENTURES. THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT DO NOT PURPORT TO CONTAIN ALL THE INFORMATION THAT ANY POTENTIAL INVESTOR MAY REQUIRE. NEITHER THE GENERAL INFORMATION DOCUMENT NOR THIS KEY INFORMATION DOCUMENT NOR ANY OTHER INFORMATION SUPPLIED IN CONNECTION WITH THE DEBENTURES IS INTENDED TO PROVIDE THE BASIS OF ANY CREDIT OR OTHER EVALUATION NOR SHOULD ANY RECIPIENT OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) CONSIDER SUCH RECEIPT A RECOMMENDATION TO PURCHASE ANY DEBENTURES. EACH INVESTOR CONTEMPLATING THE PURCHASE OF ANY DEBENTURES SHOULD MAKE HIS OWN INDEPENDENT INVESTIGATION OF THE FINANCIAL CONDITION AND AFFAIRS OF THE ISSUER, AND HIS OWN APPRAISAL OF THE CREDITWORTHINESS OF THE ISSUER. POTENTIAL INVESTORS SHOULD CONSULT THEIR OWN FINANCIAL, LEGAL, TAX AND OTHER PROFESSIONAL ADVISORS AS TO THE RISKS AND INVESTMENT CONSIDERATIONS ARISING FROM AN INVESTMENT IN THE DEBENTURES AND SHOULD POSSESS THE APPROPRIATE RESOURCES TO ANALYSE SUCH INVESTMENT AND THE SUITABILITY OF SUCH INVESTMENT TO SUCH INVESTOR’S PARTICULAR CIRCUMSTANCES. IT IS THE RESPONSIBILITY OF INVESTORS TO ALSO ENSURE THAT THEY WILL SUBSCRIBE TO AND SELL THESE DEBENTURES IN STRICT ACCORDANCE WITH THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT, AND OTHER APPLICABLE LAWS, SO THAT THE SALE DOES NOT CONSTITUTE AN OFFER TO THE PUBLIC WITHIN THE MEANING OF THE COMPANIES ACT, 2013. NONE OF THE INTERMEDIARIES OR THEIR AGENTS OR ADVISORS ASSOCIATED WITH THIS ISSUE UNDERTAKE TO REVIEW THE FINANCIAL CONDITION OR AFFAIRS OF THE ISSUER DURING THE LIFE OF THE ARRANGEMENTS CONTEMPLATED BY THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT OR HAVE ANY RESPONSIBILITY TO ADVISE ANY INVESTOR OR POTENTIAL INVESTOR IN THE DEBENTURES OF ANY INFORMATION AVAILABLE WITH OR SUBSEQUENTLY COMING TO THE ATTENTION OF THE INTERMEDIARIES, AGENTS OR ADVISORS.

THE ISSUER CONFIRMS THAT, AS OF THE DATE HEREOF, THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) CONTAINS INFORMATION THAT IS ACCURATE IN ALL MATERIAL RESPECTS AND DOES NOT CONTAIN ANY UNTRUE STATEMENT OF A MATERIAL FACT, OR OMITS TO STATE ANY MATERIAL FACT, NECESSARY TO MAKE THE STATEMENTS HEREIN THAT WOULD BE, IN THE LIGHT OF CIRCUMSTANCES UNDER WHICH THEY ARE MADE, NOT MISLEADING. NO PERSON HAS BEEN AUTHORIZED TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATION NOT CONTAINED OR INCORPORATED BY REFERENCE IN THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) OR IN ANY MATERIAL MADE AVAILABLE BY THE ISSUER TO ANY POTENTIAL INVESTOR PURSUANT HERETO AND, IF GIVEN OR MADE, SUCH INFORMATION OR REPRESENTATION MUST NOT BE RELIED UPON AS HAVING BEEN AUTHORIZED BY THE ISSUER. THE INTERMEDIARIES AND THEIR AGENTS OR ADVISORS ASSOCIATED WITH THIS ISSUE HAVE NOT SEPARATELY VERIFIED THE INFORMATION CONTAINED HEREIN, OR IN THE GENERAL INFORMATION DOCUMENT. ACCORDINGLY, NO REPRESENTATION, WARRANTY OR UNDERTAKING, EXPRESS OR IMPLIED, IS MADE AND NO RESPONSIBILITY IS ACCEPTED BY ANY SUCH INTERMEDIARY AS TO THE ACCURACY OR COMPLETENESS OF THE INFORMATION CONTAINED IN THE GENERAL INFORMATION DOCUMENT, THIS KEY INFORMATION DOCUMENT OR ANY OTHER INFORMATION PROVIDED BY THE ISSUER. ACCORDINGLY, ALL SUCH INTERMEDIARIES ASSOCIATED WITH THIS ISSUE SHALL HAVE NO LIABILITY IN RELATION TO THE INFORMATION CONTAINED IN THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) OR ANY OTHER INFORMATION PROVIDED BY THE ISSUER IN CONNECTION WITH THE ISSUE.

THE CONTENTS OF THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT ARE INTENDED TO BE USED ONLY BY THOSE INVESTORS TO WHOM IT IS ISSUED. IT IS NOT INTENDED FOR DISTRIBUTION TO ANY OTHER PERSON AND SHOULD NOT BE REPRODUCED BY THE RECIPIENT.

EACH COPY OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IS SERIALY NUMBERED AND THE PERSON, TO WHOM A COPY OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IS SENT, IS ALONE ENTITLED TO APPLY FOR THE DEBENTURES. NO INVITATION IS BEING MADE TO ANY PERSONS OTHER THAN THOSE TO WHOM THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) HAS BEEN SENT. ANY APPLICATION BY A PERSON TO WHOM THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) HAS NOT BEEN SENT BY THE ISSUER SHALL BE REJECTED WITHOUT ASSIGNING ANY REASON.

THE PERSON WHO IS IN RECEIPT OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) SHALL MAINTAIN UTMOST CONFIDENTIALITY REGARDING THE CONTENTS OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) AND SHALL NOT REPRODUCE OR DISTRIBUTE IN WHOLE OR PART OR MAKE ANY ANNOUNCEMENT IN PUBLIC OR TO A THIRD PARTY REGARDING ITS CONTENTS, WITHOUT THE PRIOR WRITTEN CONSENT OF THE ISSUER.

EACH PERSON RECEIVING THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) ACKNOWLEDGES THAT:

- SUCH PERSON HAS BEEN AFFORDED AN OPPORTUNITY TO REQUEST AND TO REVIEW AND HAS RECEIVED ALL ADDITIONAL INFORMATION CONSIDERED BY AN INDIVIDUAL TO BE NECESSARY TO VERIFY THE ACCURACY OF OR TO SUPPLEMENT THE INFORMATION HEREIN; AND
- SUCH PERSON HAS NOT RELIED ON ANY INTERMEDIARY THAT MAY BE ASSOCIATED WITH ISSUANCE OF THE DEBENTURES IN CONNECTION WITH ITS INVESTIGATION OF THE ACCURACY OF SUCH INFORMATION OR ITS INVESTMENT DECISION.

THE ISSUER DOES NOT UNDERTAKE TO UPDATE THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) TO REFLECT SUBSEQUENT EVENTS AFTER THE DATE OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) AND THUS IT SHOULD NOT BE RELIED UPON WITH RESPECT TO SUCH SUBSEQUENT EVENTS WITHOUT FIRST CONFIRMING ITS ACCURACY WITH THE ISSUER. NEITHER THE DELIVERY OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) NOR ANY SALE OF DEBENTURES MADE HEREUNDER SHALL, UNDER ANY CIRCUMSTANCES, CONSTITUTE A REPRESENTATION OR CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE ISSUER SINCE THE DATE HEREOF.

IN THE EVENT OF CONFLICT BETWEEN THE PROVISIONS OF THE GENERAL INFORMATION DOCUMENT, THIS KEY INFORMATION DOCUMENT AND/OR THE DEBENTURE TRUST DEED (TO BE EXECUTED BETWEEN THE ISSUER AND THE DEBENTURE TRUSTEE INTER ALIA RECORDING THE TERMS AND CONDITIONS UPON WHICH THE DEBENTURES ARE BEING ISSUED BY THE ISSUER), AS

APPLICABLE: (A) THE TERMS OF THE DEBENTURE TRUST DEED SHALL PREVAIL OVER THIS KEY INFORMATION DOCUMENT AND THE GENERAL INFORMATION DOCUMENT; AND (B) THE TERMS OF THIS KEY INFORMATION DOCUMENT SHALL PREVAIL OVER THE GENERAL INFORMATION DOCUMENT.

THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) DOES NOT CONSTITUTE, NOR MAY IT BE USED FOR OR IN CONNECTION WITH, AN OFFER OR SOLICITATION BY ANYONE IN ANY JURISDICTION IN WHICH SUCH OFFER OR SOLICITATION IS NOT AUTHORIZED OR TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE SUCH AN OFFER OR SOLICITATION. NO ACTION IS BEING TAKEN TO PERMIT AN OFFERING OF THE DEBENTURES OR THE DISTRIBUTION OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IN ANY JURISDICTION WHERE SUCH ACTION IS REQUIRED. THE DISTRIBUTION OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) AND THE OFFERING AND SALE OF THE DEBENTURES MAY BE RESTRICTED BY LAW IN CERTAIN JURISDICTIONS. PERSONS INTO WHOSE POSSESSION THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) COMES ARE REQUIRED TO INFORM THEMSELVES ABOUT AND TO OBSERVE ANY SUCH RESTRICTIONS. THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IS MADE AVAILABLE TO POTENTIAL INVESTORS IN THE ISSUE ON THE STRICT UNDERSTANDING THAT IT IS CONFIDENTIAL.

IT IS DECLARED THAT NOTHING CONTAINED IN CLAUSE 3.3.41(A) TO (D) OF DISCLOSURE IN SCHEDULE I OF THE SEBI NCS REGULATIONS APPLIES IN THIS CASE FOR THE ISSUE

STOCK EXCHANGE DISCLAIMER CLAUSE: AS REQUIRED, A COPY OF THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT HAS BEEN FILED WITH THE STOCK EXCHANGE PURSUANT TO THE SEBI NCS REGULATIONS. IT IS TO BE DISTINCTLY UNDERSTOOD THAT FILING OF THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT WITH THE STOCK EXCHANGE SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE SAME HAS BEEN CLEARED OR APPROVED BY THE STOCK EXCHANGE. THE STOCK EXCHANGE DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PROJECT FOR WHICH THE ISSUE IS PROPOSED TO BE MADE, OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT.

SEBI DISCLAIMER CLAUSE: IT IS TO BE DISTINCTLY UNDERSTOOD THAT FILING OF THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT WITH THE SECURITIES AND EXCHANGE BOARD OF INDIA (SEBI) SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE SAME HAS BEEN CLEARED OR APPROVED BY SEBI. SEBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PROJECT FOR WHICH THE ISSUE IS PROPOSED TO BE MADE, OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE GENERAL INFORMATION DOCUMENT OR THIS KEY INFORMATION DOCUMENT. THE LEAD MANAGER(S) (IF ANY), HAS CERTIFIED THAT THE DISCLOSURES MADE IN THE ISSUE DOCUMENT ARE GENERALLY ADEQUATE AND ARE IN CONFORMITY WITH THE REGULATIONS. THIS REQUIREMENT IS TO FACILITATE INVESTORS TO TAKE AN INFORMED DECISION FOR MAKING INVESTMENT IN THE PROPOSED ISSUE.

DISCLAIMER FROM THE ISSUER: THE ISSUER ACCEPTS NO RESPONSIBILITY FOR THE STATEMENTS MADE OTHERWISE THAN IN THE GENERAL INFORMATION DOCUMENT, THIS KEY INFORMATION DOCUMENT OR IN ANY OTHER MATERIAL ISSUED BY OR AT THE INSTANCE OF THE ISSUER, AND THAT ANYONE PLACING RELIANCE ON ANY OTHER SOURCE OF INFORMATION WOULD BE DOING SO AT THEIR OWN RISK.

DISCLAIMER IN RESPECT OF JURISDICTION: THE LAWS OF INDIA WILL GOVERN AND BE USED TO CONSTRUE THE GENERAL INFORMATION DOCUMENT, THIS KEY INFORMATION DOCUMENT AND THE NCDS. NOTHING IN THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) CONSTITUTES AN OFFER OF SECURITIES FOR SALE IN ANY OTHER JURISDICTION, OTHER THAN INDIA, WHERE SUCH OFFER OR PLACEMENT WOULD BE IN VIOLATION OF ANY LAW, RULE OR REGULATION. ANY DISPUTES ARISING OUT OF THIS ISSUE WILL BE SUBJECT TO THE JURISDICTION OF THE COURTS AND TRIBUNALS OF CHENNAI.

DISCLAIMER OF THE RESERVE BANK OF INDIA: THE NCDS HAVE NOT BEEN RECOMMENDED OR APPROVED BY THE RBI NOR DOES RBI GUARANTEE THE ACCURACY OR ADEQUACY OF THE OFFER DOCUMENTS. IT IS TO BE DISTINCTLY UNDERSTOOD THAT THE OFFER DOCUMENTS SHOULD NOT, IN ANY WAY, BE DEEMED OR CONSTRUED THAT THE NCDS HAVE BEEN RECOMMENDED FOR INVESTMENT BY THE RBI. THE RBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF THE ISSUER, OR THE NCDS BEING ISSUED BY THE ISSUER OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE OFFER DOCUMENTS. POTENTIAL INVESTORS MAY MAKE INVESTMENT DECISION IN THE NCDS OFFERED IN

TERMS OF THE OFFER DOCUMENTS SOLELY ON THE BASIS OF THEIR OWN ANALYSIS AND RBI DOES NOT ACCEPT ANY RESPONSIBILITY ABOUT SERVICING/ REPAYMENT OF SUCH INVESTMENT

LISTING
The Debentures to be issued under this Key information Document (read with the General Information Document) will be listed on BSE Limited (the “ Stock Exchange ”). The Issuer has obtained the in-principle approval of the Stock Exchange for the listing of the Debentures, and shall make an application for listing and shall ensure that the NCDs are listed on the Stock Exchange within 3 (three) working days from the Issue Closing Date.

INVESTORS ARE ADVISED TO READ THE RISK FACTORS CAREFULLY BEFORE TAKING AN INVESTMENT DECISION IN THIS ISSUE. FOR TAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE ISSUER AND THE OFFER INCLUDING THE RISKS INVOLVED. THE DEBENTURES HAVE NOT BEEN RECOMMENDED OR APPROVED BY THE ANY REGULATORY AUTHORITY IN INDIA, INCLUDING THE SEBI NOR DOES SEBI GUARANTEE THE ACCURACY OR ADEQUACY OF THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT). SPECIFIC ATTENTION OF INVESTORS IS INVITED TO THE STATEMENT OF ‘RISK FACTORS’ GIVEN IN SECTION 1 OF THE GENERAL INFORMATION DOCUMENT AND SECTION 1 OF THIS KEY INFORMATION DOCUMENT, AS WELL AS THE SECTION TITLED ‘GENERAL RISK’ IN SECTION 1 OF THE KEY INFORMATION DOCUMENT.

THE ISSUER, HAVING MADE ALL REASONABLE INQUIRIES, ACCEPTS RESPONSIBILITY FOR, AND CONFIRMS THAT THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) CONTAINS ALL INFORMATION WITH REGARD TO THE ISSUER AND THE ISSUE, THAT THE INFORMATION CONTAINED IN THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IS TRUE AND CORRECT IN ALL MATERIAL ASPECTS AND IS NOT MISLEADING IN ANY MATERIAL RESPECT, THAT THE OPINIONS AND INTENTIONS EXPRESSED HEREIN AND IN THE GENERAL INFORMATION DOCUMENT ARE HONESTLY HELD AND THAT THERE ARE NO OTHER FACTS, THE OMISSION OF WHICH MAKE THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) AS A WHOLE OR ANY OF SUCH INFORMATION OR THE EXPRESSION OF ANY SUCH OPINIONS OR INTENTIONS MISLEADING IN ANY MATERIAL RESPECT.

THE ISSUER HAS NO SIDE LETTER WITH ANY NCD HOLDER EXCEPT THE ONE(S) DISCLOSED IN THE OFFER DOCUMENT/GENERAL INFORMATION DOCUMENT/KEY INFORMATION DOCUMENT. ANY COVENANTS LATER ADDED SHALL BE DISCLOSED ON THE STOCK EXCHANGE WEBSITE WHERE THE NCDs ARE LISTED.

THE ISSUER, HAVING MADE ALL REASONABLE INQUIRIES, ACCEPTS RESPONSIBILITY FOR AND CONFIRMS THAT THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION 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 THIS KEY INFORMATION DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) IS TRUE AND CORRECT IN ALL MATERIAL ASPECTS AND IS NOT MISLEADING, THAT THE OPINIONS AND INTENTIONS EXPRESSED HEREIN AND IN THE GENERAL INFORMATION DOCUMENT ARE HONESTLY STATED AND THAT THERE ARE NO OTHER FACTS, THE OMISSION OF WHICH MAKE THIS DOCUMENT (READ WITH THE GENERAL INFORMATION DOCUMENT) AS A WHOLE OR ANY OF SUCH INFORMATION OR THE EXPRESSION OF ANY SUCH OPINIONS OR INTENTIONS MISLEADING.
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 1 OF THE GENERAL INFORMATION DOCUMENT AND SECTION 1 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.

DEBENTURE TRUSTEE DISCLAIMER: THE DEBENTURE TRUSTEE, “IPSO FACTO” DOES NOT HAVE THE OBLIGATIONS OF A BORROWER OR A PRINCIPAL DEBTOR OR A GUARANTOR AS TO THE MONIES PAID/INVESTED BY INVESTORS FOR THE DEBENTURES/BONDS. IT IS THE DUTY OF THE DEBENTURE TRUSTEE TO MONITOR THAT SECURITY IS MAINTAINED AS PER THE TERMS OF THE GENERAL INFORMATION DOCUMENT, THIS KEY INFORMATION DOCUMENT AND THE DEBENTURE DOCUMENTS. THE DEBENTURE TRUSTEE DOES NOT MAKE NOR DEEMS TO HAVE MADE ANY REPRESENTATION ON THE ISSUER, ITS OPERATIONS, THE DETAILS AND PROJECTIONS ABOUT THE ISSUER OR THE DEBENTURES UNDER OFFER MADE IN THE GENERAL

INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT. APPLICANTS / INVESTORS ARE ADVISED TO READ CAREFULLY THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT AND MAKE THEIR OWN ENQUIRY, CARRY OUT DUE DILIGENCE AND ANALYSIS ABOUT THE ISSUER, ITS PERFORMANCE AND PROFITABILITY AND DETAILS IN THE GENERAL INFORMATION DOCUMENT AND THIS KEY INFORMATION DOCUMENT BEFORE TAKING THEIR INVESTMENT DECISION. THE DEBENTURE TRUSTEE SHALL NOT BE RESPONSIBLE FOR THE INVESTMENT DECISION AND ITS CONSEQUENCES.

CREDIT RATING AGENCIES DISCLAIMER CLAUSE:

THE NCDS HAVE BEEN RATED AS MENTIONED IN THE RATING LETTERS/RATIONALE FROM THE RATING AGENCIES AND THE DISCLAIMER OF EACH RATING AGENCY IS MENTIONED IN THEIR RESPECTIVE RATING LETTERS/RATIONALE PROVIDED IN **ANNEXURE B** OF THIS KEY INFORMATION DOCUMENT. IN ISSUING THEIR RATINGS, EACH RATING AGENCY MUST RELY ON THE WORK OF EXPERTS, INCLUDING INDEPENDENT AUDITORS WITH RESPECT TO FINANCIAL STATEMENTS AND ATTORNEYS WITH RESPECT TO LEGAL AND TAX MATTERS. PLEASE NOTE THAT THE RATING IS NOT A RECOMMENDATION OR SUGGESTION, DIRECTLY OR INDIRECTLY, TO YOU OR ANY OTHER PERSON, TO BUY, SELL OR HOLD NCDS AND INVESTORS SHOULD TAKE THEIR OWN DECISION. THE RATING MAY BE SUBJECT TO REVISION OR WITHDRAWAL AT ANY TIME BY THE ASSIGNING RATING AGENCY AND EACH RATING SHOULD BE EVALUATED INDEPENDENTLY OF ANY OTHER RATING. THE RATINGS OBTAINED ARE SUBJECT TO REVISION AT ANY POINT OF TIME IN THE FUTURE. THE RATING AGENCY HAS THE RIGHT TO SUSPEND, WITHDRAW THE RATING AT ANY TIME ON THE BASIS OF NEW INFORMATION, ETC. THE RATING AGENCIES SHALL NEITHER CONSTRUED TO BE NOR ACTING UNDER THE CAPACITY OR NATURE OF AN ‘EXPERT’ AS DEFINED UNDER SECTION 2(38) OF THE COMPANIES ACT, 2013.

II. DEFINITIONS AND ABBREVIATIONS

BSE	BSE Limited
BSE-BOND EBP	EBP Platform of BSE
Debenture Trust Deed	The debenture trust deed to be executed between the Issuer and the Debenture Trustee inter alia recording the terms and conditions upon which the Debentures are being issued by the Issuer pursuant to this Key Information Document and the General Information Document.
Debenture Trustee	Vardhman Trusteeship Private Limited
Debentures or NCDs	5,000 (Five Thousand) unsubordinated, rated, listed, secured, redeemable, taxable, green, non-convertible debentures (“ NCDs ” or “ Debentures ”) of INR 1,00,000/- (Indian Rupees One Lakh Only) each aggregating up to INR 50,00,00,000/- (Indian Rupees Fifty Crore) to be issued by the Issuer on a private placement basis.
NCD Holder	Eligible Investor(s) who shall be the holders of the NCDs and whose names (a) appear in the register of beneficial owners maintained by the Depository pursuant to Section 11 of the Depositories Act, 1996; or (b) appear as ‘debenture holders’ in the register of debenture holders maintained by the Issuer pursuant to Section 88 of the Companies Act, 2013, (and shall include transferees of the NCDs from time to time, as registered with the Issuer and the Depository) and in the event of any inconsistency between sub-paragraph (a) and (b) above, sub paragraph (b) shall prevail.
EBP Mechanism Guidelines	Electronic Book Mechanism issued by BSE vide their Notice bearing reference number 20230417-35 dated April 17, 2023, as may be amended or replaced from time to time.
EBP Platform	Platform for issuance of NCDs on a private placement basis, established in accordance with the SEBI Master Circular, e.g. BSE-BOND EBP.
Rating Agency(ies)	CRISIL Ratings Limited or any other rating agency approved by SEBI for carrying out debt ratings in India.
Transaction Documents	Has the meaning ascribed to such term in the Debenture Trust Deed.
WDM	Wholesale Debt Market of the BSE.

Note: Other terms used but not defined in this Key Information Document shall have the meanings ascribed to such term in the Debenture Trust Deed and the General Information Document.

III. LIST OF DOCUMENTS TO BE FILED WITH THE STOCK EXCHANGE

List of disclosures to be filed along with the listing application to the stock exchange:

A. The General Information Document;

- B. This Key Information Document;
- C. Due diligence certificate from the Debenture Trustee as per the format specified in **Schedule IV** of the SEBI NCS Regulations;
- D. Memorandum and Articles of Association and necessary resolution(s) for the allotment of the debt securities;
- E. Copy of the board/committee resolution authorizing the borrowing and list of authorized signatories for the allotment of securities, attached hereto as **Annexure E**;
- F. Copy of last three years Annual Reports, attached hereto as **Annexure L** ;
- G. Statement containing particulars of, dates of, and parties to all material contracts and agreements;
- H. Reports about the business or transaction to which the proceeds of the NCDs are to be applied either directly or indirectly, if required;
- I. An undertaking from the Issuer stating that the necessary documents for the creation of the charge, including the Debenture Trust Deed, has been executed within the time frame prescribed in the relevant regulations/act/rules etc. and the same would be uploaded on the website of the Stock Exchange, where the securities have been proposed to be listed, attached hereto as **Annexure I**;
- J. An undertaking that permission/ consent from the prior creditors for a second or a pari passu charge being created, wherever applicable, in favour of the Debenture Trustee, is not required to be obtained for the proposed issue, attached hereto as **Annexure C**; and
- K. Any other particulars or documents that the recognized stock exchange may call for as it deems fit.

IV. LIST OF DOCUMENTS TO BE DISCLOSED TO THE DEBENTURE TRUSTEE

List of disclosures to be submitted to the Debenture Trustee in electronic form (soft copy) at the time of allotment of the debt securities:

- A. General Information Document;
- B. Key Information Document;
- C. Memorandum and Articles of Association and necessary resolution(s) for the allotment of the debt securities;
- D. Copy of last three years' audited annual reports of the Issuer;
- E. Copy of the requisite board/ committee resolutions authorizing the borrowing and list of authorised signatories for the allotment of securities;
- F. An undertaking from the Issuer stating that the necessary documents for creation of the charge, wherever applicable, including the Debenture Trust Deed has been executed within the time frame prescribed in the relevant regulations/Act/rules etc. and the same would be uploaded on the website of the designated stock exchange, where such securities have been proposed to be listed;
- G. An undertaking that permission/ consent from the prior creditors for a second or a pari passu charge being created, wherever applicable, in favour of the Debenture Trustee, is not required to be obtained for the proposed issue;
- H. Statement containing particulars of, dates of, and parties to all material contracts and agreements;

- I. A columnar representation of the audited financial statements (i.e. Profit & Loss statement, Balance Sheet and Cash Flow statement) both on a standalone and consolidated basis for a period of 3 (three) completed years;
 - J. An undertaking to the effect that the Issuer would, till the redemption of the debt securities, submit its financial results to the Debenture Trustee in the form, manner and within the timelines as mentioned in SEBI LODR Regulations, as amended from time to time, attached as **Annexure I** hereto. Further, the Issuer shall within 180 (one hundred and eighty) days from the end of the financial year, submit a copy of the latest annual report to the Debenture Trustee and the Debenture Trustee shall be obliged to share the details submitted under this clause with holders of the NCDs (including 'Qualified Institutional Buyers' (QIBs)) and other existing debenture-holders within 2 (two) working days of their specific request, attached as **Annexure I** hereto; and
 - K. Any other particulars or documents that the recognized stock exchange may call for as it deems fit.
- V. DISCLOSURE REQUIREMENTS UNDER FORM PAS-4** (Pursuant to section 42 of Companies Act, 2013 read with Rule 14(1) of Companies (Prospectus and Allotment of Securities) Rules, 2014):
Please refer to Section 3 of this Key Information Document

SECTION 1: RISK FACTORS

Investing in the NCDs involves significant risk. Investors of the NCDs should consider carefully all of the information in the General Information Document and this Key Information Document, including in particular, the risk factors discussed below. Unless the context requires otherwise, the risk factors described below apply alone to the Issuer. If any of the following risks actually occur, our business, results of operations, cash flow, financial condition and prospects could be materially and adversely affected. In addition, other risks and uncertainties not currently known to us or that we currently deem immaterial may also materially and adversely affect our business, financial condition, cash flows and results of operations. This could, in turn, affect adversely our ability to make payments on the NCDs offered hereby.

Unless specified or quantified in the relevant risk factors, the Issuer is not in a position to quantify the financial or other implications of any risk mentioned herein below.

In this section, a reference to “we”, “us”, or “our” means the Issuer, unless the context otherwise requires.

The following are the risks relating to us and the Debentures envisaged by our management. We believe that the factors described below represent the principal risks inherent in investing in the Debentures.

1. RISKS RELATING TO THE ISSUER

Please refer to Section 1 of the General Information Document

2. RISKS IN RELATION TO INVESTMENT IN THE NON-CONVERTIBLE DEBENTURES

AN INVESTMENT IN THE DEBENTURES INVOLVES RISKS. THESE RISKS MAY INCLUDE, AMONG OTHERS, EQUITY MARKET, BOND MARKET, INTEREST RATE, MARKET VOLATILITY AND ECONOMIC, POLITICAL AND REGULATORY RISKS AND ANY COMBINATION OF THESE AND OTHER RISKS. PROSPECTIVE INVESTORS SHOULD BE EXPERIENCED WITH RESPECT TO TRANSACTIONS IN INSTRUMENTS SUCH AS THE DEBENTURES. PROSPECTIVE INVESTORS SHOULD UNDERSTAND THE RISKS ASSOCIATED WITH AN INVESTMENT IN THE DEBENTURES AND SHOULD ONLY REACH AN INVESTMENT DECISION AFTER CAREFUL CONSIDERATION OF, (A) THE SUITABILITY OF AN INVESTMENT IN THE DEBENTURES IN THE LIGHT OF THEIR OWN PARTICULAR FINANCIAL, TAX AND OTHER CIRCUMSTANCES; AND (B) THE INFORMATION SET OUT IN THIS KEY INFORMATION DOCUMENT.

PROSPECTIVE INVESTORS ARE ADVISED TO CAREFULLY READ THESE KEY RISKS ASSOCIATED WITH THE DEBENTURES. THESE RISKS ARE NOT, AND ARE NOT INTENDED TO BE, A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO THE DEBENTURES OR YOUR DECISION TO PURCHASE THE DEBENTURES.

More than one risk factor may simultaneously affect the Debentures such that the effect of a particular risk factor may not be predictable. In addition, more than one risk factor may have a compounding effect which may not be predictable. No assurance can be given as to the effect that any combination of risk factors may have on the value of the Debentures.

The Debentures involve a significant degree of risk and are intended for sale only to those investors capable of understanding the risks involved in such instruments. The Debentures are complex and an investment in such a product may involve a higher risk of loss of a part of the initial investment as compared to investment in other securities unless held till Maturity Date as set out in this Placement Memorandum. Prior to investing in the Debentures, a prospective investor should ensure that such prospective investor understands the nature of all the risks associated with the investment in order to determine whether the investment is suitable for such prospective investor in light of such prospective investor’s experience, objectives, financial position and other relevant circumstances. Prospective investors should independently consult with their legal, regulatory, tax, financial and/or accounting advisors to the extent the prospective investor considers necessary in order to make their own investment decisions.

RISKS RELATING TO THE DEBENTURES

I. Changes in the interest rates may affect the price of the Debentures

All securities where a fixed rate of interest is offered, such as Debentures are subject to price risk. The price of such securities will vary inversely with changes in prevailing interest rates, i.e. when interest rates rise, prices of fixed income securities fall and when interest rates drop, the prices increase. The extent of fluctuation in the prices is a function of the existing coupon/yield to maturity, days to maturity and the increase or decrease in the level of prevailing interest rates. Any increase in rates of interest is likely to have a negative effect on the price of the Debentures.

II. Secondary market for the Debentures may be Illiquid

It is not possible to predict if and to what extent a secondary market may develop in the Debentures or at what price the Debentures will trade in the secondary market or whether such market will be liquid or illiquid. As specified in the Placement Memorandum, an application has been made to list or quote or admit to trading the Debentures on the WSD Segment of the BSE and an in-principle approval has been obtained. If the Debentures are so listed or quoted or admitted to trading on the BSE no assurance is given that any such listing or quotation or admission to trading will be maintained. The fact that the Debentures may be so listed or quoted or admitted to trading does not necessarily lead to greater liquidity than if they were not so listed or quoted or admitted to trading.

The Issuer may, but is not obliged to, at any time purchase the Debentures at any price in the open market or by tender or private agreement. Any Debentures so purchased may be resold or surrendered for cancellation. The more limited the secondary market is, the more difficult it may be for holders of the Debentures to realize value for the Debentures prior to redemption of the Debentures.

III. Credit risk and rating downgrade risk

The Credit Rating Agency has assigned the credit rating of “BBB/ Stable” rating to the Debentures. In the event of deterioration in the financial health of the Issuer, there is a possibility that the rating agency may downgrade the rating of the Debentures. In such cases, potential investors may incur losses on revaluation of their investment or make provisions towards sub-standard/ non-performing investment as per their usual norms. The Issuer cannot guarantee that this rating will not be downgraded. Such a downgrade in the credit rating may lower the value of the Debentures and may also affect the Issuer’s ability to raise further debts.

IV. The Debentures may not be a suitable investment for all potential Investors

Potential Investors should ensure that they understand the nature of the Debentures and the extent of their exposure to risk, that they have sufficient knowledge, experience and access to professional advisers such as legal, tax, accounting and other advisers to make their own legal, tax, accounting and financial evaluation of the merits and risks of investment in the Debentures and that they consider the suitability of the Debentures as an investment in the light of their own circumstances and financial condition.

V. Exercise of powers by the Debenture Trustee is subject to equitable principles and supervisory powers of courts

The exercise by the Debenture Trustee of the powers and remedies conferred on it under the Debentures and this Placement Memorandum or otherwise vested in it by applicable law, will be subject to general equitable principles regarding the enforcement of security, the general supervisory powers and discretion of the Indian courts in the context thereof and the obtaining of any necessary governmental or regulatory consents, approvals, authorisations or orders.

VI. The right of the Debenture Holders to receive payments under the Debentures will be junior to certain tax and other liabilities preferred by law on an insolvency of the Issuer

The Debentures will be subordinated to certain liabilities preferred by applicable law such as claims of the Government of India on account of taxes and certain liabilities incurred in the ordinary course of the Issuer’s business (including workmen’s dues).

Upon an order for winding-up in India, the assets of a company are vested in a liquidator who has wide powers to liquidate such company to pay its debt and administrative expenses.

VII. Receipt of coupon or principal is subject to the credit risk of the Issuer.

Investors should be aware that the receipt of any coupon payment and principal amount at maturity is subject to the credit risk of the Issuer. Any stated credit rating of the Issuer reflects the independent opinion of the referenced rating agency as to the creditworthiness of the rated entity but is not a guarantee of credit quality of the Issuer. Any downgrading of the credit ratings of the Issuer by the rating agency may lower the value of the Debentures.

Potential Investors should be aware that receipt of the principal amount, (i.e. the redemption amount) and any other amounts that may be due in respect of the Debentures is subject to the credit risk of the Issuer. Potential Investors assume the risk that the Issuer will not be able to satisfy their obligations under the Debentures. In the event that bankruptcy proceedings or composition, scheme of arrangement or similar proceedings to avert bankruptcy are instituted by or against the Issuer, the payment of sums due on the Debentures may not be made or may be substantially reduced or delayed.

The payment of the principal and coupon on the Debentures is subject to the credit risk of the Issuer whereby the investors may or may not recover all or part of the principal or coupon amount of the funds invested in case of default by the Issuer. Debenture Holders assume the risk that the Issuer will not be able to satisfy their obligations under the Debentures and may or may not recover all or part of the principal and/or coupon amount in case of default by the Issuer.

VIII. Payment of penalty

In case of outstanding debt instruments or deposits or borrowings, any default in compliance with the material covenants such as creation of security as per terms agreed, default in payment of interest, default in redemption or repayment, non-creation of debenture redemption reserve, default in payment of penal interest wherever applicable.

OTHER RISKS UNDER THE SEBI NCS REGULATIONS

(a) Risks in relation to the security created in relation to the debt securities, if any;

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, subject to applicable law and in accordance with the applicable guidelines or regulations, if any. The Debenture Holder(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 Debenture Holder(s)' amounts outstanding under the Debentures. There is a risk that the value realised from the enforcement of the security may be insufficient to redeem the Debentures.

(b) Refusal of listing of any security of the issuer during preceding three financial years and current financial year by any of the stock exchanges in India or abroad;

As of date, the Company has not been refused in listing of any security during the last 3 years by any of the stock exchanges in India or abroad and therefore, this would not be applicable.

(c) Limited or sporadic trading of non-convertible securities of the issuer on the stock exchanges;

As of date, the Company is not aware of any limited or sporadic trading of the non-convertible securities of the Company on stock exchanges and therefore, this would not be applicable.

(d) In case of outstanding debt instruments or deposits or borrowings, any default in compliance with the material covenants such as creation of security as per terms agreed, default in payment of interest, default in redemption or repayment, non-creation of debenture redemption reserve, default in payment of penal interest wherever applicable;

As of date, the Issuer has not defaulted in compliance with any material covenants agreed to by the Issuer and therefore, this would not be applicable.

(e) **If secured, any risks in relation to maintenance of security cover or full recovery of the security in case of enforcement;**

While the debt securities are secured to the tune of 100% of the principal and interest amount or as per the terms of offer document/ General Information Document/ Key Information Document, in favour of Debenture Trustee, it is the duty of the Debenture Trustee to monitor that the security is maintained, however, the recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security.

(f) **A risk factor to state that while the debenture is secured against a charge to the tune of 100% of the principal and interest amount in favour of debenture trustee, and it is the duty of the debenture trustee to monitor that the security is maintained, 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;**

While the debt securities are secured to the tune of 100% of the principal and interest amount or as per the terms of offer document/ General Information Document/ Key Information Document, in favour of Debenture Trustee, it is the duty of the Debenture Trustee to monitor that the security is maintained, however, the recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security.

(g) **All covenants including the accelerated payment covenants given by way of side letters shall be incorporated in the issue document by the issuer.**

The Company has no side letter with any debt securities holder except the one(s) disclosed in the Offer Letter / General Information Document and this Key Disclosure Document.]

3. **RISKS SPECIFIC TO THE ISSUANCE OF GREEN DEBT SECURITIES**

Type of Risk	Risk Ownership	Key Stakeholders	Key Roles & Responsibilities
Environment and Social Risk of Borrowers	Credit and ESG team	• Risk Management Department • Credit Head • Compliance Head - Sustainability / ESG Head	• Adherence to Samunnati’s ESMS policy • Adherence to Samunnati’s ESMS process a. Exclusion list b. Borrower E&S risk categorization c. E&S risk assessment(for high risk and medium risk borrower d. E&S action plan e. E&S monitoring

SECTION 2: DISCLOSURES UNDER SEBI NCS REGULATIONS

2.1. DETAILS OF PROMOTERS OF THE ISSUER

As per **Section 2** of the General Information Document.

Declaration: The Issuer confirms that the Permanent Account Number, Aadhar number, driving license number, passport number, personal addresses and Bank Account Number(s) of the promoters and Permanent Account Number of directors have been submitted to BSE (i.e., the stock exchange on which the Debentures are proposed to be listed), at the time of filing the draft Key Information Document.

S.no	Details of Promoter	Description
1.	Name of promoter	Mr. Anil Kumar S G
2.	Date of Birth	06 th April 1972
3.	Age	52
4.	Personal Address	No 1402, Aurora Block, 14th Floor, ASV Alexandria, Sholinganallur, Chennai – 600119
5.	Education Qualifications	Master’s in management from Asian Institute of Management, Manila, Masters in Business Administration from Symbiosis Institute of Management, Graduation in Humanities from Osmania University, Hyderabad
6.	Experience in the business or employment	Banker with over 28 years of experience. Anil Kumar embarked on a journey in Rural & Agri finance from 2007 onwards as Founder Trustee of IFMR Trust. Later, embarked on an entrepreneurial venture by starting SAMUNNATI – a Non-Banking Finance Company focused exclusively on Agriculture with focus on Small Holder Farmers.
7.	positions/posts held in the past by the promoter	CEO - IFMR Rural Channels & Services Private Limited
8.	Directorships held by the promoter	Samunnati Agro Solutions Private Limited Samunnati Finance Private Limited Samunnati Investment Management Private Limited Ripples of Change Foundation
9.	Other ventures of the promoter	NA
10.	Special achievements	The Best Social Entrepreneur in the Global Social Entrepreneurship Programme 2018; TiE Impact Entrepreneur of the Year Award in 2013; Real Leaders Impact Award 2020 (ranked 83 in top 100); ET Social Enterprise Start-up award in 2020; Best Social Entrepreneur Award by Hand in Hand at the Global Social Entrepreneurship Programme; Naanayam Vikatan Business Startup Champion Award under the category “Start-up Champion” for the year 2021.
11.	Business and financial activities of the promoter	Same as company
12.	Photograph	
13.	Permanent Account Number	AGQPS1971G

14.	Aadhar Number	8779 5180 4233
15.	Driving license number	TN14 20220000981
16.	Passport Number	W3364995
17.	Bank Account Number(s)	Mr. Anil Kumar S G Bank account No: 007601000007 Bank : ICICI Bank IFSC Code: ICIC0000076

2.2. DETAILS OF CREDIT RATING ALONG WITH LATEST PRESS RELEASE OF THE CREDIT RATING AGENCY IN RELATION TO THE ISSUE AND DECLARATION THAT THE RATING IS VALID AS ON THE DATE OF ISSUANCE AND LISTING. SUCH PRESS RELEASE SHALL NOT BE OLDER THAN ONE YEAR FROM THE DATE OF THE OPENING THE ISSUE.

CRISIL Ratings Limited has assigned a rating of “BBB/ Stable” rating to the Debentures, vide credit rating letter dated **November 12, 2024**. Instruments with this rating are considered to have an adequate degree of safety regarding timely service of financial obligations. Such instruments carry moderate credit risk. The rating letters from the Rating Agency is provided in **Annexure B** of this Key Information Document. The Rating Agency has also issued a press release of the credit rating in respect of the Debentures on, **November 12, 2024**. The Issuer declares that the credit rating assigned to the NCDs is valid as on the date of issuance and listing. The copies of the press release and the rating rationale (not older than 1 (one) year from the date of opening of the Issue) in respect of the rating for the Debentures is provided in **Annexure B** to this Key Information Document.

2.3. NAME(S) OF THE STOCK EXCHANGE(S) WHERE THE NON-CONVERTIBLE SECURITIES ARE PROPOSED TO BE LISTED 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 of BSE. The Issuer shall comply with the requirements of the Debt Listing Agreement to the extent applicable to it on a continuous basis. The Issuer has obtained the in-principle approval for the listing of the Debentures on BSE pursuant to this Key Information Document and the General Information Document. Please refer to **Annexure F** to this Key Information Document for a copy of the in-principle approval letter dated **February 8, 2024** issued by the BSE.

The Debentures are not proposed to be listed on more than one stock exchange.

The Issuer is required to create and maintain the recovery expenses fund with the Stock Exchange, equal to 0.01% (zero point zero one percent) of the size of the Issue, subject to the maximum balance of INR 25,00,000 (Indian Rupees Twenty Five Lakh only) in accordance with the SEBI Master Circular. In this regard, please also refer to the section on “Creation of recovery expense fund” under ‘Summary of the Terms of the Issue’.

2.4. ISSUE SCHEDULE

Particulars	Date
Issue Opening Date	December 4, 2024
Issue Closing Date	December 4, 2024
Pay-In Date	December 5, 2024
Deemed Date of Allotment	December 5, 2024
Date of earliest closing of the Issue, if any	December 4, 2024

2.5. NAME AND ADDRESS OF THE FOLLOWING:

Issuer	Samunnati Financial Intermediation & Services Pvt Ltd.
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Debenture Trustee	Debenture Trustee  Vardhman Trusteeship Private Limited Address: Turner Morrison Building, Unit No. 15, 6 Lyons Range, Kolkata -700001 Tel: +91 22 4264 8335 Tel No. +91 22 4264 8335 E-mail: corporate@vardhmantrustee.com Website: https://vardhmantrustee.com/ Contact Person: Mr. Rushabh Desai
Credit Rating Agency	Credit Rating Agency Logo:  Name: CRISIL Ratings Limited Address: CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai – 400076, India Tel No.: +91 22 3342 3000 Contact Person: Prasant Email: prashant.mane@crisil.com Website: www.crisilrating.com
Registrar to the Issue	Integrated Registry Management Services Private Limited  Address: 2nd Floor, “Kences Towers”, Ramakrishna Street, North Usman Road, T. Nagar, Chennai – 600 017 Tel No. +91 99401-64773 E-mail: corpserv@integratedindia.in/Yuvraj@integratedindia.in Contact Person: Yuvaraj FAX No : 044- 28142379 SEBI Registration Number: INR000000544 CIN: U74900TN2015PTC101466 Website: https://www.integratedindia.in/
Legal Counsel to the Investors	Name: Trilegal  Logo: Address: One World Center, Tower 2A and 2B, 10th floor, Senapati Bapat Marg, Lower Parel West, Mumbai, Maharashtra 400013 Website: https://trilegal.com Email address: ameya.khandge@trilegal.com Telephone Number: 022-40791006 Contact Person: Mr. Ameya Khandge

Auditors	V. Narayanan & Co.  Address: No. 23, Sir C V Raman Road, Alwarpet, Chennai – 600018 Website: www.vncindia.com Email address: vnctvl@vncindia.com Telephone Number: +91 4424995550 Contact Person: Mr. Dileep Thammana Peer Review No. 014173
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2.6. ABOUT THE ISSUER

As per **Section 2** of the General Information Document.

Details of branches or units where the issuer carries on its business activities, if any

Please refer Section 2.6(ii)(d) of General Information Document. There are no changes in the information set out in Section 2.6(ii)(d) of the General Information Document.

Use of proceeds (in the order of priority for which the said proceeds will be utilized):

(i) purpose of the placement:

The proceeds from the issue of Debentures will be utilised in accordance with the Purpose (as set out in Section 2.47 below).

(ii) break-up of the cost of the project for which the money is being raised:

Please refer Section 2.47 (*Summary of the Terms of the Issue*).

(iii) means of financing for the project:

Please refer Section 2.47 (*Summary of the Terms of the Issue*).

(iv) proposed deployment status of the proceeds at each stage of the project:

The proceeds from the issue of Debentures will be utilised in accordance with the Purpose (as set out in Section 2.47 below).

2.7. EXPENSES OF THE ISSUE

Expenses of the issue along with a break up for each item of expense, including details of the fees payable to separately as under (in terms of amount, as a percentage of total issue expenses and as a percentage of total issue size), as applicable:

Particulars	Amount	% of total Issue expenses	% of total Issue size
Lead manager(s) fees	NA	0%	0.00%
Underwriting commission	NA	0%	0.00%
Brokerage, selling commission and upload fees	NA	0%	0.00%
Fees payable to the registrars to the Issue	6,000	2%	0.00%
Fees payable to the legal advisors	NA	0%	0.00%
Advertising and marketing expenses	NA	0%	0.00%

Particulars	Amount	% of total Issue expenses	% of total Issue size
Fees payable to the regulators including stock exchanges	1,30,000	45%	0.03%
Expenses incurred on printing and distribution of issue stationary	NA	0%	0.00%
Any other fees, commission or payments under whatever nomenclature	1,50,000	52%	0.03%

* Amounts are approximate and computed inclusive of all taxes

2.8. FINANCIAL INFORMATION

- i. 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 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”).

<https://samunnati.com/wp-content/uploads/2024/05/2024-05-28-Intimation-to-SE-Annual-Financial-Results.pdf>

- ii. 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.

Not applicable

- iii. 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.

<https://samunnati.com/wp-content/uploads/2024/05/2024-05-28-Intimation-to-SE-Annual-Financial-Results.pdf>

Sep-24 Limited review in the below link

<https://www.bseindia.com/xml-data/corpfiling/AttachLive/c432dd4b-6946-42c7-844c-9c7bce26b0e4.pdf>

- iv. 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:

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

Not applicable

- The above financial statements have been accompanied with the Auditor’s Report along with the requisite schedules, footnotes, summary etc.
- Key Operational and Financial Parameters on a consolidated basis and standalone basis in respect of the financial information provided under clauses (i) to (iv) above

A brief overview of the financial performance of the Issuer for past three years is given below

Standalone Basis	Rs. MN				
PARTICULARS	Sep 30, 2024	MARCH 31, 2024	MARCH 31, 2023	MARCH 31, 2022	MARCH 31, 2021
	Unaudited Limited Review	Audited	Audited	Audited	Audited
Assets					
Property, Plant and Equipment	21.24	24.40	-	-	-
Financial Assets	21112.39	19054.40	14314.23	15586.04	12624.95
Non-financial Assets excluding property, plant and equipment	968.89	889.49	1009.34	583.52	282.82
Total Assets	22102.52	19943.89	15323.57	16169.56	12907.77
Liabilities					
Financial Liabilities	14154.60	12156.03	9663.34	10764.56	7738.13
Derivative Financial Instruments	38.66	35.74	51.36	53.52	16.09
Trade Payables	5365.89	5733.75	5075.53	5301.33	4213.92
Debt Securities	8668.56	6291.78	4437.07	5326.48	3479.32
Borrowings (other than Debt Securities)	81.49	94.76	89.07	69.19	28.80
Subordinated liabilities	38.66	35.74	51.36	53.52	16.09
Other financial liabilities	5365.89	5733.75	5075.53	5301.33	4213.92
Non-Financial Liabilities	111.02	99.10	58.77	61.16	44.05
Current tax liabilities (net)		-	-	-	-
Provisions	53.41	45.23	31.88	34.43	27.30
Deferred tax liabilities (net)		-	-	-	-

Other non-financial liabilities	57.61	53.87	37.21	40.20	16.75
Equity (Equity Share Capital and Other Equity)	7836.91	7688.76	5601.46	5343.54	5125.59
Non-controlling interest					
Total Liabilities and Equity	22102.52	19943.89	15232.57	16169.56	12907.77
Revenue from operations	1448.94	2192.94	1972.28	1733.17	1603.86
Other Income	95.88	118.56	78.99	82.73	72.97
Total Income	1544.82	2311.5	2051.27	1815.9	1676.83
Total Expenses	1647.21	2060.01	3348.64	2631.9	1674.06
Profit after tax for the year	-77.59	210.49	-983.8	-666.19	3.73
Other Comprehensive income	-22.66	-25.66	0.66	2.07	4.11
Total Comprehensive Income	-100.25	184.83	-983.14	-664.12	7.84
Earnings per equity share (Basic)	-32.38	93.21	-472.61	-325.9	10.35
Earnings per equity share (Diluted)	-32.38	88.51	-472.61	-325.9	1.64
Cash Flows					
Net cash from / used in (-) operating activities	163.95	-1970.63	1995.79	-2505.23	-2249.02
Net cash from / used in (-) investing activities	-1630.96	-1123.05	-856.99	420.28	-631.11
Net cash from / used in (-) financing activities	1426.10	3300.95	-1193.45	1917.69	2853.85

Net increase / decrease (-) in cash and cash equivalents	-40.90	207.29	-54.65	-167.26	-26.28
Cash and cash equivalents as per Cash Flow Statement as at the end of Half Year	1102.22	1143.12	935.83	990.48	1157.74
Additional Information					
Net Worth	7836.91	7688.76	5,601.46	5,343.54	5,125.59
Cash and cash equivalents	1102.22	1143.12	935.83	990.48	1,157.74
Loans	14143.94	13810.4	10,448.04	12,481.26	9,676.19
Loans (Principal Amount)	14544.75	14135.73	11,461.30	12,833.79	9,829.63
Total Debts to Total Assets	0.63	0.6	0.62	0.66	0.6
Interest Income	1229.97	2036	1884.03	1692.47	1603.86
Interest Expense	829.72	1129.32	1215.74	977.17	684.09
Impairment on Financial Instruments	354.94	158.37	1370.73	744.54	322.51
Bad Debts to Loans	4.45%	5.99%	5.66%	3.67%	3.04%
% Stage 3 Loans on Loans (Principal Amount)	194.27	155.92	658.98	334.89	163.28
% Net Stage 3 Loans on Loans (Principal Amount)	31.35	23.68	24.21	54.87	63.84
Tier I Capital Adequacy Ratio (%)	15.52%	17.63%	14.81%	20.16%	39.08%
Tier II Capital Adequacy Ratio (%)	5.21%	5.62%	5.37%	0.27%	0.24%

Consolidated Basis

(Rs. MN)

- vii. Details of any other contingent liabilities of the issuer, based on the latest audited financial statements including amount and nature of liability.
- viii. 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.

Further, please see the below mentioned details:

PARTICULARS	SEP	MARCH 31, 2024	MARCH 31, 2023	MARCH 31, 2022	MARCH 31, 2021
	30, 2024				
	Un Audited	Audited	Audited	Audited	Audited
Assets					
Property, Plant and Equipment	107.06	114.15	139.68	108.13	-
Financial Assets	21803.08	20321.86	14740.61	16563.34	14567.79
Non-financial Assets excluding property, plant and equipment	3569.98	3182.2	3602.48	2582.82	425.28
Total Assets	25480.12	23504.06	18482.77	19254.29	14993.07
Liabilities					
Financial Liabilities	18548.06	16672.83	13557.04	14186.4	9766.33
Derivative financial instruments		-	-	-	-
Trade Payables	546.00	659.22	301.82	698.09	77.84
Other Payables	8.56	9.86	57.61	0	0
Debt Securities	5588.14	5994.16	5075.53	5294.84	4213.92
Borrowings (other than Debt Securities)	12293.07	9880.58	7963.48	8043.12	5343.4
Deposits		-	-	-	-
Subordinated liabilities		-	-	-	-
Lease liabilities		-	-	-	-
Other financial liabilities	112.29	129.01	158.6	150.35	131.17
Non-Financial Liabilities	563.82	459.23	345.65	261.15	212.94
Current tax liabilities (net)		-	-	-	-
Provisions	76.01	71.74	51.28	44.46	30.95
Deferred tax liabilities (net)		-	-	-	-
Other non-financial liabilities	487.81	387.49	294.37	216.69	181.99
Equity (Equity Share Capital and Other Equity)	6368.24	6372	4580.08	4806.74	5013.8
Non-controlling interest		-	-	-	-
Total Liabilities and Equity	25480.12	23504.06	18482.77	19254.29	14993.07
P&L Statement					

Revenue from operations	13549.33	25039.57	18774.47	22929.09	9221.95
Other Income	129.44	439.81	223.25	58.08	43.88
Total Income	13678.77	25479.38	18997.72	22987.14	9265.83
Total Expenses	13932.66	25478.72	20885.71	24314.24	9352.22
Profit after tax for the year	-229.09	-79.1	-1465.37	-1066.39	-66.29
Other Comprehensive income	-22.66	-31.8	-0.73	-1.94	4.75
Total Comprehensive Income	-251.75	-110.9	-1466.1	-1068.33	-61.54
Earnings per equity share (Basic)	0	93.31	-472.61	-1846.11	10.35
Earnings per equity share (Diluted)	0	88.51	-472.61	-1846.11	1.64
Cash flow					
Net cash from / used in (-) operating activities	-523.99	-2283.89	-715.9	-3918.21	-3194.3
Net cash from / used in (-) investing activities	-340.11	-597.97	200.21	263.98	-673.5
Net cash from / used in (-) financing activities	2153.27	3240.22	595.49	3469.51	3935.33
Net increase / decrease (-) in cash and cash equivalents	1289.16	358.36	79.8	-184.72	67.53
Cash and cash equivalents as per Cash Flow Statement as at the end of Half Year	2894.97	1605.81	1247.45	1167.65	1352.37
Additional Information					
Net Worth	6368.24	6,372.00	4,580.09	4,806.74	5,013.80
Cash and cash equivalents	1845.37	1605.81	1,247.45	1,167.65	1,352.37
Loans	14145.49	13148.63	10,153.51	11,061.68	9,220.76
Interest Income	1229.97	2036	1,745.41	1,640.28	1,574.20
Interest Expense	1022.86	1510.91	1,491.71	1,215.52	793.39
Impairment on Financial Instruments	354.94	158.37	1,308.96	1,006.72	396.45

Bad Debts to Loans	4.00%	5.99%	5.66%	3.67%	3.04%
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	Standalone	Consolidated
Before the issue of debt securities	1.79	2.87
After the issue of debt securities	1.85	2.91

2.9. BRIEF HISTORY OF THE ISSUER SINCE ITS INCORPORATION GIVING DETAILS OF ITS FOLLOWING ACTIVITIES:

i. Share Capital

Details of Share Capital as at last quarter ended on 30 September 2024, is given below:

Share Capital	Amount (INR) (Lakh)
Authorised Share Capital	
Equity Share Capital	75,00,000
Preference	2,30,00,000
TOTAL	3,05,00,000
Issued and Subscribed Capital	
Equity Shares	57,38,610
Preference Shares	2,02,07,190
TOTAL	2,59,45,800

ii. Change in Capital Structure

Change in its capital structure as on last quarter ended on 30 September 2024, for the preceding three financial years and current financial year

Date of change (AGM/ EGM)	Issued and Paid up Capital (Face Value) (Amount in Rs)	Particulars
10-02-2015 (EGM)	Equity Share Capital Rs 50,00,000/- Preference Share Capital Rs 40,00,000/-	Increase of the authorized share capital of the Company from Rs. 1,00,000/- (Rupees One Lac only) divided into 10,000 (Ten thousand) Equity shares of Rs. 10/- (Rupees ten only) each to Rs. 90,00,000/- (Rupees Ninety Lacs only) divided into 5,00,000 (Five Lacs) Equity shares of Rs. 10/- (Rupees ten only) each and 4,00,000 (Four lacs) Preference shares of the Company of Rs. 10/- (Rupees Ten only)
30-01-2017 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 75,00,000/-	Increase of the authorized share capital of the Company from Rs. 90,00,000/- (Rupees Ninety Lacs only) divided into 5,00,000 (Five Lacs) Equity shares of Rs. 10/- (Rupees ten only) each and 4,00,000 (Fours lacs) Preference shares of Rs 10/- each to Rs 1,50,00,000/-(Rupees One Crore Fifty Lacs only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees Ten only) each and 7,50,000 (Seven Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
20-12-2017 (EGM)	Equity Share Capital Rs 75,00,000/-	Increase of the authorized share capital of the Company from Rs 1,50,00,000/-(Rupees One

	Preference Share Capital Rs 1,25,00,000/-	Crore Fifty Lacs only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs. 10/- (Rupees Ten only) each and 7,50,000 (Seven Lacs Fifty Thousand) Preference shares of Rs 10/-each to Rs 2,00,00,000(Rupees Two Crore only) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees Ten Only) each and 12,50,000 (Twelve Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
29-04-2019 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 1,75,00,000/-	Increase of the authorized share capital of the Company from Rs 2,00,00,000 (Rupees Two Crore) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 12,50,000 (Twelve Lacs Fifty Thousand) Preference shares of Rs 10/-each to Rs 2,50,00,000 (Rupees Two Crore Fifty lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only) each and 17,50,000 (Seventeen Lacs Fifty Thousand) Preference shares of Rs 10/- (Rupees ten only) each
06-10-2022 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 1,90,00,000/-	Increase of the authorized share capital of the Company from Rs 2,50,00,000 (Rupees Two Crore Fifty Lakh) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 17,50,000 (Seventeen Lacs Fifty Thousand) Preference shares of Rs 10/- each to Rs 2,65,00,000 (Rupees Two Crore Sixty Five lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only) each and 19,00,000 (Nineteen Lacs) Preference shares of Rs 10/- (Rupees ten only) each
15.03.2023 (EGM)	Equity Share Capital Rs 75,00,000/- Preference Share Capital Rs 2,30,00,000/-	Increase of the authorized share capital of the Company from Rs 2,65,00,000 (Rupees Two Crore Sixty Five Lakh) divided into 7,50,000 (Seven Lacs fifty thousand) Equity shares of Rs. 10/- (Rupees ten only) each and 19,00,000 (Nineteen Lacs) Preference shares of Rs 10/-each to Rs 3,05,00,000 (Rupees Three Crore Five lacs) divided into 7,50,000 (Seven Lacs Fifty Thousand) Equity shares of Rs 10/- (Rupees ten only) each and 23,00,000 (Twenty Three Lacs) Preference shares of Rs 10/- (Rupees ten only) each

iii. History of Equity Share Capital

Details of the equity share capital 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, etc.)	Nature of Allotment	Cumulative			Remarks
						No. of Equity Shares	Equity Shares Capital	Equity Share Premium (Rs)	

23-Jun-14	5,000	10	10	50,000	Preferential Issue on Private Placement Basis	5,000	50,000	-	
19-Feb-15	2,40,000	10	10	24,00,000	-	2,45,000	24,50,000	-	
23-Jun-14	5,000	10	10	50,000	-	2,50,000	25,00,000	-	
19-Feb-15	62,500	10	10	6,25,000	-	3,12,500	31,25,000	-	
25-Feb-15	100	10	384	38,400	-	3,12,600	31,26,000	37,400	
31-Mar-16	61,142	10	654.22	4,00,00,319	-	3,73,742	37,37,420	3,93,88,899	
30-Jan-17	6,794	10	263.65	17,91,238	-	3,80,536	38,05,360	17,23,298	
28-Jan-17		10	10	0	-	3,80,536	38,05,360	-	
02-Feb-17	14,557	10	1030.4	1,49,99,533	-	3,95,093	39,50,930	1,48,53,963	
27-Feb-17	100	10	1030.4	1,03,040	-	3,95,193	39,51,930	1,02,040	
20-Dec-17	70,368	10	1240.21	8,72,71,097	-	4,65,561	46,55,610	8,65,67,417	
27-Dec-17	100	10	2676.97	2,67,697	-	4,65,661	46,56,610	2,66,697	
22-Apr-19		10	10	0	-	4,65,661	46,56,610	-	
29-Apr-19	1,15,000	10	3752.55	43,15,43,250	-	5,80,661	58,06,610	43,03,93,250	
24-May-19	100	10	6172.02	6,17,202	-	5,80,761	58,07,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,80,861	58,08,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,80,961	58,09,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,81,061	58,10,610	6,16,202	
24-May-19	100	10	6172.02	6,17,202	-	5,81,161	58,11,610	6,16,202	
20-Jan-20	(7,300)					573,861	57,38,610		Buyback of shares

iv. Amalgamation/ Acquisition

Details of any acquisition of or amalgamation with any entity in the preceding one year:

The Board of Directors of the Company had at the Meeting held on October 28, 2021, approved a Composite Scheme of Arrangement (“**Scheme**”) for:

- (a) the slump sale (i.e., transfer and vesting) of the NBFC business of the Company as a going concern to Samunnati Finance Private Limited; and
- (b) post giving effect to (a) above, the amalgamation of Samunnati Agro Solutions Private Limited into the Company.

The Company had obtained the approval of all stakeholders for the Scheme and had, along with Samunnati Finance Private Limited and Samunnati Agro Solutions Private Limited, filed a joint petition before the National Company Law Tribunal, Chennai (“**NCLT**”) for approval for the Scheme.

The NCLT heard the matter and took on record the NOCs submitted by the regulators and in view of the absence of any material objections from any statutory authorities and as all the requisite statutory compliances had been fulfilled, the NCLT sanctioned the Scheme and pronounced the order sanctioning the Scheme on December 23, 2022.

The Effective Date of the Scheme is the date of receipt of the NBFC license by Samunnati Finance Private Limited or filing the copy of the NCLT order with the Registrar of Companies, whichever is later.

Samunnati Finance Private Limited had submitted an application with the Reserve Bank of India (RBI) during December 2021 seeking the grant of Certificate of Registration (CoR) for undertaking the business of NBFC, in line with the Scheme of Arrangement. However, after seeking additional information and documents, RBI had returned the application during August 2022 stating that entities incorporated in the Cayman Islands, an FATF grey-list jurisdiction, indirectly held more than 20% in Samunnati Finance Private Limited.

Subsequently, Cayman Islands was removed from the list of Jurisdictions under Increased Monitoring (‘FATF grey-list’) at the plenary held during October 2023 and RBI had issued a press release dated November 1, 2023, confirming the same.

Further to this, Samunnati Finance Private Limited has filed an application with the Reserve Bank of India on December 01, 2023, seeking grant of Certificate of Registration (COR) for undertaking the business of a Non-Deposit accepting Non-Banking Financial Company (NBFC-ND) under Section 45-IA of the Reserve Bank of India Act, 1934. In this regard, the Reserve Bank of India has sent a communication explaining the modalities for surrender of the NBFC license by the Company and issuance of the new NBFC license in the name of Samunnati Finance Private Limited.

v. Reorganization or Reconstruction

Details of any reorganization or reconstruction in the preceding one year:

Not Applicable

vi. Details Of the Shareholding of The Company As On The Latest Quarter End

Details of the shareholding of the Company as at the latest quarter end, i.e., 30 September 2024, as per the format specified under the listing regulations:

S. No.	Name of the Shareholder	Equity	CCPS	No. of Shares on fully diluted basis	% of holding on fully diluted basis
1	Somanapalli Family Private Trust, represented by its Trustee Mr. Anil Kumar S G	238,257	0	238,257	9.48%
2	Samunnati Employees Stock Option Plan Welfare Trust represented by its Trustee Ms. Aruna Subbaraman	213,523	0	213,523	8.50%
3	Elevar I-IV AIF	19,746	148,957	168,703	6.71%
4	Mr. Adithya Krishna Somanapalli	5,000	0	5,000	0.20%
5	Mr. Nitin Chaudhary	2,815	0	2,815	0.11%
6	Mr. N. Gurunath	1,200	0	1,200	0.05%
7	Mr. Sridhar Easwaran	1,080	0	1,080	0.04%
8	Mr. Ritesh Nair	519	0	519	0.02%
9	Ms. Poorna Pushkala Chandrasekaran	450	0	450	0.02%
10	Mr. Jayottam Ganguly	10	0	10	0.00%
11	Mr. Jagadeesan J	10	0	10	0.00%
12	Mr. Suresh Babu G	10	0	10	0.00%
13	Mr. Ramaraj Rajasekhar	0	41,850	41,850	1.67%

14	Mr. Pravesh Sharma	0	1,912	1,912	0.08%
15	Mr. Amol Patil	0	2,647	2,647	0.11%
16	Mr. Venkataramani Srivathsan	0	2,000	2,000	0.08%
17	Mr. Muthukumar Neelamani	0	1,000	1,000	0.04%
18	Mr. Vaidyanathan Shankar	0	4,000	4,000	0.16%
19	Mr. Colladi Venkatesan Janakiraman	0	1,000	1,000	0.04%
20	Accel India V (Mauritius) Ltd	75,733	384,949	460,682	18.33%
21	responsAbility Agriculture I, SLP	7,637	366,594	374,231	14.89%
22	Elevar- M- III	7,571	421,522	429,093	17.07%
23	Accel Growth Fund V L.P	100	110,075	110,175	4.38%
24	responsAbility SICAV (Lux) Micro and SME Finance Leaders	100	22,583	22,683	0.90%
25	Teachers Insurance and Annuity Association of America	100	266,730	266,830	10.62%
26	responsAbility Sustainable Food – Asia II, SLP through its general partner responsAbility Sustainable Food – Asia II (GP), S.À R.L.	0	122,000	122,000	4.85%
27	Equitane DMCC	0	41,450	41,450	1.65%
	Total	573,861	1,939,269	2,513,130	100%

Notes:

- In addition, the Company has issued 81,450 Pre-Series E OCRPS that are optionally redeemable / convertible into Pre-Series E CCPS.
- Fully diluted shareholding has been computed assuming conversion ratio of 1:1 for Pre-Series E CCPS

vii. Top 10 shareholders of the Company

The list of top 10 holders of equity shares of the Company as on the latest quarter ended 30 September 2024;

S. No.	Name of the Shareholder	Total number of Equity Shares	Number of shares held in demat form	Total shareholding % of total number of equity shares
1	Accel India V (Mauritius) Ltd	4,60,682	4,60,682	18.33%
2	Elevar- M- III	4,29,093	3,85,685	17.07%
3	responsAbility Agriculture I, SLP	3,74,231	0	14.89%
4	Teachers Insurance and Annuity Association of America	2,66,830	40,000	10.62%
5	Somanapalli Family Private Trust, represented by its Trustee Mr. Anil Kumar S G	2,38,257	2,38,257	9.48%

6	Samunnati Employees Stock Option Plan Welfare Trust represented by its Trustee Ms. Aruna Subbaraman	2,13,523	0	8.50%
7	Elevor I-IV AIF	1,68,703	1,49,086	6.71%
8	responsAbility Sustainable Food – Asia II, SLP through its general partner responsAbility Sustainable Food – Asia II (GP), S.À R.L.	1,22,000	0	4.85%
9	Accel Growth Fund V L.P	1,10,175	1,10,175	4.38%
10	Equitane DMCC	41,450	0	1.65%

2.10. DETAILS REGARDING THE DIRECTORS OF THE ISSUER:

As per **Section 2** of the General Information Document* Attestation by the Directors of the Issuer is attached herewith in **Annexure D**.

Further, details of Contribution being made by the directors as part of the offer or separately in furtherance of such objects, are as follows:

No contribution is being made by the directors as part of the Issue or separately in furtherance of such objects.

a. Details of the current directors of the Company:

S. NO.	NAME OF THE DIRECTOR	DESIGNATION	DIN	AGE (IN YEARS)	ADDRESS	OCCUPATION	DATE OF APPOINTMENT	DETAILS OF OTHER DIRECTORSHIPS
1.	Mr. Narasimhan Srinivasan	Independent Director	01501266	70	T2, 403, Kapil Malhar, Baner Road, Baner, Pune, 411045, Maharashtra	Service	06/03/2015	NIL
2.	Mr. Krishnan K	Independent Director	01109189	69	2B, Block D, Raintree Apartments, 21, 2nd Cross Street, Venus Colony, Alwarpet, Chennai – 600018	Service	18/09/2023	Thinksynq Solutions Private Limited Chennai Business School Limited EM3 Agriservices Private Limited
3.	Ms. Padma Chandrasekaran	Independent Director	06609477	63	1C, 4th Street, Dr. Radhakrishna Salai, Mylapore, Chennai, Tamil Nadu – 600004	Service	16/07/2024	Archean Chemical Industries Limited Health Sensei India Private Limited Tyger Capital Private Limited

S. NO.	NAME OF THE DIRECTOR	DESIGNATION	DIN	AGE (IN YEARS)	ADDRESS	OCCUPATION	DATE OF APPOINTMENT	DETAILS OF OTHER DIRECTORSHIPS
								SKYFI Education Labs Private Limited PNB Metlife India Insurance Company Limited
4.	Ms. Jyotsna Krishnan	Nominee Director	06572288	42	Flat No. 1031, Prestige Woodland Park, Banaswadi Main Road, Next to ITC Infotech, MaruthiSeva Nagar, Cox Town, Bangalore – 560005	Service	06/03/2015	Elevar Advisors Private Limited CureBay Technologies Private Limited
5.	Mr. Mahendran Balachandran	Nominee Director	00121640	60	301, F Block, 3, Raheja Residency, Koramangala, Bangalore – 560034	Service	17/03/2017	Vinculum Solutions Pvt. Ltd. Power2SME Pvt. Ltd. Probe Information Services Pvt. Ltd. Sayre Therapeutics Pvt. Ltd. Indifi Technologies Pvt. Ltd. Mynvax Private Limited Wrogn Private Limited
6.	Mr. Akshay Dua	Nominee Director	03144843	44	D-1901, Phase-II, Lake Homes, Near Gopal Sharma School, Powai, Mumbai – 400076	Service	08/02/2018	Wingreens Farms Private Limited Suminter India Organics Private Limited

S. NO.	NAME OF THE DIRECTOR	DESIGNATION	DIN	AGE (IN YEARS)	ADDRESS	OCCUPATION	DATE OF APPOINTMENT	DETAILS OF OTHER DIRECTORSHIPS
								Arthashastra Fintech Private Limited
7.	Mr. Stephen Dongwon Lee	Nominee Director	08640160	45	3 Hullet Road, #08-03, Singapore 229158	Service	30/11/2023	Epimoney Private Limited Kinara Capital Private Limited Aviom India Housing Finance Private Limited Arohan Financial Services Limited
8.	Mr. Anil Kumar Somanapalli Gopala Krishna	Director & CEO	01189011	52	No. 1402, Aurora Block, 14 th Floor, ASV Alexandria, Sholinganallur, Chennai – 600119	Service	23/06/2014	Samunnati Agro Solutions Private Limited Ripples of Change Foundation Samunnati Finance Private Limited Samunnati Investment Management Services Private Limited
9.	Mr. Gurunath Neelamani	Wholetime Director	02799586	60	Plot No.16, Ahaan Old 116, New 49, Govind Royal Enclave, Vettuvankeni, Injambakkam, Kancheepuram – 600115	Service	21/06/2017	Samunnati Finance Private Limited

b. Details of change in directors in the preceding three financial years and current financial year:

Please refer Section 2.10(ii) of the General Information Document for the details of change in the directors of the Issuer for the Financial Years ended March 31, 2021, March 31, 2022 and March 31, 2023. Please refer below for the relevant details for the Financial Year ended March 31, 2024 and the current Financial Year:

S NO .	NAME OF THE DIRECTOR	DESIGNATIO N	DIN	CATEGORY	CHANGES DURING THE YEAR, IF ANY	DATE OF APPOINTMEN T	DATE OF CESSATION , IF APPLICABL E	DATE OF RESIGNATION , IF APPLICABLE	REMARK S
1.	Mr. Sunil Satyapal Gulati	Independent Director	00016990	Non-Executive Independent	Cessation w.e.f. July 15, 2024	September 25, 2017	July 15, 2024	July 15, 2024	-
2.	Ms. Padma Chandrasekaran	Additional Director (Independent)	06609477	Non-Executive Independent	Appointed w.e.f. July 16, 2024	July 16, 2024	-	-	-
3.	Dr. Venkatesh Tagat	Independent Director	02728441	Non-Executive Independent	Retired w.e.f. September 17, 2023	September 18, 2018	September 17, 2023	September 17, 2023	-
4.	Mr. Krishnan K	Independent Director	01109189	Non-Executive Independent	Appointed w.e.f. September 18, 2023	September 18, 2023	-	-	-
5.	Ms. Rekha Unnithan	Nominee Director	08354141	Non-Executive Nominee	Cessation w.e.f. November 29, 2023	May 24, 2019	November 29, 2023	November 29, 2023	-
6.	Mr. Stephen Dongwon Lee	Nominee Director	08640160	Non-Executive Nominee	Appointed w.e.f. November 30, 2023	November 30, 2023	-	-	-

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;

By/in the Issuer:

S. NO.	NAME OF THE DIRECTOR	REMUNERATION PAYABLE/PAID BY THE ISSUER (in INR, in Million)				SHAREHOLDING/NO. OF SHARES IN THE ISSUER (ON A FULLY DILUTED BASIS)
		FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25 (Current Year)	
1.	Mr. Anil Kumar S G	21.75	23.02	23.53	**	9.48%*
2.	Mr. Gurunath N	11.86	8.20	12.61	**	0.05%

** To be determined for FY 24-25.
* Held as Trustee of Somanapalli Family Private Trust

- Notes:
1. Remuneration excludes Directors to whom only sitting fees is paid.
 2. Remuneration does not include the Stock Options granted to the above Directors under the Company’s ESOP and MSOP Schemes.

By/in the subsidiaries of the Issuer:

S. NO.	NAME OF THE DIRECTOR	REMUNERATION PAYABLE/PAID BY THE ISSUER (in INR, in Million)				SHAREHOLDING/NO. OF SHARES IN THE SUBSIDIARIES (ON A FULLY DILUTED BASIS)
		FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25 (Current Year)	
SAMUNNATI AGRO SOLUTIONS PRIVATE LIMITED						
	Anuj Narang	-	9.74	16.21	**	NIL
SAMUNNATI AGRI INNOVATIONS LAB PRIVATE LIMITED						
	Pravesh Sharma	1.43	1.27	8.79	**	NIL

** To be determined for FY 24-25.

N.A.

By/in the associate companies of the Issuer:

N.A.

2.11. 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.

There is no financial or material interest of the directors, promoters, key managerial personnel or senior management of the Issuer in the Issue. Refer Additional regulatory disclosure note no: 47 d in Audited Financials for the year ended 23-24.

2.12. DETAILS REGARDING THE AUDITORS OF THE ISSUER:

As per **Section 2** of the General Information Document.

Please refer Section 2.12(ii) of the General Information Document for the details of change in auditors for the Financial Years ended March 31, 2021, March 31, 2022 and March 31, 2023. There are no further changes in the auditors of the Issuer for the Financial Year ended March 31, 2024. The shareholders of the Company have at the Annual General Meeting of the Company held on September 30, 2024, appointed M/s. V. Narayanan & Co, Chartered Accountants (Registration No. 002398S), as the Statutory Auditors of the Company for a period of 3 years.

2.13. DETAILS OF LIABILITIES OF THE ISSUER AS AT THE END OF THE PRECEDING QUARTER, OR IF AVAILABLE, A LATER DATE, AS PER THE SEBI NCS REGULATIONS:

Details of the following liabilities of the issuer, as at the end of the last quarter, i.e. 30 September 2024, or if available, a later date:

i. Details of Outstanding Secured Loan Facilities

NAME OF LENDER	TYPE OF FACILITY	PRINCIPAL AMOUNT OUTSTANDING (IN INR, in Million)	Maturity Date	SECURITY	CREDIT RATING, IF APPLICABLE	ASSET CLASSIFICATION
Blue Orchard	Listed Debenture	594.00	13-Feb-26	105%	Crisil rating	Standard
WLB ASSET VI PTE. LTD.	Listed Debenture	750.60	6-Dec-27	110%	Crisil rating	Standard
Wintwealth	Listed Debenture	166.67	6-Mar-25	110%	Crisil rating	Standard
Wintwealth	Listed Debenture	200.00	24-May-25	110%	Crisil rating	Standard
Wintwealth	Listed Debenture	300.00	2-Dec-25	110%	India rating	Standard
Yubi	Listed Debenture	200.00	27-Dec-25	110%	Crisil rating	Standard
Symbiotics	Listed Debenture	555.20	19-Sep-29	100%	Crisil rating	Standard
Vivriti	Listed Debenture	480.00	27-Sep-26	110%	Crisil rating	Standard
Symbiotics	Debenture	0.05	20-Aug-25	100%	Crisil rating	Standard
Symbiotics	Debenture	0.03	15-Jul-26	100%	Crisil rating	Standard
Symbiotics	Debenture	585.00	2-Aug-28	100%	Crisil rating	Standard
Responsibility	Debenture	214.38	17-Apr-25	110%	Unrated	Standard
Vivriti Asset Management	Debenture	61.67	27-Dec-24	110%	Unrated	Standard
Alteria Capital	Debenture	73.53	1-Feb-25	110%	Unrated	Standard
Alteria Capital	Debenture	241.94	1-Oct-26	110%	Unrated	Standard
Alteria Capital	Debenture	172.41	1-Oct-26	110%	Unrated	Standard
Triple Jump	ECB	36.81	14-Aug-25	100%	Unrated	Standard
Triple Jump	ECB	22.09	14-Aug-25	100%	Unrated	Standard
Triple Jump	ECB	36.77	14-Aug-25	100%	Unrated	Standard
Triple Jump	ECB	22.06	14-Aug-25	100%	Unrated	Standard
Triple Jump	ECB	332.64	16-Jun-25	100%	Unrated	Standard
USDFC	ECB	624.00	15-Mar-29	115%	Unrated	Standard
USDFC	ECB	625.54	15-Sep-28	115%	Unrated	Standard
EQL	ECB	417.13	8-Apr-28	110%	Unrated	Standard
Blue Earth	ECB	626.18	30-Nov-27	110%	Unrated	Standard
Blue Earth	ECB	626.18	30-Nov-27	110%	Unrated	Standard
IDFC First Bank	Term Loan	93.75	25-May-25	110%	Crisil rating	Standard
IDFC First Bank	Term Loan	262.50	21-Jun-26	110%	Crisil rating	Standard
Incred	Term Loan	27.20	10-Dec-24	110%	Unrated	Standard
Incred	Term Loan	12.00	10-Oct-24	110%	Unrated	Standard
Incred	Term Loan	54.48	10-Feb-25		Unrated	Standard
MAS Financial Services	Term Loan	8.33	5-Oct-24	115%	Unrated	Standard
MAS Financial Services	Term Loan	8.33	5-Oct-24	115%	Unrated	Standard
MAS Financial Services	Term Loan	27.78	5-Nov-24	115%	Unrated	Standard
MAS Financial Services	Term Loan	27.78	29-Oct-24	115%	Unrated	Standard

MAS Financial Services	Term Loan	66.67	20-Mar-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	66.67	20-Mar-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	66.67	20-Mar-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	150.00	5-Sep-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	150.00	5-Sep-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	50.00	5-Sep-25	110%	Unrated	Standard
MAS Financial Services	Term Loan	50.00	25-Sep-25	110%	Unrated	Standard
Nabkisan Finance	Term Loan	12.50	1-Nov-24	110%	Crisil rating	Standard
Northern Arc	Term Loan	740.00	7-Apr-25	110%	Unrated	Standard
Vivriti Capital	Term Loan	75.00	15-Mar-25	110%	Unrated	Standard
Vivriti Capital	Term Loan	14.17	25-Oct-24	110%	Unrated	Standard
Vivriti Capital	Term Loan	3.33	1-Dec-24	110%	Unrated	Standard
Vivriti Capital	Term Loan	10.00	3-Nov-24	110%	Unrated	Standard
Vivriti Capital	Term Loan	110.83	28-Apr-25	110%	Unrated	Standard
Maanaveeya	Term Loan	281.20	31-May-25	110%	Unrated	Standard
TATA Capital	Term Loan	50.00	15-Sep-25	110%	Unrated	Standard
Chola Finance	Term Loan	17.14	5-Feb-25	110%	Unrated	Standard
Poonawalla Fincorp	Term Loan	152.74	5-Nov-25	110%	Unrated	Standard
Poonawalla Fincorp	Term Loan	92.55	5-Jul-26	110%	Unrated	Standard
Hinduja Leyland Finance	Term Loan	220.30	28-Feb-26	110%	Unrated	Standard
Kisetsu Saison	Term Loan	57.14	15-Oct-24	110%	Unrated	Standard
Kisetsu Saison	Term Loan	357.14	15-Feb-25	110%	Unrated	Standard
Piramal	Term Loan	92.55	25-Sep-24	110%	Unrated	Standard
Piramal	Term Loan	100.00	23-Oct-24	110%	Unrated	Standard
Piramal	Term Loan	100.00	21-Dec-24	110%	Unrated	Standard
Piramal	Term Loan	100.00	24-Dec-24	110%	Unrated	Standard
Shriram Finance	Term Loan	222.79	5-Jun-26	110%	Unrated	Standard
Profectus Capital	Term Loan	45.25	12-Nov-24	110%	Unrated	Standard
ESAF	Term Loan	200.00	31-Jul-26	110%	Crisil rating	Standard
IOB	Term Loan	100.00	30-Sep-29	125%	Crisil rating	Standard
KOTAK	WCDL	200.00	27-Dec-24	110%	Crisil rating	Standard
Ambit	Term Loan	150.00	5-Apr-25	110%	Unrated	Standard
Magnet	Term Loan	12.50	1-Jan-25	110%	Unrated	Standard
Magnet	Term Loan	100.00	1-Apr-25	110%	Unrated	Standard
Magnet	Term Loan	120.00	1-Oct-25	110%	Unrated	Standard
Magnet	Term Loan	300.00	1-Jan-26	110%	Unrated	Standard

IDFC First Bank	FD OD	-	15-Apr-25	100%	Unrated	Standard
IDFC First Bank	Cash Credit	-	25-May-25	110%	Crisil rating	Standard
UNITY SMALL FINANCE BANK	FD OD	-	22-Dec-25	100%	Unrated	Standard

ii. Details of Outstanding Unsecured Loan Facilities
The Company has availed unsecured loan as on the latest quarter end on 30 September 2024:

Name of the Initial Subscriber	Type of Facility	Amount Sanctioned (in Rs. Mn)	Principal Amount outstanding (in Rs. Mn)	Repayment Date / Schedule	Credit Rating, if applicable
Northern Arc Capital Limited	Debenture	150	50.00	13-Jan-25	BBB

iii. Details of outstanding non-convertible securities in the following format

The details of outstanding non-convertible securities in the following format as on the latest quarter end on 30 September 2024:

Series of NCS	ISIN	Tenor (Months)	Coupon	Amount Outstanding (INR Mn)	Date of Allotment	Redemption Date	Credit Rating	Secured / Unsecured	Security
Blue Orchard	INE551U07209	48.00	14.94%	594.00	15-Feb-22	13-Feb-26	Crisil BBB	Secured	Book debt hypothecation
Altifi – NCD (Northern Arc)	INE551U08017	12.00	11.50%	50.00	12-Jan-24	13-Jan-25	Crisil BBB	Un Secured	Not applicable
WLB ASSET VI PTE. LTD.	INE551U07266	45.00	13.73%	750.60	21-Feb-24	6-Dec-27	Crisil BBB	Secured	Book debt hypothecation
Wintwealth	INE551U07274	12.00	12.00%	166.67	26-Feb-24	6-Mar-25	Crisil BBB	Secured	Book debt hypothecation
Wintwealth	INE551U07290	12.00	11.50%	200.00	10-May-24	24-May-25	Crisil BBB	Secured	Book debt hypothecation
Wintwealth	INE551U07316	15	11.37%	300.00	3-Sep-24	2-Dec-25	IND BBB	Secured	Book debt hypothecation
Yubi	INE551U07308	18.00	8.25%	200.00	27-Jun-24	27-Dec-25	Crisil BBB	Secured	Book debt hypothecation
Symbiotics	INE551U07324	60	11.50%	555.20	19-Sep-24	19-Sep-29	Crisil BBB	Secured	Book debt hypothecation
Vivriti	INE551U07332	24	12.50%	480.00	26-Sep-24	27-Sep-26	Crisil BBB	Secured	Book debt hypothecation
Symbiotics	INE551U07118	60.00	13.02%	0.05	20-Aug-20	20-Aug-25	Crisil BBB	Secured	Book debt hypothecation
Symbiotics	INE551U07175	60.00	11.24%	0.03	26-Jul-21	15-Jul-26	Crisil BBB	Secured	Book debt hypothecation
Symbiotics	INE551U07217	72.00	11.29%	585.00	10-Aug-22	2-Aug-28	Crisil BBB	Secured	Book debt hypothecation
Responsibility	INE551U07225	24.00	14.25%	214.38	19-Apr-23	17-Apr-25	Un Rated	Secured	Book debt hypothecation
Vivriti Asset Management	INE551U07191	36.00	11.60%	61.67	28-Dec-21	27-Dec-24	Un Rated	Secured	Book debt hypothecation
Alteria Capital	INE551U07233	17.00	12.50%	73.53	18-Aug-23	1-Feb-25	Un Rated	Secured	Current Assets
Alteria Capital	INE551U07241	34.00	11.00%	241.94	1-Dec-23	1-Oct-26	Un Rated	Secured	Current Assets

Alteria Capital	INE551U07258	30.00	11.00%	172.41	28-Mar-24	1-Oct-26	Un Rated	Secured	Current Assets
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iv. Details of commercial paper issuances as at the end of the last quarter, i.e., 30 September 2024 in the following format

Seri es of NCS	ISIN	Ten or / Peri od of Mat urit y	Coupon	Amount outstandi ng (Mn)	Date of Allotment	Redempti on Date/ Schedule	Credit Rating	Secured / unsecured	Sec urit y	Other details viz. details of Issuing and Paying Agent, details of Credit Rating Agencies
1	INE551U14163	100	12.25%	200.00	25-Jun-24	3-Oct-24	India rating	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd.
2	INE551U14189	124	12.40%	200.00	28-Jun-24	30-Oct-24	Crisil rating	Unsecured		Issuing and Paying Agent: ICICI Bank Ltd.
3	INE551U14189	124	12.40%	50.00	28-Jun-24	30-Oct-24	Crisil rating	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd.
4	INE551U14205	98	12.25%	100.00	26-Sep-24	2-Jan-25	Crisil rating	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd.
5	INE551U14205	99	11.38%	25.00	26-Sep-24	3-Jan-25	Crisil rating	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd.
6	INE551U14205	92	12.25%	100.00	4-Sep-24	5-Dec-24	Crisil rating	Unsecured	0%	Issuing and Paying Agent: ICICI Bank Ltd.

v. List of Top 10 (ten) holders of non-convertible securities in terms of value (on a cumulative basis):

Sr. No.	NAME OF HOLDERS	CATEGORY OF HOLDER	AGGREGATE AMOUNT OF HOLDING	HOLDING AS A % OF TOTAL OUTSTANDING NON- CONVERTIBLE SECURITIES OF THE ISSUER	Face Value of the holdings
1	MASALA INVESTMENTS S.A.R.L.	Financial Institution	25,31,25,000.00	3.49%	5,000.00
		Financial Institution	45,01,00,000.00	6.21%	1,00,000.00
		Financial Institution	29,25,00,000.00	4.03%	5,00,000.00
2	AAV S.A.R.L	Financial Institution	25,31,25,000.00	3.49%	5,000.00
		Financial Institution	45,01,00,000.00	6.21%	1,00,000.00
		Financial Institution	29,25,00,000.00	4.03%	5,00,000.00
4	WLB ASSET VI PTE. LTD.	Financial Institution	75,06,00,000.00	10.35%	1,00,000.00
5	VIVRITI CAPITAL PRIVATE LIMITED	Financial Institution	48,00,00,000.00	6.62%	1,00,000.00
6	ALTERIA CAPITAL FUND III - SCHEME A	Financial Institution	37,50,00,000.00	5.17%	1,00,000.00

7	ALTERIA CAPITAL FUND II - SCHEME I	Financial Institution	37,50,00,000.00	5.17%	1,00,000.00
8	NORTHERN ARC MONEY MARKET ALPHA TRUST	Financial Institution	30,00,00,000.00	4.14%	5,00,000.00
9	MICROFINANCE INITIATIVE FOR ASIA (MIFA) DEBT FUND SA, SICAV-SIF	Financial Institution	29,70,00,000.00	4.09%	10,00,000.00
10	COVID-19 EMERGING AND FRONTIER MARKETS MSME SUPPORT FUND SCSP SICAV - RAIF - AFRASIA	Financial Institution	29,70,00,000.00	4.09%	10,00,000.00

vi. List of Top 10 (ten) holders of Commercial Paper in terms of value (in cumulative basis)

SR. NO.	NAME OF HOLDERS	CATEGORY OF HOLDER	AGGREGATE AMOUNT OF HOLDING (in INR, in Million)	HOLDING AS A % OF TOTAL COMMERCIAL PAPER OUTSTANDING OF THE ISSUER	Face Value of the Holding
1	NORTHERN ARC CAPITAL LTD- CP-Jun-24	Financial Institution	200	21.05%	5,00,000
2	Krupa Growth-CP-Jun-24	Financial Institution	200	21.05%	5,00,000
3	VM Salgacoar and Brother Pvt Ltd - CP-Sep-24	Financial Institution	200	21.05%	5,00,000
4	Akila Natrajan - INE551U14189-AN-Jun-24	Individual	50	5.26%	5,00,000

vii. Other Borrowings

Details of 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:

Institution	Type of facility / Name of the Instrument	Tenure (Months)	Amount Sanctioned in INR Mn	Date Disbursement of	Last Due Date	Principal Amount outstanding (Mn)	Date of Repayment/ Schedule	Credit Rating	Secured/unsecured	Security
Triple Jump	ECB	48	353.18	02-08-2021	14-08-2025	37	14-Aug-25		Secured	Secured by Book debts
Triple Jump	ECB	48		02-08-2021	14-08-2025	22	14-Aug-25		Secured	Secured by Book debts
Triple Jump	ECB	48		03-08-2021	14-08-2025	37	16-Jun-25		Secured	Secured by Book debts
Triple Jump	ECB	48		02-08-2021	14-08-2025	22	15-Mar-29		Secured	Secured by Book debts
Triple Jump	ECB	36	332.64	01-06-2022	16-06-2025	333	15-Sep-28		Secured	Secured by Book debts
USDFC	ECB	66	1640	07-09-2023	15-03-2029	624	8-Apr-28		Secured	Secured by Book debts
USDFC	ECB	54		28-03-2024	15-09-2028	626	30-Nov-27		Secured	Secured by Book debts

EQL	ECB	48	417.12	08-04-2024	08-04-2028	417	14-Aug-25		Secured	Secured Book debts	by
Blue Earth	ECB	42	1335.84	31-05-2024	30-11-2027	1,336	14-Aug-25		Secured	Secured Book debts	by

viii. The amount of corporate guarantee or letter of comfort issued by the issuer along with 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 borrowings 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:

As per Section 2 of the General Information Document.

INR **403.50** Crore as on 30 September 2024.

2.14. THE AMOUNT OF CORPORATE GUARANTEE OR LETTER OF COMFORT ISSUED BY THE ISSUER ALONG WITH 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 BORROWINGS 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 IN PART; (II) AT A PREMIUM OR DISCOUNT, OR (III) IN PURSUANCE OF AN OPTION OR NOT.

As per **Section 2** of the General Information Document.

INR **403.50** Crores as on 30th September 2024.

<i>Utilization</i>	<i>Amount (Crs)</i>
<i>CG Limits I</i>	<i>398.50</i>
<i>CG Limits II</i>	<i>5.00</i>
<i>SU Limits</i>	<i>-</i>
<i>Total</i>	<i>403.50</i>
<i>Approved Limits</i>	<i>650.00</i>

2.15. WHERE THE ISSUER IS A NON-BANKING FINANCE COMPANY OR HOUSING FINANCE COMPANY THE DISCLOSURES ON ASSET LIABILITY MANAGEMENT (ALM) SHALL BE PROVIDED FOR THE LATEST AUDITED FINANCIALS:

Particulars	1-7 D	8-14 D	15-30 D	>1-2M	>2-3M	>3-6M	>6M-1Y	>1Y-3Y	>3Y-5Y	>5Y	Total
AS on 31st Mar 2024											
Inflows											
Cash and Investments	1,078	-	-	-	1	-	0	-	-	3,376	4,456
Loans and Advances	504	449	1,956	2,320	1,704	2,353	1,982	1,778	732	89	13,867
Other Inflows	0	-	-	-	-	300	215	104	123	1,186	1,929
Total Inflows	1,583	449	1,956	2,320	1,705	2,653	2,197	1,882	855	4,652	20,251

Cumulative Total Inflows									15,599		
	1,583	2,032	3,988	6,308	8,012	10,665	12,862	14,744		20,251	
Outflows											
Borrowings	855	21	248	708	1,175	2,563	1,576	3,445	1,325	-	11,916
Equity and Reserves	-	-	-	-	-	-	-	-	-	7,665	7,665
Other Outflows	194	5	22	77	19	26	140	20	167	1	670
Total Outflows	1,049	26	270	784	1,194	2,590	1,716	3,464	1,492	7,666	20,251
Cumulative Total Outflows	1,049	1,075	1,345	2,129	3,323	5,912	7,628	11,092	12,585	20,251	
Mismatch	534	423	1,686	1,536	511	63	482	(1,583)	(637)	(3,014)	0
Cumulative Mismatch	534	957	2,643	4,179	4,690	4,753	5,234	3,652	3,014	0	
Cumulative Mismatch %	51%	89%	197%	196%	141%	80%	69%	33%	24%	0%	

- i. Details with regard to lending done out of the issue proceeds of earlier issuances of debt securities (whether public issue or private placement) by the issuer:

a) Lending Policy: Should contain overview of origination, risk management, monitoring and collections;

Collections Process - Overview

Collection activities commences before due date of repayment in the form of reminder calls, SMS and Emails to borrowers for notifying about future due dates of repayment. The objectives of collections department is to start collection activities at early stages of account becoming overdue for repayment and persuading borrowers through Business Team to repay the overdue amount. This activity is a major focus area of risk management and credit portfolio.

- Some of the very critical activity of collections team would be Review accounts performance regularly, liaison and follow up with delinquent customers.
- Follow up with customers to regularize their overdues including overdue interest, Instalment and other irregularities.
- Generate MIS on the overdue buckets and conduct periodic reviews with stakeholders
- Initiation and managing the legal process as per the recovery policy.
- Coordinate with law enforcement agencies for recovery of bad loans (i.e., Courts)

Portfolio Monitoring

As the credit portfolio of Samunnati expands in terms of business, geography, complexity and diversity, the need has arisen to create a Risk Monitoring Framework and Structure.

The Risk Monitoring team (RMD) will

- (a) Monitor End Use of Funds by our borrowers
- (b) Will trail and identify Red Flags and provide Early Warning Signals
- (c) Will Grade customers based on perceived risk levels.
- (d) Will Cross-Validate information provided by Customer at Profile Level

RMD functions will encompass the following:

1. Early Warning Signals and highlights
2. Disbursement based monitoring
 - i. New customer acquisition- Tagged as “Fresh”
 - ii. Existing relationships- Tagged as “Repeat” All “Repeat” cases will be visited as per the specification of the Credit/Zonal Risk Manager as the case may be, depending on the requirements.
3. Value chain and sectional information monitoring
4. Policy /Credit efficiency and feedback mechanism monitoring
5. Concentration Risk Monitoring
6. Repayment Duress Monitoring

The detailed process to be followed by the Risk Monitoring in completing its deliverables is documented separately as an SOP.

Customer Onboarding

The Relationship Officers / Managers (RO/RM) will be primary customer sourcing resource of Samunnati.

Joint discussion of the Relationship Officer/Manager/Credit Manager with customer/prospect is preferred before finalizing the credit product, terms, pricing negotiations, to be proposed along with Unit Visit Report and submitted the report to Credit Approving Authority

Risk Management.

The key elements of the organisation’s Enterprise Risk Management Framework include:

- Risk Strategy & Appetite: Long-term plan of how risk management effectively supports the achievement

of the organisation’s goals

- Risk Governance: This Structure within which responsibility and accountability for risk management and

oversight is defined, managed and communicated throughout an organisation

- Risk Culture: Values and behaviours of the entity that shape risk decisions

- Risk Assessment & Measurement: Qualitative and Quantitative approaches, processes, tools and systems

to identify, assess, and measure risks

- Risk Management & Monitoring: Management’s response to manage, mitigate, or accept risk and create

value through the use of risk and control information to improve business performance across the enterprise

- Risk Reporting & Insights: Provide insight into the strengths and weaknesses of risk management activity and enhance the transparency of risks that could have an impact on achievement of objectives.
- Data and Technology: Includes development and deployment of risk management tools, software, database, technology architecture, and systems that support risk management activities.

The Roles and Responsibilities for the Risk Management are as follows:

Type of Risk	Risk Ownership	Key Stakeholders	Key Roles & Responsibilities
Credit Risk	Risk Management Department Credit Department	• Risk Management Committee • Management Level Risk Committee	• Frame credit policy, set prudential limits • Implementing and monitoring of Enterprise Risk Management Framework • Periodic Review of the effectiveness of the Risk Management Plan and activities • Monitor portfolio risk
Market Risk: • Interest rate Risk • Liquidity Risk	Finance Department	• CEO • Chief Financial Officer • ALCO • Head Treasury	• Overall Responsibility to monitor and manage enterprise wide risk • Approval and periodic evaluation of ALCO Policy • Provide Directions for formulation of policies
Operational Risk: • People • Process • System • External Events	Functional Heads	• Risk Management Committee • Management Level Risk Committee • Risk Management Department	• To ensure compliance with internal policies on risk management and regulatory guidelines issued by RBI • To ensure that Risks are identified and steps to mitigate are laid down and adhered to • Initiate action when portfolio triggers are breached • MIS/Reporting on a regular basis
Strategic Risk (Includes Emerging & External Risks)	Strategy department	• Direct reports to CEO	• Compare the risk versus expected ROI. All business strategy initiation should have risk Vs return assessment at the launch of new initiatives. • Undertake data analytics for key decisions based on the defined critical parameters • Periodic Review of the effectiveness of the strategies • For every Strategic Business initiative prepare alternate plans.

Reputational Risk	All Functions	• Compliance • Functional head	• All media communications would be handled by the Board/Committees authorized by the Board in consultation with the Organisation's Management team. • Timely response to statutory/regulatory queries/requirements. • Training of employees and the sales team on the various aspects of reputational risk • Respond to the customers' queries/grievances and needs within the committed turn- around time. • Be vigilant to customer's/ stakeholder's/ media feedback (including social media) and take quick remedial actions
Compliance Risk	Compliance Department	Compliance Audit	• Guidance to business & support functions on all compliance laws, rules & standards • Compliance function shall guide the organisation for seeking clarifications/interpretation of various regulatory statutory guidelines • Analysis and review of new products, policies and processes from a compliance perspective • Co-ordination of the regulatory/statutory inspections and correspondence with the authorities
Legal Risk	Legal Department	Legal	• Ensure that Samunnati does not enter into a transaction which does not allocate rights and obligations and associated risks in the manner intended • Prevent entering into a transaction which is or may be determined to be void or unenforceable in whole or with respect to a material part • Ensure that the basis of representations or investigations used to make investment decision are not misleading or false or which fail to disclose material facts or circumstances • Ensuring that Samunnati does not misunderstand the effect of one or more transactions.

IT, IS and Cybersecurity risk	Head of IT & CISO	• Board • CISO • RMC • Head of IT • Head of Risk / CRO • Head of Compliance • Internal Audit function(optional)	• Ensure that IT and cybersecurity risks are integrated into the organization's overall risk management framework. • Develop and enforce policies and procedures to protect the organization's digital assets from cyber threats. Coordinate cybersecurity awareness and training programs for all employees. • Facilitate the integration of IT and cybersecurity risk management into the broader ERM framework. • Oversee the assessment, identification, and mitigation of IT risks, including the adequacy of controls and incident response plans.
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b) Classification of Loans given to associate or entities related to Board, Key Managerial Personnel and Senior Management, promoters, etc.;

Nature of transactions	Year ended Sep 30, 2024 (Mn)	Year ended March 31, 2024 (Mn)	Year ended March 31, 2023 (Mn)
Samunnati Agro Solutions Private Limited			
Loans given	755.00	7,211.00	4,265.00
Loans repaid	755.00	7,155.00	5,465.00
Samunnati Foundation			
Loan given	8.50	19.67	1.10
Loans repaid	0	5.82	
Samunnati Agri Innovations Lab Private Limited			
Loans given	20.00	298.80	155.00
Loans repaid	171.61	2.50	69.75
Samunnati Investment Management Services Private Limited			
Loans given	0	1.20	1.00
Loans repaid	0	1.00	-

c) Classification of loans into several maturity profile denomination;

Product	Customer Type	Nature of Transaction	Tenure (Months)	Pricing	Product Type	Avg. Ticket Size
AE – EMI	Agri Enterprises	B2B	0-36	15-24%	EMI	35 L
AE -WC	Agri Enterprises	B2B	0-12	15-24%	Non-EMI	50 L
FC – EMI	Farmer Collective (FPO/FPC/ Co-op)	B2B2C/B2B	0-36	14-18%	EMI	1 L
FC -WC	Farmer Collective (FPO/FPC/ Co-op)	B2B2C/B2B	0-12	14-18%	Non-EMI	6 L
NP-EMI	SHG/JLG/Trust/AE	B2B2C/B2B	0-36	16-24%	EMI	9 L
NP_WC	SHG/JLG/Trust/AE	B2B2C/B2B	0-12	16-24%	Non-EMI	50 L

FPO - Farmer Producer Organizations. A registered body and legal entity managed and run by the farmer members themselves. Provides end-to-end support and services to the small farmers, and cover technical services, marketing, processing, and other aspects of agriculture inputs

FPC - Farmer Producer Company – FPOs registered as an entity under the Companies Act / Co-op-FPOs registered as an entity under the Cooperative Societies Act

SHG - Self Help Groups - a self managed independent group of women in rural areas, with a shared goal and interest, with a focus on credit and savings programs

JLG - Joint Liability Groups

AE -Agri Enterprises

d) Aggregated exposure to the top 20 borrowers;

S. No	Customer Name	Amount O/S as on 30 th Sep 2024	Product
1	Avaneetha Textiles Private Limited (Atpl)	200	AE-WC
2	Kalgudi Digital Private Limited	200	AE-WC
3	Shri Gurudatt Sugars Limited	194	AE-EMI
4	Waycool Foods And Products Pvt Ltd	150	AE-WC
5	Origo Commodities India Private Limited	149	AE-WC
6	Sri Chamundeswari Sugars Limited	147	AE-EMI
7	Arunnachala Impex Private Limited	140	AE-WC
8	Aachi Special Foods Private Limited	134	AE-WC
9	Integrated Service Point Private Limited	131	AE-WC
10	Naga Satya Solvents Private Limited	130	AE-EMI
11	Nath Bio Genes India Limited	130	AE-WC
12	Indian Farmers Agri Business Consortium Producer Company Ltd	129	FC-EMI

13	Srinivasa Farms Private Limited	122	AE-EMI
14	Gk Energy Marketers Private Limited	109	AE-EMI
15	Valency Agro Private Limited	100	AE-WC
16	Swaraj Green Power And Fuel Limited	100	AE-EMI
17	Shree Pandurang Sahakari Sakhar Karkhana Ltd	100	AE-WC
18	Rana Sugar Limited	100	AE-WC
19	Sakthi Sugars Limited	100	AE-WC
20	Mgm Edible Oils Private Limited	100	AE-WC

e) Details of loans, overdue and classified as Non-performing assets (NPA);

Classification	As on 30 th Sep 2024 (In Mn)	As on 31 st Mar 2024 (In Mn)
Standard	13,897.49	13,800.90
NPA	647.00	334.82
Off Book	0	-
Total	14,544.75	14,135.73

ii. Details of borrowings granted by issuer

a) Portfolio Summary of borrowings made by issuer

S. No	Type of Loans	As on 30 th Sep 2024 (In Mn)
1	Secured	1,346.10
2	Unsecured	13198.65
	Less: Impairment Loss Allowance	400.81
	Total asset under management (AUM)*^	14143.94

b) Quantum and percentage of Secured vs. Unsecured borrowings (In Mn)

LOANS AND ADVANCES INCLUDING BILLS RECEIVABLE (RECEIVABLE FROM FINANCING ACTIVITY)	As at 30 Sep 2024 Amount Outstanding	As at 31 March 2024 Amount Outstanding	As at 31 March 2023 Amount Outstanding
Secured	1,346.10	1,051.79	991.80
Unsecured	13198.65	12,758.61	9,456.24

iii. Details of change in shareholding

Any change in promoters’ shareholding in the issuer during preceding financial year beyond the threshold prescribed by Reserve Bank of India

Promoter Name (Shares held by promoters at the end of the F.Y 23-24)	Number of shares	Percentage of total Shares	Percentage change during the year
Somanapalli Family Private Trust, represented by its Trustee Mr. Anil Kumar S G	2,38,257	41.52%	-

iv. Disclosure of Assets under-management

Segment wise break up and type of loans as on 30th September 2024

Sl. No.	Segment-wise break-up of AUM	Percentage of AUM
1	Retail	
A	Mortgages (home loans and loans against property)	
B	Gold Loans	
C	Vehicle Finance	
D	MFI	
E	M&SME	
F	Capital Market Funding (loans against shares, margin funding)	
G	Others	
2	Wholesale	
A	Infrastructure	
B	Real Estate (including Builder loans)	
C	Promoter Funding	
D	Any other Sector	
E	Others	100%
	Total	100%

v. Details of borrowers

Geographical location wise as on 30th September 2024

S. No	Top 5 States	Percentage of AUM
1	Tamil Nadu	26.54%
2	Maharashtra	19.30%
3	Karnataka	8.96%
4	Andhra Pradesh	7.40%
5	Bihar	6.88%
	Total	69.08%

vi. Details of Gross NPA

Segment wise as on 30th September 2024

S. No	Segment-wise break-up of AUM	Percentage of AUM
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1	Retail	
A	Mortgages (home loans and loans against property)	
B	Gold Loans	
C	Vehicle Finance	
D	MFI	
E	M&SME	
F	Capital Market Funding (loans against shares, margin funding)	
G	Others	
2	Wholesale	
A	Infrastructure	
B	Real Estate (including Builder loans)	
C	Promoter Funding	
D	Any other Sector	
E	Others	100
	Total	100

vii. Details of Assets and Liabilities

Residual maturity profile wise into several bucket

Particulars As on 30 th Sep 2024	1 to 7 days	8 to 14 days	15 day to 30 days	Over 1 month and up to 2 months	Over 2 months and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 1 year	Over 1 year and up to 3 years	Over 3 years and up to 5 years	Over 5 years	Total
Deposits		-	-	-	-	-	10	456	-	104	570
Advances**	428	450	1,461	2,635	2,127	2,391	1,712	1,557	1,087	50	13,898
Investments						534				4,076	4,610
Borrowings	457	67	666	436	1,026	2,078	2,588	4,916	1,676	-	13,910
Foreign Current Assets	-	-	-	-	-	-	-	-	-	-	-
Foreign Current Liabilities (also included in borrowing above)	-	-	-	-	-	-	-	-	-	-	-

viii. Additional details of loans made by issuer where it is a Housing Finance Company

Not applicable

ix. Disclosure of latest ALM statements to stock exchange

Particulars As on 30-Sep- 2024	1-7 DAYS	8-14 DAYS	15-30 DAYS	>1- 2Mont hs	>2- 3Mont hs	>3- 6Month s	>6Mo nths- 1Year	>1Yr- 3Yr	>3Yr-5Yr	>5Yr	Total
Inflows											
Cash and Investments	1,102	-	-	-	-	534	10	456	-	4,181	6,282
Loans and Advances	428	450	1,461	2,635	2,127	2,391	1,712	1,557	1,087	50	13,898
Other Inflows	-	-	-	-	320	-	227	103	88	1,586	2,324
Total Inflows	1,530	450	1,461	2,635	2,447	2,925	1,949	2,115	1,175	5,817	22,503
Cumulative Total Inflows	1,530	1,980	3,441	6,076	8,523	11,448	13,396	15,512	16,686	22,503	
Outflows											
Borrowings	457	67	666	436	1,026	2,078	2,588	4,916	1,676	-	13,910
Equity and Reserves	-	-	-	-	-	-	-	-	-	7,837	7,837
Other Outflows	130	5	17	90	71	28	88	32	13	284	757
Total Outflows	586	72	683	526	1,097	2,106	2,676	4,948	1,689	8,121	22,503
Cumulative Total Outflows	586	658	1,341	1,867	2,964	5,070	7,746	12,694	14,383	22,503	
Mismatch	944	378	778	2,109	1,350	819	-727	2,833	-514	-2,304	0
Cumulative Mismatch	944	1,322	2,100	4,209	5,559	6,377	5,650	2,818	2,304	0	
Cumulative Mismatch %	2	2	2	2	2	1	1	0	0	0	

2.16. DETAILS OF ALL DEFAULT/S AND/OR DELAY IN PAYMENTS OF INTEREST AND PRINCIPAL OF ANY KIND OF TERM LOANS, DEBT SECURITIES, COMMERCIAL PAPER (INCLUDING TECHNICAL DELAY) AND OTHER FINANCIAL INDEBTEDNESS INCLUDING CORPORATE GUARANTEE OR LETTERS OF COMFORT ISSUED BY THE COMPANY, IN THE PRECEDING THREE YEARS AND THE CURRENT FINANCIAL YEAR.

NIL

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/COMMERCIAL PAPER:

Please refer Section 2.17 and Annexure E of the General Information Document for the details of the material event/development or change on the financials/credit quality (e.g. any material regulatory proceedings against the Issuer/promoters, tax litigations resulting in material liabilities, corporate restructuring event etc.). There are no further details in addition to those set out in the General Information Document.

ANY LITIGATION OR LEGAL ACTION PENDING OR TAKEN BY A GOVERNMENT DEPARTMENT OR A STATUTORY BODY OR REGULATORY BODY DURING THE THREE YEARS IMMEDIATELY PRECEDING THE YEAR OF THE ISSUE AGAINST THE PROMOTER OF THE ISSUER:

Please refer Section 2.18 and Annexure E of the General Information Document for the details of the any litigation or legal action pending or taken by a Government Department or a statutory body or regulatory body during the three years immediately preceding the year of the issue of the Key Information Document against the promoter of the Issuer. There are no further details in addition to those set out in the General Information Document.

2.17. DETAILS OF DEFAULT AND NON-PAYMENT OF STATUTORY DUES FOR THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR:

As per the General Information Document.

Please refer Section 2.19 of the General Information Document for the details of default and non-payment of statutory dues for the Financial Years ended March 31, 2021, March 31, 2022 and March 31, 2023. There are no additional details for the Financial Year ended March 31, 2024 and the current Financial Year.

2.18. DETAILS OF PENDING LITIGATION INVOLVING THE ISSUER, PROMOTER, DIRECTOR, SUBSIDIARIES, GROUP COMPANIES OR ANY OTHER PERSON, WHOSE OUTCOME COULD HAVE MATERIAL ADVERSE EFFECT ON THE FINANCIAL POSITION OF THE ISSUER, WHICH MAY AFFECT THE ISSUE OR THE INVESTOR’S DECISION TO INVEST / CONTINUE TO INVEST IN THE DEBT SECURITIES AND/ OR NON-CONVERTIBLE REDEEMABLE PREFERENCE SHARES.

As per the General Information Document.

2.19. DETAILS OF ACTS OF MATERIAL FRAUDS COMMITTED AGAINST THE ISSUER IN THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR, IF ANY, AND IF SO, THE ACTION TAKEN BY THE ISSUER.

Please refer Section 2.21 of the General Information Document for the details of acts of material frauds committed against the issuer in the Financial Years ended March 31, 2021, March 31, 2022 and March 31, 2023. There are no additional details for the Financial Year ended March 31, 2024 and the current Financial Year.

2.20. DETAILS OF PENDING PROCEEDINGS INITIATED AGAINST THE ISSUER FOR ECONOMIC OFFENCES, IF ANY.

As per the General Information Document.

2.21. RELATED PARTY TRANSACTIONS ENTERED DURING THE PRECEDING THREE FINANCIAL YEARS AND CURRENT FINANCIAL YEAR WITH REGARD TO LOANS MADE OR, GUARANTEES GIVEN OR SECURITIES PROVIDED. 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.

Please refer Section 2.23 and Annexure B of the General Information Document for the details of related party transactions entered during the for the financial years ended March 31, 2021, March 31, 2022 and March 31, 2023.

The details of the related party transactions for the Financial Year ended March 31, 2024 and the current Financial Year are as follows:

Nature of transactions	Year ended Sep 30, 2024 (Mn)	Year ended March 31, 2024 (Mn)	Year ended March 31, 2023 (Mn)
Samunnati Agro Solutions Private Limited			
Loans given	755.00	7,211.00	4,265.00
Loans repaid	755.00	7,155.00	5,465.00
Samunnati Foundation			
Loan given	8.50	19.67	1.10

Loans repaid	0	5.82	
Samunnati Agri Innovations Lab Private Limited			
Loans given	20.00	298.80	155.00
Loans repaid	171.61	2.50	69.75
Samunnati Investment Management Services Private Limited			
Loans given	0	1.20	1.00
Loans repaid	0	1.00	-

2.22. 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 FORMAT PROVIDED.

S No.	Name of the Borrower (A)	Amount of Advances /exposures to such borrower (Group) (Rs. Crore) (B)	Percentage of Exposure (C)= B/Total Assets Under Management
NA	NA	NA	NA

2.23. IN ORDER TO ALLOW INVESTORS TO BETTER ASSESS THE ISSUE, THE FOLLOWING ADDITIONAL DISCLOSURES TO BE MADE BY NBFC OR HFC:

- i. In order to allow investors to better assess the debt securities issued by the NBFC/ HFC, the following disclosures shall also be made by such issuers in their offer documents:
 - a) A portfolio summary with regard to industries/ sectors to which borrowings have been granted by NBFCs; NPA exposures of the issuer for the last three financial years (both gross and net exposures) and provisioning made for the same as per the last audited financial statements of the issuer;

Sectors	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million) (F.Y 23-24)	Gross NPAs (Rs. Million) (F.Y 23-24)	Gross NPAs (Rs. Million) (F.Y 22-23)	Gross NPAs (Rs. Million) (F.Y 21-22)
1. Agriculture and Allied Activities	10,727.72	255.18	340.14	266.76
2. Industry	460.96	0.42	-	-
3. Services	1,349.91	12.04	208.68	-
4. Personal Loans	1,597.13	67.18	132.24	207.16

b) Quantum and percentage of secured vis-à-vis unsecured borrowings granted by NBFCs; and

LOANS AND ADVANCES INCLUDING RECEIVABLE (RECEIVABLE FROM FINANCING ACTIVITY)	As at 30 Sep 2024 Amount Outstanding (In Mn)	As at 31 March 2024 Amount Outstanding (In Mn)	As at 31 March 2023 Amount Outstanding (In Mn)
Secured	1,346.10	1,051.79	991.80
Unsecured	13198.65	12,758.61	9,456.24

c) Any change in promoters’ holdings during the last financial year beyond the threshold, as prescribed by RBI from time to time.

Promoter Name (Shares held by promoters at the end of the F.Y 23-24)	Number of shares	Percentage of total Shares	Percentage change during the year
Somanapalli Family Private Trust, represented by its Trustee Mr. Anil Kumar S G	2,38,257	41.52%	-

ii. NBFCs shall provide disclosures on the basis of the following draft template:

a) Classification of loans/ advances given according to:

Sl. No.	Type of loans	As on 30 th Sep 2024 (In Mn)	As on 31 st Mar 2024 (In Mn)	As at 31 March 2023 Amount Outstanding (In Mn)
1	Secured	1,346.10	1,051.79	991.80
2	Unsecured	13,198.65	12,758.61	9546.24

*Information required at borrower level (and not by loan account as customer may have multiple loan accounts); ^Issuer is also required to disclose off balance sheet items;

b) Denomination of loans outstanding by loan-to-value: - **Not applicable**

Sl. No.	LTV (at the time of origination)	Percentage of AUM
1	Upto 40%	-
2	40-50%	-

3	50-60%	-
4	60-70%	-
5	70-80%	-
6	80-90%	-
7	>90%	-
	Total	-

c) Sectoral exposure:

Sl. No.	Segment-wise break-up of AUM	Percentage of AUM (As on 30-Sep-2024) (In percentage)
1.	Retail	-
A	Mortgages (home loans and loans against property)	-
B	Gold loans	-
C	Vehicle finance	-
D	MFI	-
E	MSME	-
F	Capital market funding (loans against shares, margin funding)	-
G	Others	-
2	Wholesale	-
A	Infrastructure	-
B	Real estate (including builder loans)	-
C	Promoter funding	-
D	Any other sector (as applicable)	-
E	Others	100
	Total	100

d) Denomination of loans outstanding by ticket size*:

Sl. No.	Ticket size (at the time of origination)	Percentage of AUM (As on 30-Sep-2024)
1	Up to 01 Mn	14.09%
2	01 to 05 Mn	13.42%
3	05 to 10 Mn	4.52%
4	10 to 50 Mn	23.89%
5	50 to 100 Mn	22.07%
6	Higher than 100 Mn	22.01%
	Total	100.00%

* Information required at the borrower level (and not by loan account as a customer may have multiple loan accounts);

e) Geographical classification of borrowers:

Top 5 states borrower wise

S. No	Top 5 States	Percentage of AUM (as on 30th Sep 2024)
1	Tamil Nadu	26.54%

2	Maharashtra	19.30%
3	Karnataka	8.96%
4	Bihar	7.40%
5	Andhra Pradesh	6.88%
	Total	69.08%

f) Details of loans overdue and classified as non-performing in accordance with RBI’s stipulations:

Movement of gross NPA:

Movement of gross NPA*	Rs. Crore
Opening gross NPA	33.48
- Additions during the year	66.11
- Reductions during the year	34.86
Closing balance of gross NPA	64.73

*Please indicate the gross NPA recognition policy (Day’s Past Due)

g) Movement of provisions for NPA

Movement of provisions for NPA	Rs. Crore
Opening balance	32.53
- Provisions made during the year	32.52
- Write-off/ write-back of excess provisions	24.97
Closing balance	40.08

h) Segment-wise gross NPA:

Sl. No.	Segment-wise gross NPA	Gross NPA (%)
1	Retail	-
A	Mortgages (home loans and loans against property)	-
B	Gold loans	-
C	Vehicle finance	-
D	MFI	-
E	MSME	-
F	Capital market funding (loans against shares, margin funding)	-
G	Others	-
2	Wholesale	-
A	Infrastructure	-
B	Real estate (including builder loans)	-
C	Promoter funding	-
D	Any other sector (as applicable)	-
E	Others(Agriculture and Allied Activities, Industry, Services, Personal Loans	4.45%
	Total	4.45%

i) Residual maturity profile of assets and liabilities (in line with the RBI format):

Residual maturity profile of assets and liabilities:

Particulars As on 30 th Sep 2024	1 to 7 days	8 to 14 days	15 day to 30 days	Over 1 month and up to 2 months	Over 2 months and up to 3 months	Over 3 months and up to 6 months	Over 6 months and up to 1 year	Over 1 year and up to 3 years	Over 3 years and up to 5 years	Over 5 years	Total
Deposits		-	-	-	-	-	10	456	-	104	570
Advances**	428	450	1,461	2,635	2,127	2,391	1,712	1,557	1,087	50	13,898
Investments						534				4,076	4,610
Borrowings	457	67	666	436	1,026	2,078	2,588	4,916	1,676	-	13,910
Foreign Current Assets	-	-	-	-	-	-	-	-	-	-	-
Foreign Current Liabilities (also included in borrowing above)	-	-	-	-	-	-	-	-	-	-	-

*FCA – Foreign Currency Assets; FCL – Foreign Currency Liabilities;

2.24. CONSENT OF DIRECTORS, AUDITORS, BANKERS TO ISSUE, TRUSTEES, SOLICITORS OR ADVOCATES TO THE ISSUE, LEGAL ADVISORS TO THE ISSUE, REGISTRAR TO THE ISSUE, LENDERS (IF REQUIRED, AS PER THE TERMS OF THE AGREEMENT) AND EXPERTS.

Please see below.

Parties	Consent
Directors	Resolutions passed by the finance committee of the board of directors of the Issuer on December 2, 2024 attached as Annexure E of this Key Information Document.
Auditors	Not applicable
Bankers	Not applicable
Trustee	The consent letter of the debenture trustee has been provided in Annexure A of this Key Information Document.
Lenders (if required, as per the terms of the agreement)	Not applicable
Solicitors or Advocates or legal advisors	Not applicable
Lead managers to the issue	Not applicable
Registrar	The consent letter of the Registrar to the Issue has been provided in Annexure J of this Key Information Document.
Experts	As the Debentures will be issued by way of private placement to identified investors in accordance with the process prescribed by SEBI, and as no statements or confirmations from any experts are being obtained in respect of this issue of

	Debentures, the Issuer believes that no specific consent from the lenders of the Issuer is required.
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2.25. DEBENTURE TRUSTEE:

Vardhman Trusteeship Private Limited has agreed to act as the trustee for and on behalf of the Debenture holder(s) vide its letter bearing reference number CL/MUM/24-25/DEB/197 dated 28th November 2024, under Regulation 8 of the SEBI NCS Regulations and has consented to the inclusion of its name in the form and context in which it appears in this Key Information Document, Transaction Documents and in all the subsequent periodical communications sent to the Debenture holders. The consent letter of the debenture trustee has been provided in Annexure A of this Key Information Document.

2.26. UNDERWRITING

Underwriting is not applicable for this Issue.

2.27. WHETHER SECURITY IS BACKED BY GUARANTEE OR LETTER OF COMFORT OR ANY OTHER DOCUMENT/LETTER WITH SIMILAR INTENT. 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:

Not Applicable

2.28. DISCLOSURE OF CASH FLOW WITH DATE OF INTEREST/DIVIDEND/ REDEMPTION PAYMENT AS PER DAY COUNT CONVENTION:

i. **The day count convention for dates on which the payment in relation to non-convertible securities which need to be made:** Actual/ Actual

ii. **Procedure and time schedule for allotment and issuance of securities:**

Issue opening date	December 4, 2024
Issue closing date	December 4, 2024
Pay-in Date	December 5, 2024
Deemed Date of Allotment	December 5, 2024

iii. **Cash flow emanating from the NCDs by way of illustration:**

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:

Name of the issuer	Samunnati Financial Intermediation & Services Private Limited
Face Value	1,00,000/- (Indian Rupees One Lakh Only)
Issue Price	1,00,000/- (Indian Rupees One Lakh Only)

Tranche Issue date/ Date of Allotment	December 5, 2024
Redemption Date	January 5, 2026
Tenor and Coupon rate	13 (thirteen) months from the Deemed Date of Allotment; 11.25% (eleven point two five percent) per annum payable monthly
Frequency of the interest payment with specified dates	Monthly from the Deemed Date of Allotment
Day count Convention	Actual/ Actual

Installment No	Due Date	Amount to be redeemed	Interest amount to be paid	Total Amount
1	05-Jan-25	0	47,77,400	47,77,400
2	05-Feb-25	0	47,77,400	47,77,400
3	05-Mar-25	12,50,00,000	43,15,050	12,93,15,050
4	05-Apr-25	0	35,83,050	35,83,050
5	05-May-25	0	34,67,450	34,67,450
6	05-Jun-25	12,50,00,000	35,83,050	12,85,83,050
7	05-Jul-25	0	23,11,650	23,11,650
8	05-Aug-25	0	23,88,700	23,88,700
9	05-Sep-25	12,50,00,000	23,88,700	12,73,88,700
10	05-Oct-25	0	11,55,800	11,55,800
11	05-Nov-25	0	11,94,350	11,94,350
12	05-Dec-25	0	11,55,800	11,55,800
13	05-Jan-26	12,50,00,000	11,94,350	12,61,94,350

- * If a Record Date falls on a day that is not a Business Day, such date will be on the next Business Day.
- ** If any Coupon Payment Date (other than the final instalment of Coupon) falls on a day that is not a Business Day, the payment shall be made on the immediately succeeding Business Day. 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. If the Final Redemption Date (also the last Coupon Payment Date) or the early redemption date or any other payment date by acceleration 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.

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.

2.29. DISCLOSURES PERTAINING TO WILFUL DEFAULT

Neither the Issuer, nor any of its promoters, the promoter group or directors are debarred from accessing the securities market or dealing in securities by SEBI or are wilful defaulters. None of the promoters or directors of the Issuer is a fugitive economic offender, or a promoter or whole-time director of another company which is a wilful defaulter.

2.30. DECLARATION BY THE ISSUER

The Issuer hereby confirms that this Key Information Document (read with the General Information Document) is in compliance with and that nothing in this Key Information Document (read with the General Information Document) is contrary

to the provisions of Companies Act, 2013 (18 of 2013), the Securities Contracts (Regulation) Act, 1956 (42 of 1956) and the Securities and Exchange Board of India Act, 1992 (15 of 1992) and the rules and regulations made thereunder.

2.31. RATING RATIONALE ADOPTED BY THE RATING AGENCIES

Rating: The Debentures are rated BBB/ Stable by CRISIL Ratings Limited vide their letter dated October 15, 2024.

Please note that the rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the assigning rating agency and each rating should be evaluated independently of any other rating. The rating obtained is subject to revision at any point of time in the future. The rating agencies have a right to suspend, withdraw the rating at any time on the basis of new information etc.

The rating letters and rating rationale in relation to the NCDs has been annexed In **Annexure B** of this Key Information Document.

* The rating rationale adopted shall not be older than 1 (one) year on the date of opening of the issue.

2.32. DIRECTOR'S CERTIFICATE

Please refer **Annexure D** hereto for director's attestation in relation to this Key Information Document (read with the General Information Document).

2.33. SECURITY

The Debentures are secured for the purposes of the Companies Act, 2013 and the SEBI Regulations. The obligations of the Issuer under the NCDs will be secured by the security interest over certain assets of the Issuer, as described in paragraph/row 51 of Section 2.47 (Summary of the Terms of the Issue) of this Key Information Document.

2.34. LISTING

The Debentures are proposed to be listed on the Whole Sale Debt segment of BSE. The Issuer shall also maintain continuous listing till the term of the Debentures. The Issuer shall comply with all the listing requirements including payment of listing fee to ensure continued listing of the Debentures during the tenor of the Debentures.

In-principle approval from the Stock Exchange for listing of the Debentures has been obtained, and is annexed hereto in the form of **Annexure F** of this Key Information Document.

2.35. Other details

- i. Creation of Debenture Redemption Reserve –NA
- ii. Issue/instrument specific regulations – relevant details (Companies Act, 2013, RBI guidelines, etc.).
 - a. 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) Companies Act, 2013;
 - (b) Companies Act, 1956 (to the extent applicable and in force);
 - (c) Securities Contracts (Regulation) Act, 1956;
 - (d) Companies (Share Capital and Debentures) Rules, 2014;
 - (e) Companies (Prospectus and Allotment of Securities) Rules, 2014;

- (f) Securities and Exchange Board of India Act, 1992;
- (g) the Depositories Act, 1996;
- (h) SEBI NCS Regulations, as amended from time to time;
- (i) SEBI LODR Regulations, as amended from time to time;
- (j) SEBI Debenture Trustee Master Circular, as amended from time to time;
- (k) SEBI Master Circular, as amended from time to time;
- (l) the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993, as amended from time to time; and
- (m) 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).

iii. Default in Payment:

Please refer to paragraph/row 24 of Section 2.47 (Summary of the Terms of the Issue) of this Key Information Document, below.

iv. Delay in Listing:

In case of delay in listing of the Debentures beyond 3 (three) working days from the Issue Closing Date, the Issuer shall pay additional interest of 1% (one percent) per annum over and above the Coupon Rate on the Outstanding Principal Amounts from the Deemed Date of Allotment till the listing of NCDs, to the Debenture Holders.

v. Delay in allotment of securities:

The Debentures will be deemed to be allotted to the Debenture Holders on the Deemed Date of Allotment. All benefits relating to the Debentures will be available to the Debenture Holders from the Deemed Date of Allotment.

In the event the Company fails to allot the Debentures to the applicants/initial Debenture Holders within the 2 (two) days from the date of receipt of application money by the Company ("**Allotment Period**"), it shall repay the application money to the applicants/ initial Debenture Holders within the 15 (fifteen) days from the date of expiry of Allotment Period ("**Application Money Repayment Period**").

In the event the Company fails to repay the application money within the Application Money Repayment Period, then the Company shall be liable to repay the application money along with interest on application money at the rate of 12% (Twelve per cent) p.a, from the expiry of the Allotment Period.

vi. Issue Details:

5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures each having a face value of INR 1,00,000/- (Indian Rupees One Lakh Only) aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crore Only) by way of private placement.

vii. *Application process:

During the period of the Issue, the Eligible Investors can subscribe to the NCDs by applying for them on the EBP Platform. The Eligible Investors must issue either demand draft(s) or cheque(s) drawn or made payable in favour of the Issuer and crossed "Account Payee Only".

The payment to be made for subscription of the Debentures shall be made from the bank account of the person subscribing to the Debentures and in case of joint holders, the payment should be made from the bank account of the person, whose name appears first in the application.

Force Majeure: The Company reserves the right to withdraw the issue prior to the closing date in the event of any unforeseen development adversely affecting the economic and regulatory environment. The Company reserves the right to change the Issue Schedule.

Right to Accept or Reject Applications: The Company reserves its full, unqualified and absolute right to accept or reject the application, in part or in full, without assigning any reason thereof. The rejected applicant will be intimated along with the refund warrant, if applicable. No interest on application money will be paid on rejected applications. Application would be liable to be rejected on one or more technical grounds, including but not restricted to:

- a. Number of Debentures applied for is less than the minimum application size;
- b. Application exceeding the issue size;
- c. Bank account details not given;
- d. Details for issue of Debentures in electronic or dematerialised form not given; PAN or GIR and IT Circle or Ward or District not given;
- e. In case of applications under Power of Attorney by limited companies, corporate bodies, trusts, etc. relevant documents not submitted;
- f. In the event, if any Debentures applied for is or are not allotted in full, the excess application monies of such Debentures will be refunded, as may be permitted.

Basis of Allotment:

Notwithstanding anything stated elsewhere, the Company 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 Investors on a first cum first serve basis. The Investors will be required to remit the funds as well as submit the duly completed necessary documents to the Company by the Deemed date of allotment.

Deemed date of allotment for the issue is December 5, 2024, by which date Investors would be intimated of allotment.

Payment Instructions for EBP Process

The subscription to the Debentures shall be made by the Eligible Investors through the electronic book mechanism as prescribed by SEBI under the EBP Requirements 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 an “investor” on the EBP Platform (as a one-time exercise) and also complete the mandatory “know your customer” verification process. The Eligible Investors should also refer to the operational guidelines of the relevant EBP in this respect. The disclosures required pursuant to the EBP Requirements are set out hereinbelow:

Details of size of issue including green shoe option, if any and a range within which green shoe may be retained (if applicable)	Up to 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures each having a face value of INR 1.00,000/- (Indian Rupees One Lakh Only) aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crore Only)
Anchor Portion Details	No
Interest rate parameter	Fixed Coupon
Bid opening and closing date	Bid opening date: December 4, 2024 Bid closing date: December 4, 2024

Minimum Bid Lot	Rs. 1,00,00,000/- (Rupees One Crore only) and in multiples of Rs. 1,00,000/- (Rupees One Lakh only) thereafter
Manner of bidding in the Issue/ Bid Type	Open
Manner of allocation in the Issue	Uniform Yield basis.
Manner of allotment in the Issue	Uniform Yield Allotment.
Manner of settlement in the Issue	ICCL
Settlement Cycle & Deemed Date of Allotment	T+1, Settlement of the Issue will be on December 5, 2024.

Process flow of settlement:

The Eligible Investors whose bids have been accepted by the Issuer and to whom a signed copy of this Key Information Document along with the PPOA have been issued by the Issuer (“Successful Bidders”), shall make the payments in respect of the Application Money 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:

Name of Bank	ICICI Bank
IFSC Code	ICIC0000106
Account number	ICCLEB
Name of beneficiary	Indian Clearing Corporation Limited

Name of Bank	Yes Bank
IFSC Code	YESB0CMSNOC
Account number	ICCLEB
Name of beneficiary	Indian Clearing Corporation Limited

Name of Bank	HDFC Bank
IFSC Code	HDFC0000060
Account number	ICCLEB
Name of beneficiary	Indian Clearing Corporation Limited

The pay-in of the Application Money 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 relevant 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:

Beneficiary Name:	Samunnati Financial Intermediation & Services Pvt Ltd
Bank Account No.	10104895193
IFSC CODE:	IDFB0080101
Bank Name	IDFC First Bank
Branch Address:	KRM Tower Branch, KRM Tower, 7 th Floor, No. 1, 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 Requirements and other Applicable Law.

i. Documents to be provided by Investors / applicants

Investors need to submit the following documents, as applicable

- a. Memorandum and Articles of Association along with Certificate of Incorporation/Documents Governing Constitution
- b. Board Resolution / letter authorizing the investment and containing operating instructions
- c. Certified true copy of the Power of Attorney, if applicable
- d. PAN card
- e. Form 15AA for investors seeking exemption from Tax Deduction at Source (TDS) — both on Interest on Application Money as well as annual interest payments
- f. Specimen signature of the authorized signatories, duly certified by an appropriate authority
- g. SEBI Registration Certificate, as applicable
- h. RTGS details

ii. 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 interest and all other amounts payable to the Debenture Holder(s) through electronic transfer of funds or RTGS.

iii. Applications under Power of Attorney

In case of applications made under a Power of Attorney or by a Limited Company or a Body Corporate etc., the relevant Power of Attorney or the relevant resolution or authority to make the application, as the case may be, together with the certified true copy thereof along with the certified copy of the Memorandum and Articles of Association and/or Bye-Laws as the case may be must be shared or lodged for scrutiny separately.

iv. Interest on Application Money

Interest at the rate of 12% (Twelve per cent) p.a. (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 1 (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.

v. Letters of Allotment

The Debentures will be credited in dematerialised form within the timelines prescribed under the SEBI Master Circular.

vi. Record Date

The record date for payment of Coupon or repayment of principal shall be 15 (fifteen) days prior to any Due Date.

vii. Refunds

For applicants whose applications have been rejected or allotted in part, the Company shall repay the application money to the applicants/ initial Debenture Holders within the Application Money Repayment Period.

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 Registrar shall upon receiving instructions in relation to the same from the Issuer repay the moneys to the extent of such excess, if any.

viii. 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 relevant Debenture Holder(s) whose names appear on the List of beneficial owners given by the Depository to the Company as on the Record Date. The Debentures shall be taken as discharged on payment of the redemption amount by the Company on relevant maturity date(s) to the respective registered Debenture Holder(s) whose name appears in the register of debenture holder(s) on the Record Date. Such payment will be a legal discharge of the liability of the Company towards the Debenture Holder(s) of such series. On such payment being made, the Company will inform NSDL/CDSL and accordingly the account of the Debenture Holder(s) with NSDL/CDSL will be adjusted. The Company's liability to the Debenture Holder(s) towards all their rights including for payment or otherwise shall cease and stand extinguished from the due dates of redemption in all events. Further the Company will not be liable to pay any interest or compensation from the dates of such redemption. On the Company dispatching the amount as specified above in respect of the Debentures, the liability of the Company shall stand extinguished.

ix. Mode of Payment

All payments must be made through cheque(s)/draft(s)/transfers/RTGS.

x. Effect of Holidays

In the event that any date on which any Coupon payment is required to be made by the Issuer is not a Business Day, the immediately succeeding Business Day shall be considered as the effective date(s) for that payment. In the event that the Redemption Date(s) in respect of the Debentures is not a Business Day, the immediately preceding Business Day shall be considered as the effective date for redemption of Debentures.

xi. Payment of Coupon

Coupon for each of the Coupon periods shall be computed on an actual/actual days a year basis on the principal outstanding on the Debentures at the Coupon Rate. If the Coupon period from start date to end date includes February 29, then interest shall be paid on the basis of (end date-start date)/366.

xii. Tax Deduction at Source

Income tax will be deducted as applicable as per the provisions of Income Tax Act, 1961. Where any deduction of Income Tax is made at source, the Company shall send to the Debenture holder a Certificate of Tax Deduction at Source.

xiii. PAN/GIR Number

Applicant should mention their Permanent Account Number or the GIR Number allotted under Income Tax Act, 1961 and the Income Tax Circle / Ward / District. In case where neither the PAN nor the GIR Number has been allotted, the fact of such a non-allotment should be mentioned.

xiv. Signatures

Signatures should be made in English or in any of the Indian Languages. Thumb impressions must be attested by an authorized official of a Bank or by a Magistrate/Notary Public under his/her official seal.

xv. Basic terms of the present offer

Refer Section 2.47 (Summary of the Terms of the Issue) in this Key Information Document for issue specific details.

xvi. Minimum Subscription

INR 1,00,00,000/- (Indian Rupees One Crore only) and in multiples of INR 1,00,000/- (Indian Rupees One Lakh only) thereafter.

xvii. Deemed Date of Allotment

All the benefits under the Debentures, including but not limited to the payment of Coupon, will accrue to the Investor from the Deemed Date of Allotment.

All benefits related to the Debentures will be available to the Debenture Holders from the Deemed Date of Allotment. The actual allotment of the Debentures may take place on a date other than the Deemed Date of Allotment. The Company reserves the right to keep multiple allotment date(s)/Deemed date(s) of Allotment at its sole and absolute discretion without any notice to the Debenture holders. In case the Issue Closing Date is revised, the Deemed Date of Allotment may also be revised by the Company at its sole and absolute discretion.

xviii. Market Lot Market lot will be one Debenture

Contributions being made by the promoters or directors either as part of the Issue or separately in furtherance of such objects- None

xix. Security

Refer to Section 2.47 (Summary of the Terms of the Issue) of this Key Information Document.

xx. Debentures in Dematerialized Form

The Company is issuing the Debentures only in dematerialized form and hence no Debentures are being issued in physical form in terms of the Key Information Document. The Company has entered into Depository Arrangements with NSDL and CDSL for dematerialization of the Securities.

Applicants have to mention their Depository Participant's name, DP-ID and Beneficiary Account Number/Client ID. Debentures of successful Debenture Holders having Depository Account shall be credited to their Depository Account.

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 way of cheque(s)/ redemption warrant(s)/ demand draft(s)/ credit through RTGS system/ funds transfer to those Debenture Holder(s) whose names appear on the list of Beneficiaries provided by the Depositories to the Issuer. The names would be as per the Depositories' 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 Depositories to the Issuer and the Registrar. Based on the information provided above, the Issuer/Registrar will dispatch the cheque for interest / Coupon payments to the beneficiaries. If permitted, the Issuer may transfer payments required to be made in relation to any by electronic transfer of funds/RTGS, to the bank account of the Debenture Holder for redemption and interest/ Coupon payments.

xxi. Joint-Holders

Where two or more persons are holders of any Debenture(s), they shall be deemed to hold the same as joint holders with benefits of survivorship in the same manner and to the same extent and be subject to the same restrictions and limitations as in the case of the existing equity shares of the Company, subject to other provisions contained in the Articles of Association of the Company.

xxii. Mode of Transfer

The Debentures shall be transferable and transmittable in the same manner and to the same extent and be subject to the same restrictions and limitations as in the case of the existing equity shares of the Company. The provisions relating to transfer and transmission, nomination and other related matters in respect of equity shares of the Company, contained in the Articles of Association of the Company, shall apply mutatis mutandis to the transfer and transmission of the Debentures and nomination in this respect. The Debentures held in dematerialised form shall be transferred subject to and in accordance with the rules/ procedures as prescribed by NSDL/CDSL and the relevant Depositories 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, Coupon will be paid/ redemption will be made to the person, whose name appears in the register of debenture holders maintained by the Depositories 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 electronic form. The transferor should give delivery instructions containing details of the transferee's depository account to his Depository. Investors may note that subject to applicable law, the Debentures of the Issuer would be issued and traded in dematerialised form only.

xxiii. Succession

In the event of demise of the sole holder of the Debentures, the Company will recognize the executor or administrator of the deceased Debenture holder, or the holder of succession certificate or other legal representative as having title to the Debentures. The Company shall not be bound to recognize such executor, administrator or holder of the succession certificate, unless such executor or administrator obtains probate or letter of administration or such holder is the holder of succession certificate or other legal representation, as the case may be, from a court in India having jurisdiction over the matter. The Directors of the Company may, in their absolute discretion, where they think fit, dispense with production of probate or letter of administration or succession certificate or other legal representation, in order to recognize such holder as being entitled to the Debentures standing in the name of the deceased Debenture holder on production of sufficient documentary proof and / or indemnity.

xxiv. Governing law

The Debentures shall be governed by and construed in accordance with the laws of India.

The courts and tribunals at Chennai shall have exclusive jurisdiction in connection with any dispute arising out of or in connection with this Debentures. The Company and Debenture Trustee irrevocably waive any objection now or in future, to the laying of the venue of any proceedings in the courts and tribunals at Chennai and any claim that any such proceedings have been brought in an inconvenient forum and further irrevocably agree that a judgment in any proceedings brought in the courts and tribunals at Chennai shall be conclusive and binding upon it and may be enforced in the courts of any other jurisdiction, (subject to the laws of such jurisdiction) by a suit upon such judgment, a certified copy of which shall be conclusive evidence of such judgment, or in any other manner provided by Law. The Debenture Holders and the Debenture Trustee shall not be prevented from taking proceedings relating to a dispute in any other courts and tribunals with jurisdiction. To the extent allowed by applicable law, the Debenture Holders and the Debenture Trustee may take concurrent proceedings in any number of jurisdictions. To the extent that the Company may in any jurisdiction claim for itself or its assets immunity from suit, execution, attachment (whether in aid of execution, before judgment or otherwise) or other legal process and to the extent that in any such jurisdiction there may be attributed to itself or its assets such immunity (whether or not claimed), the Company irrevocably agrees not to claim and hereby irrevocably waives such immunity. Over and above the aforesaid Terms and Conditions, the said Debentures shall be subject to the Terms and Conditions to be incorporated in the Debentures to be issued to the Debenture Holders and the Debenture Trust Deed.

viii. Disclosure prescribed under PAS-4 of Companies (Prospectus and Allotment of Securities) Rules, 2014

Please refer to **Section 3** of this Key Information Document.

ix. Project Details: Please refer to **Section 2** of the General Information Document.

2.36. 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.

As per **Section 2** of the General Information Document.

2.37. THE AGGREGATE NUMBER OF SECURITIES OF THE ISSUER 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, AND BY THE DIRECTORS OF THE ISSUER AND THEIR RELATIVES, WITHIN SIX MONTHS IMMEDIATELY PRECEDING THE DATE OF FILING THE ISSUE DOCUMENT WITH THE REGISTRAR OF COMPANIES, SHALL BE DISCLOSED.

As per **Section 2** of the General Information Document.

2.38. THE SUMMARY OF RESERVATIONS OR QUALIFICATIONS OR ADVERSE REMARKS OF AUDITORS IN THE THREE FINANCIAL YEARS IMMEDIATELY PRECEDING THE YEAR OF ISSUE OF THE ISSUE DOCUMENT, AND OF THEIR IMPACT ON THE FINANCIAL STATEMENTS AND FINANCIAL POSITION OF THE ISSUER, AND THE CORRECTIVE STEPS TAKEN AND PROPOSED TO BE TAKEN BY THE ISSUER FOR EACH OF THE SAID RESERVATIONS OR QUALIFICATIONS OR ADVERSE REMARKS.

As per **Section 2** of the General Information Document.

Please refer Section 2.41 of the General Information Document for the summary of reservations or qualifications or adverse remarks of auditors in the Financial Years ended March 31, 2023, March 31, 2022, and March 31, 2021.

There are no reservations or qualifications or adverse remarks of auditors in the Financial Year ended March 31, 2024.

2.39. THE DETAILS OF: (A) INQUIRY, INSPECTIONS OR INVESTIGATIONS INITIATED OR CONDUCTED UNDER THE SECURITIES LAWS OR COMPANIES ACT, 2013 OR ANY PREVIOUS COMPANIES LAW; (B) PROSECUTIONS FILED, IF ANY (WHETHER PENDING OR NOT); AND (C) 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.

As per **Section 2** of the General Information Document.

Please refer Section 2.42 of the General Information Document. There are no further details in addition to the information set out in the General Information Document.

2.40. 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.

As per **Section 2** of the General Information Document.

Please refer Section 2.43 of the General Information Document for the details of acts of material frauds committed against the issuer in the Financial Years ended March 31, 2021, March 31, 2022 and March 31, 2023. There are no additional details for the Financial Year ended March 31, 2024 and the current Financial Year.

2.41. UNDERTAKING OF THE ISSUER

An undertaking that permission/ consent from the existing creditors for a pari passu charge being created, wherever applicable, in favour of the debenture trustee, is not required to be obtained for the proposed issue, is attached hereto as **Annexure C**.

2.42. DECLARATION BY THE PERSONS AUTHORISED BY THE ISSUER THAT:

- a. the Issuer is in compliance 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;
- 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 pursuant to the Offer Letter shall be used only for the purposes and objects indicated in the Key Information Document (read with the General Information Document)/private placement offer cum application letter;
- d. 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;
- e. 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;

The following shall be the authorised persons in case the issuer is a body corporate: i. executive Chairperson and compliance officer; or ii. Managing Director or Chief Executive Officer and compliance officer; or iii. Chief Financial Officer and compliance officer; or iv. whole-time director and compliance officer; or v. any two key managerial personnel; and

- f. they are duly authorised to attest as per this clause by the board of directors or the governing body, as the case may be, by a resolution, a copy of which is also disclosed in the offer document.

2.43. DUE DILIGENCE BY THE DEBENTURE TRUSTEE

1. The Debentures shall be considered as secured only if the charged asset is registered with the sub-registrar, registrar of companies, CERSAI or depository, as applicable, or is independently verifiable by the Debenture Trustee.

Applicable

2. Terms and conditions of the debenture trustee appointment agreement including fees charged by the Debenture Trustee, details of the security to be created and the process of due diligence carried out by the Debenture Trustee:

Terms and Conditions of Debenture Trustee Agreement including fees charged by debenture trustee:

The Issuer has appointed the Vardhman Trusteeship Private Limited as the Debenture Trustee for the benefit of the NCD Holders. Conditions for fees, costs and expenses to be paid by the Issuer to the Debenture Trustee are as follows:

- (a) The Issuer shall pay to the Debenture Trustee, on demand, so long as it holds the office of the Debenture Trustee, remuneration for its services as the Debenture Trustee in addition to all actual costs and expenses (including legal fees), traveling, out-of-pocket and other costs, charges and expenses which the Debenture Trustee or its officers, employees or agents may incur in connection with the preparation, negotiation of or execution of the Transaction Documents (including any amendment of, supplement to or waiver in respect of the Transaction Documents), against submission of the requisite supporting documents. The remuneration of the Debenture Trustee appointed by the Issuer shall be as per the fee letter bearing reference number *CL/MUM/24-25/DEB/197* dated *28th Nov 2024* issued by the Debenture Trustee to the Issuer (the “**Fee Letter**”).
- (b) Any amounts payable to the Debenture Trustee shall be payable within the timelines as mentioned in the Fee Letter from when they are due, failing which penalty at the rate mentioned in the Fee Letter compounded monthly will be paid on such amounts until paid.
- (c) The Issuer shall promptly pay, and in any event before any interest or penalty becomes payable, any stamp or similar tax payable in connection with the execution, enforcement or admissibility in evidence of the Debenture Trustee Agreement and/or any such amendment, supplement or waiver.

Details of Security to be Created: Please refer to row 51 of Section 2.47 (Summary of the Terms of the Issue) below for description of security to be created.

Process of Due Diligence carried out by the Debenture Trustee:

The Debentures are considered secured for the purposes of the Companies Act, 2013 and the SEBI Regulations. The Debenture Trustee has accordingly issued a due diligence certificate in the format given in **Schedule IV** of the SEBI NCS Regulations.

3. Due diligence certificate issued by the Debenture Trustee has been provided in **Annexure G** of this Key Information Document.

2.44. OBJECTS OF THE ISSUE

The Issuer shall use the proceeds from the Issue of Debentures for the purpose detailed in row 12 of Section 2.47 (Summary of the Terms of the Issue).

The proceeds from the Issue of the NCDs will not be applied towards:

- (i) any activity mentioned in the exclusion list set out in Annexure O;
- (ii) any capital market instrument such as equity and equity linked instruments or any other capital market related activities;
- (iii) any real estate activity;
- (iv) any speculative purposes;
- (v) 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.17/21.04.172/2024-25 dated 24 April 2024 on "Bank Finance to Non-Banking Financial Companies (NBFCs)"; or
- (vi) contravention of any guidelines, rules or regulations of the RBI applicable to non-banking financial companies or any other applicable Law.

2.45. MATERIAL CHANGES, IF ANY, IN THE INFORMATION PROVIDED IN THE GENERAL INFORMATION DOCUMENT

There are no material changes since the issue of the General Information Document.

2.46. 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.

2.47. SUMMARY OF THE TERMS OF THE ISSUE

S. No.	Particulars	Description
1.	Security Name (Name of the non-convertible securities which includes coupon/dividend, Issuer name and maturity year)	11.25% GREENSAMFIN 2026
2.	Issuer	Samunnati Financial Intermediation & Services Private Limited
3.	Type of Instrument	Unsubordinated, rated, listed, secured, redeemable, taxable, green, non-convertible debentures.
4.	Nature of Instrument (Secured or Unsecured)	Secured
5.	Seniority (Senior or Subordinated)	Senior
6.	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 ("Eligible Investors"): - Any non-QIB including: - Individuals except Politically Exposed Person; - Hindu Undivided Family; - Trust; - Limited Liability Partnerships; - Partnership Firm(s); - Portfolio Managers registered with SEBI; - Association of Persons; - Companies and Bodies Corporate including Public Sector Undertakings; - Commercial Banks; - Regional Rural Banks; - Financial Institutions; - Insurance Companies; - Mutual Funds; - FPIs /FIIIs, /sub-accounts of FIIs; - NBFCs; - Any other investor eligible to invest in these Debentures; - Qualified Institutional Buyers ("QIBs") as defined under Regulation 2 (ss) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018. All potential Investors are required to comply with the relevant regulations/guidelines applicable to them for investing in this issue of Debentures.
7.	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 the event there is any delay in listing of the Debentures beyond 3 (three) trading days from the date of closure of the issue for the Debentures, the Company shall pay to the Debenture Holders, additional interest of 1% (one percent) per annum over the Coupon Rate on the Outstanding Principal Amounts for the period of delay from the Deemed Date of Allotment until the listing of the Debentures is completed.	
8.	Rating of the Instrument	The NCDs are rated BBB/ Stable from CRISIL Ratings Limited as on the date of this Key Information Document	
9.	Issue Size	INR 50,00,00,000 (Indian Rupees Fifty Crore only).	
10.	Minimum Subscription	INR 1,00,00,000/- (Indian Rupees One Crore only)	
11.	Option to retain oversubscription amount (Amount)	NA	
12.	Objects of the issue / purpose for which there is requirement of funds	Proceeds of the Issuance will be deployed through the Designated Proceeds Account in accordance with the Framework submitted to the Debenture Trustee as set out in paragraph (xxv) of Schedule VI (Conditions Precedent) of the Debenture Trust Deed towards the following categories: - Waste to Energy – 30% - Bio-energy production from bio-mass (es-biodiesel, ethanol, biogas) - Bio-energy supply chain (storage, distribution, installation, wholesale & Retail) - Renewable Energy/Clean Energy - 20% - Solar supply chain facilities (storage, distribution, installation, wholesale & Retail) - Climate Resilient Varieties - 20% - Development & distribution of Climate change resistant seeds, varieties etc (millets, pulses etc) - Sustainable Agriculture Practice - 10% - Organic fertilizers (as alternative to fossil fuel based), Raw material sourcing and recycling (circular economy) - Certified sustainable farming (Responsible Soy Production, Sustainable Palm Oil, Organic, GLOBALGAP) - Sustainable livestock management-waste management - Agroforestry - Plant Protein - 10% - Plant protein trading and processing (ex- Soyd, Pulses) - Water Efficient Technology -10% - Increasing water efficiency-Drip, Sprinkler irrigation equipment, etc.	
13.	In case the issuer is an 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:	As set out in the General Information Document	
14.	Details of the utilization of the Proceeds	The Company shall not use the proceeds of the Issue towards: i. any activity mentioned in the exclusion list set out in Annexure O;	

		ii. any capital market instrument such as equity and equity linked instruments or any other capital market related activities iii. any real estate activity; iv. any speculative purposes; v. in contravention of any guidelines, rules or regulations of the RBI applicable to non-banking financial companies or any other applicable law; or vi. 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.17/21.04.172/2024-25 dated 24 April 2024 on "Bank Finance to Non-Banking Financial Companies (NBFCs)";.														
15.	Coupon Rate / Dividend Rate	11.25% (Eleven point two five percent) per annum payable monthly														
16.	Step Up/Step Down Coupon Rate	The Company shall maintain a minimum rating of BBB/ Stable from the Rating Agency. Upon the occurrence of a downgrade of the credit rating of the Debentures from BBB (“Rating Downgrade Event”), for each notch of downgrade in the credit rating of the Debentures from the initial rating, the Coupon Rate shall be increased by 0.50% (zero decimal five zero percent) over and above the immediately preceding Coupon Rate that was applicable at the time of occurrence of such Rating Downgrade Event (such Coupon Rate, the “Step-up Coupon Rate”). On the occurrence of any upgrade of the credit rating of the Debentures, for each notch of upgrade in the credit rating of the Debentures up to the Initial Rating, the Coupon Rate shall be reduced by 0.50% (zero decimal five zero percent) from the Coupon Rate, subject at all times to the initial Coupon Rate being applicable on the Debentures in terms of the Debenture Trust Deed. If the Company is rated by more than one Rating Agencies and the credit rating available from each of the Rating Agencies are different, the lowest credit rating available shall be considered for the purpose of this paragraph.														
17.	Coupon Payment Frequency	Monthly														
18.	Coupon payment dates	<table><tr><td>05-Jan-25</td></tr><tr><td>05-Feb-25</td></tr><tr><td>05-Mar-25</td></tr><tr><td>05-Apr-25</td></tr><tr><td>05-May-25</td></tr><tr><td>05-Jun-25</td></tr><tr><td>05-Jul-25</td></tr><tr><td>05-Aug-25</td></tr><tr><td>05-Sep-25</td></tr><tr><td>05-Oct-25</td></tr><tr><td>05-Nov-25</td></tr><tr><td>05-Dec-25</td></tr><tr><td>05-Jan-26</td></tr></table>	05-Jan-25	05-Feb-25	05-Mar-25	05-Apr-25	05-May-25	05-Jun-25	05-Jul-25	05-Aug-25	05-Sep-25	05-Oct-25	05-Nov-25	05-Dec-25	05-Jan-26	
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05-Sep-25																
05-Oct-25																
05-Nov-25																
05-Dec-25																
05-Jan-26																
19.	(Cumulative / non cumulative, in case of dividend)	N/A														
20.	Coupon Type (Fixed, floating or other structure)	Fixed, subject to reset in the manner given in paragraph 16 (Step Up/ Step Down Coupon Rate) above.														

21.	Coupon Reset Process (including rates, spread, effective date, interest rate cap and floor etc.)	Please refer to paragraph 16 (Step Up/Step Down Coupon Rate) above.
22.	Day Count Basis (Actual/ Actual)	Actual/ Actual
23.	Interest on Application Money	Interest at the rate of 12% (Twelve per cent) p.a. (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 1 (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.
24.	Default Interest Rate	Payment Default including 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% per annum above the applicable Interest 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 or the final redemption amount is paid (whichever is earlier). Delay in execution of Debenture Trust Deed If not already executed, the Issuer shall execute the Deed within the timelines prescribed by SEBI. In case of a delay in execution of the Debenture Trust Deed, the Issuer shall pay an additional interest of 2% per annum on the Outstanding Principal Amount over and above the Coupon Rate till the execution of the Debenture Trust Deed. Breach of Covenants In the event of breach of any covenants (other than the breaches set out in Clause 2.20(b) and (c), Paragraph D(a), (b) and (d) of Schedule III,) set out in the Debenture Trust Deed or the Disclosure Documents or other Transaction Documents, unless waived in writing by the Debenture Trustee (acting on the instructions of the Majority Debenture Holders), the Issuer shall pay an additional interest of 2% per annum on the Outstanding Principal Amounts over the Coupon Rate, for each count of non-compliance or breach, from the date of the occurrence of any breach of any covenants (other than breaches set out in Clause 2.20(b) and (c), Paragraph D(a), (b) and (d) of Schedule III,) set out in the Debenture Trust Deed or the Disclosure Documents or other Transaction Documents until such breach is cured (to the satisfaction of the Debenture Trustee) or the Debentures are redeemed in full, whichever is earlier. Delay in Security In the event there is any delay in the creation, registration or perfection of the Security over the Hypothecated Assets or any breach of security related covenants, the Issuer shall pay an additional interest of 2% per annum on the Outstanding Principal Amounts over the Coupon Rate, for each count of non-compliance or breach, from the date of the occurrence of such breach until such breach is cured (to the satisfaction of the Debenture Trustee) or the Debentures are redeemed in full, whichever is earlier. Delay in listing

		In accordance with the SEBI NCS Listing Regulations read together with the Listed NCDs Master Circular, the Company confirms that in the event there is any delay in listing of the Debentures beyond 3 (three) trading days from the date of closure of the issue for the Debentures, the Company will pay to the Debenture Holders, additional interest of 1% (one percent) per annum over the Interest Rate for the period of delay from the Deemed Date of Allotment until the listing of the Debentures is completed.										
25.	Tenor	13 (thirteen) months from the Deemed Date of Allotment										
26.	Redemption Date	13 (thirteen) months from the Deemed Date of Allotment being January 5, 2026, or any Early Redemption Date or prepayment date.										
27.	Redemption Amount	The Debentures will be redeemed at par										
28.	Redemption Premium/ Discount	N/A										
29.	Issue Price	INR 1,00,000/- (Indian Rupees One Lakh Only) per NCD										
30.	Discount at which such security is issued and the effective yield as a result of such discount	None										
31.	Premium/Discount at which security is redeemed and the effective yield as a result of such premium/discount.	None										
32.	Put Date	N/A										
33.	Put Price	N/A										
34.	Call Date	N/A										
35.	Call Price	N/A										
36.	Put Notification Time (Timelines by which the investor needs to intimate Issuer before exercising the put)	N/A										
37.	Call Notification Time (Timelines by which the Issuer need to intimate investor before exercising the call)	N/A										
38.	Face Value	INR 1,00,000/- (Indian Rupees One Lakh Only)										
39.	Minimum Application and in multiples of thereafter	INR 1,00,00,000 (Indian Rupees One Crore only) and in multiples of INR 1,00,000 (Indian Rupees One Lakh only) thereafter										
40.	Issue Timing	11.00 a .m to 12:00 p. m										
41.	Issue Opening Date	December 4, 2024										
42.	Issue Closing Date	December 4, 2024										
43.	Date of earliest closing of the issue, if any	Same as Issue Opening Date, i.e. December 4, 2024										
44.	Pay-in Date	December 5, 2024										
45.	Deemed date of allotment	December 5, 2024										
46.	Settlement mode of the Instrument	RTGS/NEFT										
47.	Depository	NSDL, CDSL										
48.	Disclosure of Interest /dividend/redemption dates	<table><tr><td>05-Jan-25</td></tr><tr><td>05-Feb-25</td></tr><tr><td>05-Mar-25</td></tr><tr><td>05-Apr-25</td></tr><tr><td>05-May-25</td></tr><tr><td>05-Jun-25</td></tr><tr><td>05-Jul-25</td></tr><tr><td>05-Aug-25</td></tr><tr><td>05-Sep-25</td></tr></table>	05-Jan-25	05-Feb-25	05-Mar-25	05-Apr-25	05-May-25	05-Jun-25	05-Jul-25	05-Aug-25	05-Sep-25	
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05-Oct-25							
05-Nov-25							
05-Dec-25							
05-Jan-26							
49.	Record date	The date occurring 15 (fifteen) days prior to any Due Date					
50.	All covenants of the issue (including side letters, accelerated payment clause, etc.)	As extracted in Annexure H of this Key Information Document, and as more particularly described in the Debenture Trust Deed.					
51.	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 Debenture Trust Deed and disclosed in this Key Information Document (read with the General Information Document)	In consideration of the Debenture Holders subscribing to the Debentures, the Company agrees that the Outstanding Amounts shall be secured by a first ranking exclusive charge by way of hypothecation over identified Receivables of the Company (the "Hypothecated Assets"), created in favour of the Debenture Trustee by the Company, pursuant to the Deed of Hypothecation. i. Till the Final Settlement Date, the Company shall maintain the Security Cover Ratio is maintained at or above the Security Cover Ratio of 1.10x ("Minimum Security Cover"). The Company undertakes: • The Security created or to be created in favour of the Debenture Trustee (for the benefit of the Debenture Holders) shall be a first ranking exclusive Security Interest (ranking pari passu solely inter se the Debenture Holders); • The Debentures shall be secured on and from the date of creation of Security Interest over the Hypothecated Assets and the Company shall create and perfect the Security in favour of the Debenture Trustee within the timelines as set out in the Debenture Trust Deed and Deed of Hypothecation; • commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty)days from the end of each month, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("Monthly Hypothecated Assets Report") to the Debenture Holders and the Debenture Trustee; • commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty) Business Days from the end of each quarter, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("Quarterly Hypothecated Assets Report") to the Debenture Holders and the Debenture Trustee; • The Receivables of Performing Loans shall constitute at least 50% of the Hypothecated Assets ("Minimum Performing Loan Threshold"). In case of breach of Minimum Performing Loan Threshold, the Company shall, within 20 (twenty) days from the date of such event, with prior written intimation to the Debenture Trustee, replace the Receivables forming part of the Hypothecated Assets so to ensure that the Minimum					

		Performing Loan Threshold and the Minimum Security Cover is maintained. • In the event any receivable of an Overdue Loan forming part of the Hypothecated Assets becomes overdue for more than 30 (thirty) days, the Company shall, within 15 (fifteen) Business Days from the date of such event, with prior written intimation to the Debenture Trustee, replace such receivables with Receivables complying with the aforementioned requirements, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. • In the event any receivable forming part of the Hypothecated Assets fails to comply with the eligibility criteria set out in the Eligibility Criteria below, the Company shall, within 20 (twenty) days from the date of such event, with prior written intimation to the Debenture Trustee, replace such receivables with receivables complying with the aforementioned requirements, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. • In case of breach of the Minimum Security Cover, the Company shall, within 20 (twenty) days from the date of such breach, create additional Security Interest over the Receivables not forming part of the Hypothecated Assets, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. <u>Eligibility Criteria for the Hypothecated Assets:</u> • All extant 'know your customer' norms specified by the RBI must be complied with. • Loans must be in the form of loans extended to individual obligors, co-operative societies, FPOs, partnership firms, companies for the purpose of their agricultural commodities business. • Loans shall not be provided to individuals who have had a history of defaults. • Loans must be directly originated by the Company and not loans purchased from a third party. • The Loans are current/existing at the time of selection and have not been terminated or pre-paid. • The Receivables have not been restructured or rescheduled. • Receivables from co-lent loans shall not be included in the Hypothecated Assets. It is clarified only receivables from loans entirely on the balance sheet of the Company shall be included in the Hypothecated Assets. • Receivables from related parties shall not be included in Hypothecated Assets. • None of the Loans shall have a disbursed amount greater than INR 5,00,00,000 (Indian Rupees Five Crore).
52.	Transaction Documents	Including but not limited to the following documents: i. the Debenture Trust Deed; ii. each Security Document(s) iii. the Disclosure Document(s); iv. the rating letter from Rating Agencies; v. letters issued by the Registrar;

		vi. the Resolutions; and vii. all other documents in relation to the issuance of the Debentures.
53.	Conditions Precedent to Disbursement	Please refer to Annexure P
54.	Condition Subsequent to Disbursement	Please refer to Annexure Q
55.	Event of Default (including manner of voting /conditions of joining Inter Creditor Agreement)	As extracted in Annexure H of this Key Information Document, and are as more particularly described in the Debenture Trust Deed.
56.	Creation of recovery expense fund	As extracted in Annexure H and as more particularly described in the Debenture Trust Deed
57.	Conditions for breach of covenants (as specified in Debenture Trust Deed)	As extracted in Annexure H of this Key Information Document, and as more particularly described in the Debenture Trust Deed and Debenture Trustee Agreement.
58.	Provisions related to Cross Default Clause	As extracted in Annexure H of this Key Information Document, and as more particularly described in the Debenture Trust Deed and Debenture Trustee Agreement.
59.	Role and Responsibilities of Debenture Trustee	As extracted in Annexure H of this Key Information Document, and as more particularly described in the Debenture Trust Deed and Debenture Trustee Agreement.
60.	Risk factors pertaining to the Issue	Please refer to Section 1 of the General Information Document and Section 1 of this Key Information Document
61.	Governing Law and Jurisdiction	The Governing law will be the Indian Law and the Issuer submits to the exclusive jurisdiction of the courts in Chennai.
62.	Manner of Pay-in of Funds	Through Indian Clearing Corporation Limited
63.	Delay in Listing	In accordance with the SEBI NCS Listing Regulations read together with the Listed NCDs Master Circular, the Company confirms that in the event there is any delay in listing of the Debentures beyond 3 (three) trading days from the date of closure of the issue for the Debentures, the Company will pay to the Debenture Holders, penal interest of 1% (one percent) per annum over the Interest Rate for the period of delay from the Deemed Date of Allotment until the listing of the Debentures is completed.
64.	Early Redemption	If any time during the Tenor, the rating of the Debentures is downgraded to BBB- or below, the Debenture Trustee may require the Company to redeem the Debentures within a period of 30 (thirty) days from such downgrade in the credit rating

Notes:

- If there is any change in coupon rate pursuant to any event including lapse of certain time period or downgrade in rating, then such new coupon rate and the events which lead to such change should be disclosed.
- The list of documents which have been executed in connection with the issue and subscription of debt securities shall be annexed at **Annexure M**.
- The issuer shall provide granular disclosures in their issue 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”.

Proceeds of the Issuance will be deployed through the Designated Proceeds Account in accordance with the Framework submitted to the Debenture Trustee as set out in paragraph (xxv) of **Schedule VI (Conditions Precedent)** of the Debenture Trust Deed towards the following categories:

- Waste to Energy – 30%
 - Bio-energy production from bio-mass (es-biodiesel, ethanol, biogas)
 - Bio-energy supply chain (storage, distribution, installation, wholesale & Retail)

2. Renewable Energy/Clean Energy - 20%
 - Solar supply chain facilities (storage, distribution, installation, wholesale & Retail)
 3. Climate Resilient Varieties - 20%
 - Development & distribution of Climate change resistant seeds, varieties etc (millets, pulses etc)
 4. Sustainable Agriculture Practice - 10%
 - Organic fertilizers (as alternative to fossil fuel based), Raw material sourcing and recycling (circular economy)
 - Certified sustainable farming (Responsible Soy Production, Sustainable Palm Oil, Organic, GLOBALGAP)
 - Sustainable livestock management-waste management
 - Agroforestry
 5. Plant Protein - 10%
 - Plant protein trading and processing (ex- Soy, Pulses)
 6. Water Efficient Technology -10%
 - Increasing water efficiency-Drip, Sprinkler irrigation equipment, etc.
- d. While the debt securities are secured to the tune of 110% of the principal and interest amount or as per the terms of offer document/ General Information Document/ Key Information Document, in favour of Debenture Trustee, it is the duty of the Debenture Trustee to monitor that the security is maintained, however, the recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security.
 - e. 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.
 - f. 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.
 - g. 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.

2.48. THE MATTERS RELATING TO MATERIAL CONTRACTS

(i) Set out below is the statement containing particulars of, dates of, and parties to all material contracts and agreements of the Issuer:

- Memorandum and Articles of Association;
- Credit Rating Limited Letter dated November 12, 2024 from CRISIL Ratings Limited;
- Consent from Vardhman Trusteeship Private Limited to act as trustee vide its letter bearing reference number CL/MUM/24-25/DEB/197 dated 28th November 2024;
- Consent of Integrated Registry Management Services Pvt Ltd to act as Registrar and Transfer Agent vide their Letter dated 29th November 2024.
- Unaudited financial statements for the quarter ended September 30, 2024
- Audited annual reports for the last 3 financial years, i.e. financial year 2021-2022, 2022-2023 and 2023-2024;
- Certified true copy of the resolution passed by the finance committee of the board of directors of the Issuer on December 2, 2024.
 - [List of authorized signatories under the resolutions: Mr. Anil Kumar S G, Director & CEO (DIN: 01189011) or

- Mr. Gurunath N, Whole-time Director (DIN: 02799586) or
- Mr. Saravanan K – Head – Treasury or
- Mr. Ramanathan A, JGM – Treasury Operations or
- Ms. Devisri Mathavan, Relationship Manager – Treasury or
- The Company Secretary of the Company]
- Debt Listing Agreement;
- Debenture Trust Deed to be executed between the Issuer and the Debenture Trustee;
- Debenture Trustee Agreement dated 2nd December 2024 executed between the Issuer and the Debenture Trustee;
- Deed of Hypothecation to be executed between the Issuer and the Debenture Trustee;

other agreements/ documents executed/ to be executed in connection with the issue and the subscription of the NCDs and any other document designated as such by 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.

At the registered office of the Company at Chennai

2.49. ADDITIONAL DISCLOSURES APPLICABLE FOR GREEN DEBT SECURITIES

1. A statement on environmental sustainability objectives of the issue of green debt securities.

Recent estimates suggest that global food production must increase by 70% to meet the projected food demand of the estimated 9 billion population by 2050. Whereas on the other hand, increased usage of production inputs (mineral fertilizers) has made Indian agriculture production a major source of GHG emissions. Agriculture production in India accounts for 18% of the total GHG emissions in the country. Hence the sustainability goal for Indian agriculture and food production is to increase production and productivity, at the same time minimizing the emission profile. This sustainability goal is also aligned with the India's NDC commitments: a) to reduce emissions intensity of its GDP by 45% by 2030; and b) long term goal of reaching net zero by 2070.

Globally, Sustainable agriculture is one of the focus themes for both Climate change mitigation and Climate change adaptation interventions. While Climate change mitigation interventions have focused on decreasing the carbon footprint/ GHG emissions and increasing carbon sequestration, the climate change adaptation interventions have focused on increasing climate resilience of food production. Further given the nature of food supply chains in developing economies, inclusion of small holder farmers and women farmers is also a critical sustainability dimension for ensuring food security and farm sustainability. On climate change front, Samunnati finance is focusing on promoting Climate smart agriculture (CSA), this CSA focus entails financing both

1. · Climate change mitigation (Solar, energy efficient technologies, biological crop protection etc.) as well as
2. · Climate change adaptation (climate resilient crops, food loss avoidance, water efficient irrigation technologies etc.) activities.

[Please refer to Section 1.1 of Samunnati's Sustainable Finance Framework]

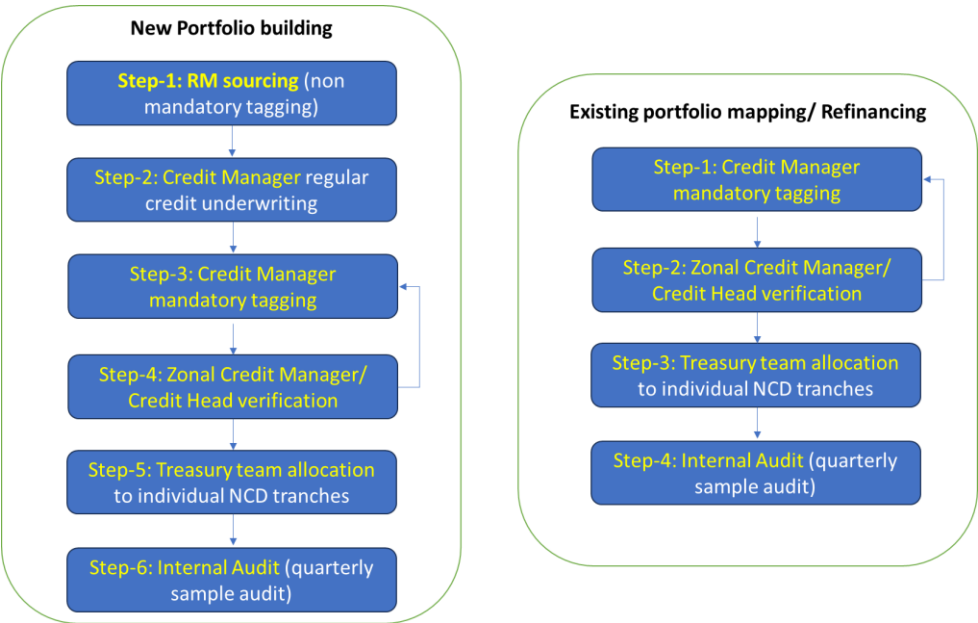
<https://communications.samunnati.com/ssf24.html>

2. Brief details of decision-making process followed/proposed for determining the eligibility of project(s) and/or asset(s), for which the proceeds are being raised through issuance of green debt securities, such as:

- (i) **Process followed/ to be followed for determining how the project(s) and/or asset(s) fit within the eligible green projects categories as defined under Regulation 2 (1) (q) of SEBI NCS Regulations.**

All loan approvals within Samunnati will go through the regular credit appraisal mechanism and the existing ESMS system for Environmental and Social Risk Management. Green and Social asset classification will be an additional process after credit decision has been made, Samunnati shall classify all loans eligible under green and social category as separate pool of assets. The classification process would be embedded over and above the regular credit appraisal process. The process will start at the sourcing level, Relationship Managers (RM) sourcing borrower requirements and then as part of regular credit appraisal process the credit managers

(CM) along with the regular risk underwriting will classify the eligible facility under green, social category. The credit managers will refer to this framework document to ascertain eligibility for green and social asset category.



[Please refer to Section 2.2.2 of Samunnati’s Sustainable Finance Framework]

(ii) The criteria making the project(s) and/ or asset(s) eligible for using the green debt securities proceeds.

The eligible themes and activities that are eligible for green category include both

- Climate change mitigation- GHG reduction, GHG avoidance, and Carbon sequestration activities
- Climate change adaptation- Climate change resistant and Climate change resilient activities

Some of the eligible activities have both climate change mitigation and adaptation dimension, and further by building a green portfolio with mix of climate change mitigation and Climate change adaptation activities, both climate objectives shall be achieved through the green instrument.

Subcategories	Eligible themes and activities
Agriculture	Renewable energy- Solar supply chain facilities (storage, distribution, installation, wholesale & Retail)
	Increasing Energy efficiency of crop production process (traction, irrigation, pumping, pest management, harvesting)
	Biopesticides
	Bio fertilizers (as alternative to fossil fuel based)
	Reduced tillage/Zero tillage equipment
	Raw material sourcing and recycling (circular economy)
	Development & distribution of Climate change resistant seeds, varieties etc
	Increasing water efficiency- Drip, Sprinkler irrigation equipment
	Climate information services
	Monitoring and Evaluation imagery
	Precision agriculture
	Water efficient technologies
	Climate resilient crops (millets, pulses etc)
	Agroforestry; Circularity initiatives- waste to value
	Waste management

	Certified sustainable farming (ex- Responsible Soy, Sustainable palmoil, GLOBALG.A.P)
	Promoting Biomass production from agricultural waste
	Alternative protein
Livestock	Ruminant feed that reduces methane reduction
	Alternate meat and alternate dairy products
	Manure management- biodigesters
	Low emission feeds
	Improved animal health (reduce mortality & morbidity)
	Improved animal husbandry (better breed, genetics etc)
	Sustainable livestock management- Feed management; waste management
	Energy efficient equipment for livestock product processing and storage
Fisheries & Aquaculture	Feed additives (improved feed conversion efficiency, enteric methane inhibitor, improving nutrient efficiency)
	Improved energy efficiency in the fisheries or aquaculture value chain- equipment and machinery (ex- Recirculating Aquaculture System- RAS)
	Improved energy efficiency in the fisheries or aquaculture value chain- sustainable feeds
	Fish processing: Processing Infrastructure for sustainable certified fisheries production
Common post-harvest value chain activities	Increasing Energy efficiency of post-harvest process (post-harvest crop processing, crop drying, crop cooling, storage)
	Plant protein trading and processing (ex- pulses)
	Food loss avoidance in value chain (ex- improved handling and storage infrastructure, more efficient logistics, and better-managed cold-chain infrastructure to reduce crop or food spoilage)
	Food waste utilization (circularity initiatives)
	Energy efficient equipment for agricultural processing and storage
	Bioplastics
	Biomass materials replacing energy intensive materials
	Biomaterial based products (ex-Biochar)
	Bio-energy production from bio-mass (ex-biodiesel, ethanol)
	Bio-energy supply chain (manufacturing facilities wholly dedicated to bioenergy development)
	Bio-energy supply chain (storage, distribution, installation, wholesale & Retail)

[Please refer to Section 2.2.2 of Samunnati’s Sustainable Finance Framework]

(iii) Details of taxonomies, green standards or certifications both Indian and global, if any referenced and the alignment of projects with said taxonomies, related eligibility criteria, and exclusion criteria, if applicable.

Taxonomy: Climate Bond Taxonomy & ICMA Green Bond Principle

Exclusion List

While the green eligibility list defines what is permissible for allocation, taxonomies have also guided on exclusion of activities under green bond.

Type	Exclusion List
Industry	- Tobacco - Alcohol - Fossil Fuel

	• Hazardous materials
Practices	• Forced Labor • Paid Child Labor • Severe Environmental Damage • Corruption • Bribery • Tax Evasion
Activities	• Water-intensive agriculture in drought-prone regions • Destructive fishing practices E.g. Blast Fishing, Drift Net Fishing • Damage to marine habitats • Use of pesticides or chemicals that contaminate the environment • Intensive livestock farming with high greenhouse gas emissions • Ozone Depleting Substance, PCBs, Hazardous pharmaceuticals, Pesticides/herbicides or Chemicals • Deforestation or land use changes that release carbon • Deforestation or habitat destruction activities • Leasing or financing of logging equipment • Construction in flood-prone areas • Unsustainable water extraction or pollution • Landfilling of waste without energy or resource recovery • Industrial processes without adequate pollution controls • Hazardous waste disposal • Overexploitation of natural resources • Introduction of invasive species • Destruction of High Conservation Value area • Wildlife or products regulated under the Convention on International Trade in Endangered Species or Wild Fauna and Flora (CITES) • Genetically modified organisms (GMOs) with potential risks: Use of GMOs with unmitigated environmental or health concerns.

[Please refer to Section 2.2.1.3 of Samunnati’s Sustainable Finance Framework]

(iv) Details of the alignment of the objective of the issue with the India’s Intended Nationally Determined Contributions in case of the proceeds raised through issuance of transition bonds.

Not Applicable

3. Details of the system/procedures to be employed for tracking the deployment of the proceeds of the Issue.

Management of proceeds

Proceeds from different green and social bond tranches shall be managed with the help of asset tagging functionality available in the Loan Origination System (LOS) and Loan Management System (LMS) within Samunnati.

Labelling procedure

The above-mentioned tagging process shall also enable the functionality for collation of details at the respective portfolio level. The portfolio details include loan account number, borrower name, use of proceeds, sanctioned amount, loan amount drawn and outstanding. The functionalities within LOS and LMS system shall provide the above details on a daily basis.

Expected timeline for proceeds to be fully allocated

The proceeds from individual Green tranches shall be fully allocated on a best effort basis within 12 months from the date of issuance of Green under the guidance of this framework.

For individual tranches with shorter duration (up to 18 months), a mutually agreed upon tenure (between Samunnati and the investors) will be arrived for full allocation.

Approach to management of unallocated proceeds

Unallocated amounts, if any, shall be managed appropriately, as governed by the existing treasury fund management or investment policy at Samunnati. At all times, treasury team shall ensure proceeds from the issuance of green and social category are not being allocated towards activities stipulated in the exclusion list, put forth in this framework document.

[Please refer to Section 2.3 of Samunnati's Sustainable Finance Framework]

4. **Details of the project(s) and/or asset(s) or areas where the issuer, proposes to utilise the proceeds of the issue of green debt securities, including towards refinancing of existing green project(s) and/or asset(s), if any.**

Use of proceeds criteria is the key stone of Sustainable Finance framework, the proceeds generated from issuance of green, social, and sustainability bonds shall be used to finance or refinance in whole or in part, as per Objects of the Issue in accordance with the eligibility criteria set forth in this framework.

Proceeds from the Debentures shall exclusively be dedicated to eligible green activities, as defined in this framework and in accordance with Section 2.47 sub section 12 (*Summary of the Terms of the Issue*) of the Key Information document.

End use visibility on working capital facilities pose a challenge, however unlike banks where working capital facilities are provided as line of credit, Samunnati's working capital facilities are provided as working capital demand loan. Hence Samunnati's working capital demand loan products have an inherent advantage over bank's line of credit when it comes to end use control and end use visibility. For example, Trade receivable financing (Agri Receivable Financing) form a significant share of Samunnati's credit portfolio, and since the funding is against the supply of agricultural products and services, there is a better visibility on the end use.

All credit portfolios, aligned with this framework shall go through Samunnati's regular risk policy and credit appraisal process. This means that only after approval from the designated credit approval committee, the facility shall be considered for Green/Social/Sustainability portfolio mapping.

Depending on the individual tranche value and availability of qualifying assets, the maximum refinancing limit can vary, however an indicative cap of 50% shall be applicable. In addition for bonds with tenure up to 18 months, the refinancing cap may not be applicable (given the short duration). Further the maximum individual ticket size allowed for classification shall be capped at INR 200 million for both new portfolio creation and refinancing. This individual cap is subjected to the existing product policy within Samunnati.

[Please refer to Section 2.1 of Samunnati's Sustainable Finance Framework]

<https://communications.samunnati.com/ssf24.html>

5. **Details of an indicative estimate of distribution of proceeds raised through issuance of green debt security between financing and refinancing of project(s) and/ or asset(s); if applicable.**

Please refer to the previous point

6. **Details of the intended types of temporary placement of the unallocated and unutilised net proceeds from the issue of green debt securities.**

Unallocated amounts, if any, shall be managed appropriately, as governed by the existing treasury fund management or investment policy at Samunnati. At all times, treasury team shall ensure proceeds from the issuance of green and social category are not being allocated towards activities stipulated in the exclusion list, put forth in this framework document.

[Please refer to Section 2.3.3 of Samunnati's Sustainable Finance Framework]

7. **Details related to the perceived social and environmental risks and proposed mitigation plan associated with the project(s) proposed to be financed/ refinanced through the proceeds from the issue of green debt securities.**

All loan approvals within Samunnati will go through the regular credit appraisal mechanism and the existing ESMS system for Environmental and Social Risk Management. Green and Social asset classification will be an additional process after credit decision has been made, Samunnati shall classify all loans eligible under green and social category as separate pool of assets. The classification process would be embedded over and above the regular credit appraisal process. The process will start at the sourcing level, Relationship Managers (RM) sourcing borrower requirements and then as part of regular

credit appraisal process the credit managers (CM) along with the regular risk underwriting will classify the eligible facility under green, social category. The credit managers will refer to this framework document to ascertain eligibility for green and social asset category.
[Please refer to Section 2.2.2 of Samunnati’s Sustainable Finance Framework]

Type of Risk	Risk Ownership	Key Stakeholders	Key Roles & Responsibilities
Environment and Social Risk of Borrowers	Credit and ESG team	• Risk Management Department • Credit Head • Compliance Head - Sustainability / ESG Head	• Adherence to Samunnati’s ESMS policy • Adherence to Samunnati’s ESMS process a. Exclusion list b. Borrower E&S risk categorization c. E&S risk assessment(for high risk and medium risk borrower d. E&S action plan e. E&S monitoring

8. The issuer shall appoint an independent third party reviewer/ certifier, for reviewing/certifying the processes including project evaluation and selection criteria, project categories eligible for financing by green debt securities, etc.

SPO from EVI on our Sustainable Finance Framework has been obtained for the pre issuance stage. An independent third-party reviewer will be onboarded after 1 year for the project evaluation.
[Please refer to Annexure R or <https://communications.samunnati.com/ssf24.html>]

2.50. INCONSISTENCY/REPUGNANCE

In the event of any repugnancy, inconsistency or conflict between the terms and conditions stipulated in the General Information Document, this Key Information Document and the other Transaction Documents, the terms and conditions of the: (a) Debenture Trust Deed shall prevail over the General Information Document and the Key Information Document; and (b) Key Information Document shall prevail over the General Information Document.

SECTION 3: DISCLOSURES UNDER COMPANIES ACT, 2013

1. GENERAL INFORMATION

i. Name, address, website and other contact details of the Company, indicating both registered office and the corporate office:

Name	:	SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED
Registered Office of Issuer	:	Baid Hi Tech Park, 8 th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041
Corporate Office of Issuer	:	Baid Hi Tech Park, 8 th Floor, No 129-B, ECR Road, Thiruvanniyur, Chennai – 600041
Corporate Identity Number	:	U65990TN2014PTC096252
Contact No.	:	+91 04466762400
Fax No.	:	NA
Contact Person	:	Saravanan K
Email	:	saravanan.k@samunnati.com
Website	:	www.samunnati.com

ii. Date of Incorporation of the Company: 23 June 2014

iii. Business carried on by the Issuer and its subsidiaries with the details of branches or units, if any:

The description of the Issuer’s Principal Business Activities as under:

Samunnati stands for inclusive growth & collective prosperity for all. Samunnati is a specialised Agri value chain enabler that provides innovative and customized financial and non-financial solutions exclusively for Agri and allied activities.

Samunnati works with a belief that for a value chain to work well, all the chain actors need to have access to markets, customized advisory services, technology and appropriate financial services – to achieve the objective of ‘Making markets work for small holder farmers’ and ‘making the value chains operate at a higher equilibrium’. Samunnati currently works with over 700 Farmer Producer Organisations and Agri Enterprises which in turn has an outreach to over 4 million farmers.

Samunnati’s AMLA [Aggregation, Market Linkage and Advisory Services] Approach

As a change maker, Samunnati began its initiatives in 2014 and has adopted a holistic approach to address the needs of farmer producer organisations (FPOs). In addition to providing finance to FPOs, Samunnati has focused on the following elements to comprehensively support farmers and strengthen the FPO model:

- Enabling capacities of farmers, FPOs and promoters
- Establishing centers of excellence in agriculture & allied activities
- Empowering FPOs with Aggregation, Market Linkages and Advisory Services (AMLA)
- Enhancing productivity & income through customised solutions

Aggregation: Samunnati works with FPOs and its members in assisting them to establish agri input shops, increase collective bargaining power and collaborate with input suppliers to ensure bulk sourcing.

Market Linkage: Samunnati works with FPOs to establish links in local, regional and national markets. Increased technical & financial capacities of FPOs benefit members in getting a relatively better price for their produce. Infrastructure support helps FPOs to construct warehouses & establish processing units to get increased returns. Linkage of buyers & sellers (both offline and online) through a marketplace is a key solution.

Advisory Services: Samunnati works with FPOs and their promoters on subjects like: situation analysis, business planning, capacity building on compliance, financial literacy, convergence with government schemes, irrigation options, post-harvest management protocols and establishing centers of excellence in Agri & allied activities.

(A) Details of subsidiaries or branches or units of the Issuer:

a. A brief summary of the business activities of the subsidiaries of the issuer:

- Samunnati Agro Solutions Private Limited is a wholly owned subsidiary of the Company which trades in Agro commodities.
- Samunnati Finance Private Limited is a wholly owned subsidiary of the Company incorporated on 22 September 2021. The wholly owned subsidiary is yet to commence its business operations and is awaiting the issuance of Non-Banking Finance Company license from the Reserve Bank of India.
- Samunnati Agri Innovations Lab Private Limited (“SAIL”) (formerly known as Kamatan Farm Tech Private Limited), which deals in trading of Agro commodities, was acquired as a wholly owned subsidiary on 16 April 2021. During the year under review, the name was changed in order to align the name with the strategic and innovation verticals handled by SAIL. Apart from trading in Agro Commodities, SAIL also strives to make markets work for small holder farmers through strategy, innovation, establishing non-linear business growth channels of crowd and community sourced rural franchisee network of Agri Entrepreneurs, Village Level Entrepreneurs, Farmer Financing, Agri value chain financing through anchor institutions like Agri startups, Business Correspondents and online debt marketplace channels.
- Samunnati Foundation, a wholly owned subsidiary, is a not-for-profit company incorporated under Section 8 of the Companies Act, 2013. It was established to enable inclusive growth and create opportunities for the unserved/ underserved communities in the agricultural ecosystem in order to make a tangible difference to the livelihood of small holder farmers. Samunnati Foundation has been excluded from consolidation as its inclusion is not material to the Group and being not for profit organisation, impairs its ability to transfer any benefit to the Company.
- Samunnati Investment Management Services Private Limited was incorporated as a wholly owned subsidiary of Samunnati Agro Solutions Private Limited on 8 March 2022, which will manage an Alternative Investment Fund (“AIF”) (Category 2 – Debt fund) with emphasis on Sustainability, Scalability and Impact. Samunnati Investment Management Services Private Limited is in the process of obtaining requisite license and approvals and is yet to commence its business operations.

iv. Brief particulars of the management of the Issuer:

Details of Board of Directors of the Company as on date:

Following is the composition of the Board of Directors, as on date.

S. No.	Name of the Directors	Designation
1	Mr. Narasimhan Srinivasan	Independent Director
2	Ms. Padma Chandrasekaran	Independent Director
3	Mr. Krishnan K	Independent Director
4	Ms. Jyotsna Krishnan	Nominee Director
5	Mr. Mahendran Balachandran	Nominee Director
6	Mr. Akshay Dua	Nominee Director
7	Mr. Stephen Dongwon Lee	Nominee Director
8	Mr. Anil Kumar S G	Founder and CEO
9	Mr. Gurunath N	Wholetime Director

Details of Key Management Personnel of the Company as on date:

S. No.	Name of KMP	Designation
1.	Mr. Anand Subramaniam	Group Chief Financial Officer
2.	Mr. S. Arun Kumar	Company Secretary & Compliance Officer

a. Name, address, DIN and occupations of the directors:

S. No.	Name of the Director	Occupation	DIN No	Address
1	Mr. Narasimhan Srinivasan	Independent Director	01501266	T2, 403, Kapil Malhar, Baner Road, Baner, Pune, 411045, Maharashtra, India
2	Ms. Padma Chandrasekaran	Independent Director	06609477	1C, 4th Street, Dr. Radhakrishna Salai, Mylapore, Chennai, Tamil Nadu - 600004
3	Mr. Krishnan K	Independent Director	01109189	2B, Block D, Raintree Apartments, 21 Venus Colony, 2nd Cross Street, Alwarpet, Chennai – 600018
4	Ms. Jyotsna Krishnan	Nominee Director	06572288	1031, Prestige Woodland Park, Banaswadi Main Road, Next to ITC Infotech, Maruthisevanagar, Cox Town, Bengaluru, Karnataka – 560005
5	Mr. Mahendran Balachandran	Nominee Director	00121640	301, F Block, 3, Raheja Residency, Koramangla, Bangalore – 560034
6	Mr. Akshay Dua	Nominee Director	03144843	D-1901, Phase-II, Lake Homes, Near Gopal Sharma School, Powai, Mumbai – 400076
7	Mr. Stephen Dongwon Lee	Nominee Director	08640160	3 Hullet Road 08-03, NA, Singapore,22 9158, NA, Singapore
8	Mr. Anil Kumar S G	Founder and CEO	01189011	No. 1402, Aurora Block, 14th Floor, ASV Alexandria, Sholinganallur, Chennai – 600119
9	Mr. Gurunath N	Wholetime Director	02799586	Plot No.16, Ahaan Old 116, New 49, Govind Royal Enclave, Vettuvankeni, Injambakkam, Kancheepuram – 600115

- b. Management perception of Risk Factors: Please refer to **Section 1** of the General Information Document read with **Section 1** of this Key Information Document above.
- c. Details of defaults, if any, including therein the amount involved, duration of default, and present status, in repayment of:

- A. Statutory Dues: Nil
- B. Debentures and interest thereon: Nil
- C. Deposits and interest thereon: Nil
- D. Loans from any banks or financial institution and interest thereon: Nil
- d. Name, designation, address and phone number, email ID of the nodal / compliance officer of the Company, if any, for the Issue:
- Name: Arun Kumar Sridharan
- Designation: Compliance Officer
- Address: Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road, Thiruvanmiyur, Chennai – 600041
- Phone No.: 9677027227
- Email: arunkumar.sridharan@samunnati.com
- e. Registrar of the Issue: Integrated Registry Management Services Pvt Ltd
- f. Valuation Agency: Nil
- g. Auditors: V. Narayanan & Co
- h. Details of any default in annual filing of the Issuer company under the Companies Act, 2013 or the rules made thereunder: NIL

3. PARTICULARS OF OFFER

Financial position of the Company for the last 3 financial years (i.e. FY 22, FY 23 and FY 24)	Please refer to the General Information Document and https://samunnati.com/samunnati-financial-intermediation-services-private-limited/
Date of passing of Board Resolution	May 28, 2024
Date of passing of resolution in general meeting, authorizing the offer of securities	September 30, 2024
Date of passing of Finance Committee Resolution	December 2, 2024
Kind of securities offered (i.e. whether share or debentures) and class of security; the total number of shares or other securities to be issued.	Upto 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures each having a face value of INR 1,00,000/- (Indian Rupees One Lakh Only) aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crore Only), to be issued by the Issuer on a private placement basis
Price at which the security is being offered, including premium if any, along with justification of the price	Debentures will be issued at par
Name and address of the valuer who performed valuation of the security offered, and basis on which the price has been arrived at along with report of the registered valuer;	NA, as the proposed issuance is for Non-Convertible Debentures.
Relevant date with reference to which the price has been arrived at	NA, as the proposed issuance is for Non-Convertible Debentures.

(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)	
The class or classes of persons to whom the allotment is proposed to be made	As provided in Section 2.47 (Summary of the Terms of the Issue) of this Key Information Document.
Intention of promoters, directors or key managerial personnel to subscribe to the offer (applicable in case they intend to subscribe to the offer)	NA.
The proposed time within which the allotment shall be completed	Debentures shall be allotted to the investors as per timelines as set out under Listed NCDs Master Circular s amended from time to time.
The names of the proposed allottees and the percentage of post private placement capital that may be held by them	NA, as the proposed issuance is for Non-Convertible Debentures.
The change in control, if any, in the company that would occur consequent to the private placement	NA, as the proposed issuance is for Non-Convertible Debentures.
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	Refer Annexure 2.9 of Key Information document.
The justification for the allotment proposed to be made for consideration other than cash together with valuation report of the registered valuer	NA, as the proposed issuance is for Non-Convertible Debentures.
Amount, which the Company intends to raise by way of proposed offer of securities	The NCDs shall be issued in an aggregate principal amount of INR 50,00,00,000/- (Indian Rupees Fifty Crore only)
Terms of raising of securities:	Duration, if applicable: 13 (thirteen) months from the Deemed Date of Allotment.
	Coupon 11.25% (Eleven point two five percent) per annum payable monthly
	Mode of Payment RTGS/ NEFT/ Fund Transfer
	Mode of Repayment RTGS/ NEFT/ Fund Transfer
Proposed time schedule for which the private placement offer cum application letter is valid	Issue Open Date: December 4, 2024 Issue Closing Date: December 4, 2024
Purpose and objects of the Issue	Proceeds of the Issuance will be deployed through the Designated Proceeds Account in accordance with the Framework submitted to the Debenture Trustee as set out in paragraph (xxv) of Schedule VI (<i>Conditions Precedent</i>) of the Debenture Trust Deed towards the following categories: - Waste to Energy – 30% - Bio-energy production from bio-mass (es-biodiesel, ethanol, biogas) - Bio-energy supply chain (storage, distribution, installation, wholesale & Retail) - Renewable Energy/Clean Energy - 20% - Solar supply chain facilities (storage, distribution, installation, wholesale & Retail) - Climate Resilient Varieties - 20% - Development & distribution of Climate change resistant seeds, varieties etc (millets, pulses etc)

	4. Sustainable Agriculture Practice - 10% - Organic fertilizers (as alternative to fossil fuel based), Raw material sourcing and recycling (circular economy) - Certified sustainable farming (Responsible Soy Production, Sustainable Palm Oil, Organic, GLOBALGAP) - Sustainable livestock management-waste management - Agroforestry 5. Plant Protein - 10% - Plant protein trading and processing (ex- Soyd, Pulses) 6. Water Efficient Technology -10% - Increasing water efficiency-Drip, Sprinkler irrigation equipment, etc.
Contribution being made by the Promoters or directors either as part of the offer or separately in furtherance of the object	NA
Principal terms of assets charged as security	In consideration of the Debenture Holders subscribing to the Debentures, the Company agrees that the Outstanding Amounts shall be secured by a first ranking exclusive charge by way of hypothecation over identified Receivables of the Company (the "Hypothecated Assets"), created in favour of the Debenture Trustee by the Company, pursuant to the Deed of Hypothecation. Till the Final Settlement Date, the Company shall maintain the Security Cover Ratio is maintained at or above the Security Cover Ratio of 1.10x ("Minimum Security Cover"). The Company undertakes: - The Security created or to be created in favour of the Debenture Trustee (for the benefit of the Debenture Holders) shall be a first ranking exclusive Security Interest (ranking pari passu solely inter se the Debenture Holders); - The Debentures shall be secured on and from the date of creation of Security Interest over the Hypothecated Assets and the Company shall create and perfect the Security in favour of the within the timelines as set out in the Debenture Trust Deed and Deed of Hypothecation; - commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty) days from the end of each month, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("Monthly Hypothecated Assets Report") to the Debenture Holders and the Debenture Trustee; - commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty) Business Days from the end of each quarter, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("Quarterly Hypothecated Assets Report") to the Debenture Holders and the Debenture Trustee;

	• The Receivables of Performing Loans shall constitute at least 50% of the Hypothecated Assets (“Minimum Performing Loan Threshold”). In case of breach of Minimum Performing Loan Threshold, the Company shall, within 20 (twenty) days from the date of such event, with prior written intimation to the Debenture Trustee, replace the Receivables forming part of the Hypothecated Assets so to ensure that the Minimum Performing Loan Threshold and the Minimum Security Cover is maintained. • In the event any receivable of an Overdue Loan forming part of the Hypothecated Assets becomes overdue for more than 30 (thirty) days, the Company shall, within 15 (fifteen) Business Days from the date of such event, with prior written intimation to the Debenture Trustee, replace such receivables with Receivables complying with the aforementioned requirements, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. • In the event any receivable forming part of the Hypothecated Assets fails to comply with the eligibility criteria set out in the Eligibility Criteria below, the Company shall, within 20 (twenty) days from the date of such event, with prior written intimation to the Debenture Trustee, replace such receivables with receivables complying with the aforementioned requirements, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. • In case of breach of the Minimum Security Cover, the Company shall, within 20 (twenty) days from the date of such breach, create additional Security Interest over the Receivables not forming part of the Hypothecated Assets, so as to ensure that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained. <u>Eligibility Criteria for the Hypothecated Assets:</u> • All extant 'know your customer' norms specified by the RBI must be complied with. • Loans must be in the form of loans extended to individual obligors, co-operative societies, FPOs, partnership firms, companies for the purpose of their agricultural commodities business. • Loans shall not be provided to individuals who have had a history of defaults. • Loans must be directly originated by the Company and not loans purchased from a third party. • The Loans are current/existing at the time of selection and have not been terminated or pre-paid. • The Receivables have not been restructured or rescheduled. • Receivables from co-lent loans shall not be included in the Hypothecated Assets. It is clarified that only receivables from loans entirely on the balance sheet of the Company shall be included in the Hypothecated Assets.
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	- Receivables from related parties shall not be included in Hypothecated Assets. - None of the Loans shall have a disbursed amount greater than INR 5,00,00,000 (Indian Rupees Five Crore).
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:	

Sl. No.	CATEGORY	PRE-ISSUE		POST-ISSUE	
		Number of Shares	% of Shareholding	Number of Shares	% of Shareholding
A	Promoters' holding:				
1.	Indian:	5,000	0.19%	5,000	0.19%
	Individual	-	-	-	-
	Bodies Corporate	-	-	-	-
	Trust	2,38,257	9.48%	2,38,257	9.46%
	Sub Total	2,43,257	9.67%	2,43,257	9.66%
2.	Foreign Promoters	-	-	-	-
	Sub Total (A)	2,43,257	9.67%	2,43,257	9.66%
B	Non-Promoter Shareholding:				
1.	Institutional Investors	20,00,847	79.46%	20,00,847	79.46%
2.	Non-Institutional Investors	41,850	1.67%	41,850	1.67%
	Private Corporate Bodies	-	-	-	-
	Directors and Relatives	1,200	0.05%	1,200	0.05%
	Indian Public	-	-	-	-
	Others (Including NRIs)	2,30,976	9.19%	2,30,976	9.16%
	Sub Total (B)	22,74,873	90.33%	22,74,873	90.33%
	TOTAL (A+ B)	25,18,130	100.00%	25,18,130	100.00%

* Note:

- In addition, the Company has issued 81,450 Pre-Series E OCRPS that are optionally redeemable / convertible into Pre-Series E CCPS.
- Fully diluted shareholding has been computed assuming conversion ratio of 1:1 for Pre-Series E CCPS
- Alteria Capital Fund III – Scheme A & Alteria Capital Fund II – Scheme I hold partly paid up CCPS, the voting rights on which would be based on paid up value

4. MODE OF PAYMENT FOR SUBSCRIPTION

- Other Banking Channels

5. DISCLOSURES WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION, ETC.

Any financial or other material interest of the directors, promoters or key managerial personnel in the 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 Key Information Document and any direction issued by such Ministry or Department or statutory authority upon conclusion of such litigation or legal action shall be disclosed	There is no litigation or legal action pending or taken by any Ministry or Department of Government or a statutory authority against any promoter of the Issuer during the last three immediately preceding the year of the circulation of the offer letter
Remuneration of directors (during the current year and last 3 financial years)	Please refer to Annexure C of General Information Document and Section 2.10 sub section C of the Key Information Document
Related party transactions entered during the last 3 (three) financial years immediately preceding the year of issue of this Key Information Document including with regard to loans made or, guarantees given or securities provided	Please refer to Section 2.21
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 Key Information 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 remark	There are no reservations or qualifications or adverse remarks of auditors in the last 5 financial years immediately preceding the year of issue of this Key Information Document and hence there is no impact on the financial statements and financial position.
Details of any inquiry, inspections or investigations initiated or conducted under the Act or any previous company law in the last 3 (three) years immediately preceding the year of circulation of this Key Information Document in the case of the Company and all of its subsidiaries, and if there were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last 3 (three) financial years immediately preceding the year of this Key Information Document 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) financial years, if any, and if so, the action taken by the company	Nil

6. **FINANCIAL POSITION OF THE ISSUER:**

i. **The capital structure of the Issuer company in the following manner in a tabular form:**

The authorised, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value)				
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Equity Share Capital			
No. of shares	7,50,000	5,73,861	5,73,861	5,73,861
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	75,00,000	57,38,610	57,38,610	57,38,610
Total	75,00,000	57,38,610	57,38,610	57,38,610
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Preference Share Capital			
No. of shares	23,00,000	20,25,719	20,25,719	20,25,719
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	2,30,00,000	2,02,57,190	2,02,57,190	2,02,07,240
Total	2,30,00,000	2,02,57,190	2,02,57,190	2,02,07,240
Size of the Present Issue		Up to 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures each having a face value of INR 1,00,000/- (Indian Rupees One Lakh Only) aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crore Only), to be issued by the Issuer on a private placement basis.		
Paid-up Capital:				
A. After the offer:				
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Equity Share Capital			
No. of shares	7,50,000	5,73,861	5,73,861	5,73,861
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	75,00,000	57,38,610	57,38,610	57,38,610
Total	75,00,000	57,38,610	57,38,610	57,38,610
Particulars	Authorized	Issued	Subscribed	Paid-up
Description of shares	Preference Share Capital			
No. of shares	23,00,000	20,25,719	20,25,719	20,25,719
Nominal value per share (INR)	10	10	10	10
Aggregate nominal value (INR)	230,00,000	2,02,57,190	2,02,57,190	2,02,07,240
Total	2,30,00,000	2,02,57,190	2,02,57,190	2,02,07,240
B. After the conversion of convertible instruments (if applicable)				
Not applicable				
Share Premium Account:				
		Share premium (Aggregate) pre-issue	Share premium (Aggregate) for the current round	Share premium (Aggregate) post issue
		8,301.18	-	8,301.18
Details of the existing share capital of the Issuer:				
i) Equity Share Capital:				

Sr No.	Date of Allotment	Number of shares Allotted	Face Value of Shares Allotted (in INR)	Price of Shares (in INR)	Form of Consideration	
1.	23-Jun-14	5,000	10	10	Cash	
2.	19-Feb-15	2,40,000	10	10	Cash	
3.	23-Jun-14	5,000	10	10	Cash	
4.	19-Feb-15	62,500	10	10	Cash	
5.	25-Feb-15	100	10	384	Cash	
6.	31-Mar-16	61,142	10	654.22	Cash	
7.	30-Jan-17	6,794	10	263.65	Cash	
8.	2-Feb-17	14,557	10	1030.4	Cash	
9.	27-Feb-17	100	10	1030.4	Cash	
10.	20-Dec-17	70,368	10	1240.21	Cash	
11.	27-Dec-17	100	10	2676.97	Cash	
12.	29-Apr-19	1,15,000	10	3,752.55	Cash	
13.	24-May-19	100	10	6172.02	Cash	
14.	24-May-19	100	10	6172.02	Cash	
15.	24-May-19	100	10	6172.02	Cash	
16.	24-May-19	100	10	6172.02	Cash	
17.	24-May-19	100	10	6172.02	Cash	
18.	23-Jun-14	5,000	10	10	Cash	
19.	19-Feb-15	2,40,000	10	10	Cash	
20.	23-Jun-14	5,000	10	10	Cash	
21.	19-Feb-15	62,500	10	10	Cash	
22.	25-Feb-15	100	10	384	Cash	
23.	31-Mar-16	61,142	10	654.22	Cash	
24.	30-Jan-17	6,794	10	263.65	Cash	
25.	2-Feb-17	14,557	10	1030.4	Cash	
26.	27-Feb-17	100	10	1030.4	Cash	
27.	20-Dec-17	70,368	10	1240.21	Cash	
28.	27-Dec-17	100	10	2676.97	Cash	
29.	29-Apr-19	1,15,000	10	3,752.55	Cash	
30.	24-May-19	100	10	6172.02	Cash	
31.	24-May-19	100	10	6172.02	Cash	
32.	24-May-19	100	10	6172.02	Cash	
33.	24-May-19	100	10	6172.02	Cash	
34.	24-May-19	100	10	6172.02	Cash	
The number and price at which each of the allotments were made in the last one year preceding the date of the private placement offer cum application letter: .		No allotment has been made the Company Issuer for consideration other than cash in the last one year.				
Profits of the Issuer, before and after making provision for tax, for the 3 (three) financial years immediately preceding the date of circulation of this offer letter		INR MN				
		Particulars	2024-2025 Sep-24 Standalone	2023-2024 Standalone	2022-2023 Standalone	2021-2022 Standalone
		Profit before tax	(109.95)	251.49	(1297.37)	(816.00)
		Profit after tax	(74.30)	210.49	(983.80)	(666.19)

Dividends declared by the Issuer 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)	Particulars	2024-2025 (IINR)	2023-2024 (in INR)	2022-2023 (in INR)	2021-2022 (in INR)
	<i>Dividends</i>	<i>NIL</i>	<i>NIL</i>	<i>NIL</i>	<i>NIL</i>
	<i>Interest Coverage Ratio</i>	<i>NA</i>	<i>NA</i>	<i>NA</i>	<i>NA</i>
A summary of the financial position of the Issuer as in the 3 (three) audited balance sheets immediately preceding the date of circulation of this offer letter	Please refer to Annexure A of General Information Document				
Audited cash flow statement for the 3 (three) years immediately preceding the date of circulation of this offer letter	Please refer to Part 1 of Annexure A of General Information Document.				
Unaudited financial statements for the period from 1 April 2024 to 30 September 2024	Please refer to Annexure N of Key Information Document and https://samunnati.com/stock-exchange-intimation-november-2024/				
Any change in accounting policies during the last 3 (three) years and their effect on the profits and the reserves of the Issuer	As mentioned in the General Information Document. There is no changes since the issue of the General information document.				

7. DECLARATION BY THE DIRECTORS THAT:

- a. the Issuer has complied with the provisions of the Securities Contracts (Regulation) Act, 1956, Securities and Exchange Board of India Act, 1992, Companies Act, 2013 and the rules and regulations made thereunder;
- b. the compliance with the Companies Act, 2013 and the rules does not imply that payment of dividend or interest or repayment of preference shares or debentures/ bonds, if applicable, is guaranteed by the Central Government;
- c. the monies received under the Issue pursuant to the Offer Letter shall be used only for the purposes and objects indicated in the Key Information Document (read with the General Information Document)/private placement offer cum application letter;
- d. The PAN, Aadhaar Number, Driving License Number, Bank Account Number(s) and Passport Number of the promoters of the Company and PAN of the directors of the Company have been submitted to the BSE.

I am authorised by the Finance Committee of the Board of Directors of the company vide resolution number 03 dated December 2, 2024 to sign this form and declare that all the requirements of the 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. This Key Information Document (read with the General Information Document) contains full disclosures in accordance with the SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended from time to time.

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

For **Samunnati Financial Intermediation & Services Private Limited**

Anil
Kumar S G

Digitally signed
by Anil Kumar S G
Date: 2024.12.02
10:00:56 +05'30'

Name: Mr. Anil Kumar S G
DIN: 01189011
Designation: Director & CEO
Date: December 02, 2024
Place: Chennai

Gurunath
Neelamani

Digitally signed
by Gurunath
Neelamani
Date: 2024.12.02
10:01:16 +05'30'

Name: Mr. Gurunath N
DIN: 02799586
Designation: Wholetime Director
Date: December 02, 2024
Place: Chennai

8. DETAILS (Annexure F)

(To be filed by the Applicant)

Name:

Father’s name:

Complete Address including Flat/House Number, Street, Locality, Pin Code:

Phone number, if any:

Email ID, if any:

PAN Number:

Bank Account Details:

Demat Account:

Subscription Amount:

Number of NCDs:

Tick whichever is applicable	
The applicant is not required to obtain Government approval under the Foreign Exchange Management (Non-debt Instruments) Rules, 2019 prior to subscription of shares	
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 has been obtained, and is enclosed herewith.	

Signature

(initial of the officer of the Company designated to keep the record)

Attachments:

- Copy of board resolution, as **Annexure E** to this Key Information Document
- Copy of shareholders resolution, as **Annexure E** to this Key Information Document
- Details of Legal Proceedings, as **Annexure E** to the General Information Document of this Key Information Document
- Summary of financial position and audited cash flow for the last 2 financial years (i.e. FY 22 and FY 23), as Part 1 of **Annexure A** to the General Information Document and the immediately preceding financial year (FY 24) as Annexure L to the Key Information Document;
- Summary of financial position and cash flow for the period from 1 April 2024 to 30 September 2024, as **Annexure N** to the Key Information Document
- Remuneration of Directors, as **Annexure C** to the General Information Document and Section 2.1 sub section (C) of the Key Information Document.
- Changes in accounting policies, as **Annexure D** to the General Information Document.
- Related Party Transactions, as per Section 2.21 **Note: the signed Director’s Declaration has been attached hereto as Annexure D.**

DECLARATION

The Issuer undertakes and confirms that this Key Information Document does not omit disclosure of any material fact which may make the statements made therein, in light of the circumstances under which they are made, misleading. The Key Information Document also does not contain any false or misleading statement.

The Issuer accepts no responsibility for the statement made otherwise than in the Key Information Document or in any other material issued by or at the instance of the issuer and that any one placing reliance on any other source of information would be doing so at his own risk.

Without prejudice to the above, the persons authorised by the Company, confirms and attests that:

- a. The Issuer undertakes that this Key Information Document contain full disclosures in accordance with NCS Listing Regulations, as amended, and Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended and Companies (Prospectus and Allotment of Securities) Rules, 2014, Securities Contracts (Regulation) Act, 1956 and the Securities and Exchange Board of India Act, 1992.*
- b. the compliance with the Act and the rules 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 offer shall be used only for the purposes and objects indicated in the Offer 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.

We, Samunnati Financial Intermediation & Services Private Limited, are authorized by the Finance Committee of the Board of Directors of the Company vide Resolution dated December 2, 2024, as attached below in Annexure IV, to sign this Key Information Document and declare that all the requirements of the Companies Act, 2013 and the rules made there under in respect of the subject matter of this Key Information Document and matters incidental thereto have been complied with. Whatever is stated in this Key Information Document and in the attachments thereto is true, correct and complete and no information material to the subject matter of this Key Information Document has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum and Articles of Association.

The issuer declares that nothing in the issue document is contrary to the provisions of Companies Act, 2013 (18 of 2013), the Securities Contracts (Regulation) Act, 1956 (42 of 1956) and the Securities and Exchange Board of India Act, 1992 (15 of 1992) and the rules and regulations made thereunder. It is further declared and verified that all the required attachments have been completed, correctly and legibly attached to this form.

For SAMUNNATI FINANCIAL INTERMEDIATION AND SERVICES PRIVATE LIMITED

Digitally signed by
Anil Kumar S G
Date: 2024.12.02
10:01:50 +05'30'

Name: Anil Kumar S G
Designation: Director & CEO
DIN : 01189011

Date: December 02, 2024

Place: Chennai

Digitally signed by
Gurunath
Neelamani
Date: 2024.12.02
10:02:11 +05'30'

Name: Gurunath N
Designation: Wholetime Director
DIN: 02799586

ANNEXURE A: CONSENT LETTER FROM DEBENTURE TRUSTEE

CIN: U65993WB2010PTC152401



VARDHMAN
TRUSTEESHIP PRIVATE LIMITED
Nurturing & Protecting Your Trust

CL/MUM/24-25/DEB/197

Date: 28th November 2024

To
Samunnati Financial Intermediation & Services Private Limited
Baid Hitech Park, 129-B, 8th Floor,
ECR, Thiruvananthapuram,
Chennai – 600041

Kind Attn: Mr. Sarvanan K,

Dear Sir,

Sub: Consent to act as Debenture Trustee for Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Non-Convertible Debentures (“NCDs” or “Debentures”) amounting up to INR. 50,00,00,000 /- (Indian Rupees Fifty Crores only) (the “Issue”) to be issued by Samunnati Financial Intermediation & Services Private Limited.

We, the undersigned, hereby consent to be named as the Debenture Trustee to the Issue and to our name being inserted as the Debenture Trustee to the Issue in the Information Memorandum/disclosure document/listing application or any other document to be filed with the BSE/NSE Limited (“Stock Exchange”) or any other authority as required. The following details with respect to us may be disclosed:

Name	Vardhman Trusteeship Private Limited
Address	The Capital, A Wing, 412A, Bandra Kurla Complex, Bandra (East), Mumbai-400051
Tel	22 4264 8335 / 22 4014 0832
Email	corporate@vardhmantrustee.com
Website	https://vardhmantrustee.com
Contact Person	Rushabh Desai
SEBI Registration No	IND000000611
CIN	U65993WB2010PTC152401
Logo	 VARDHMAN TRUSTEESHIP PVT LTD Nurturing & Protecting Your Trust

We confirm that we are registered with the SEBI and that such registration is valid as on the date of this letter. We enclose a copy of our registration certificate enclosed herein as Annexure A and declaration regarding our registration with SEBI as Annexure B. We also confirm that we have not been prohibited by SEBI to act as an intermediary in capital market issues.

Yours faithfully,
For Vardhman Trusteeship Private Limited


Authorised Signatory



 **Registered Office** Turner Morrison Building, Unit No. 15, 6 Lyons Range, Kolkata - 700001.
 **Corporate Office** The Capital, 412A, Bandra Kurla Complex, Bandra (East), Mumbai- 400051.
 +91 22 4264 8335 / +91 22 4014 0832
 corporate@vardhmantrustee.com  www.vardhmantrustee.com

 Mumbai  Bengaluru  Kolkata  New Delhi

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ANNEXURE B: RATING LETTER AND RATING RATIONALE

CONFIDENTIAL

CRISIL
Ratings

RL/SFISPL/354612/NCD/1124/102445/168552301
November 12, 2024

Mr. Saravanan K
Head - Finance
Samunnati Financial Intermediation & Services Private Limited
Baid Hitech Park, 129-B,
8th Floor, ECR,
Thiruvanniyur,
Chennai - 600041
9500417882



Dear Mr. Saravanan K,

Re: CRISIL rating on the Rs.100 Crore Non Convertible Debentures of Samunnati Financial Intermediation & Services Private Limited.

All ratings assigned by CRISIL Ratings are kept under continuous surveillance and review.

Please refer to our rating letter dated October 15, 2024 bearing Ref. no: RL/SFISPL/354612/NCD/1024/100562/168552301

Rating outstanding on the captioned debt instruments is "CRISIL BBB/Stable" (pronounced as "CRISIL triple B rating" with Stable outlook). Securities with this rating are considered to have moderate degree of safety regarding timely servicing of financial obligations. Such securities carry moderate credit risk..

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 the latest 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 for any clarifications you may have at debtissue@crisil.com

Should you require any clarifications, please feel free to contact us.

With warm regards,

Yours sincerely,

Prashant Pratap Mane
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

CRISIL Ratings Limited
A subsidiary of CRISIL Limited, an S&P Global Company

ANNEXURE C: UNDERTAKING ON SECURITY CREATION

- a) The assets over which security is proposed to be created to secure the Debentures are sole and absolute property of the Issuer and are free from any mortgage, charge or encumbrance and are not subject to any lis pendens, attachment, or other order or process issued by any Governmental Authority.
- b) The assets over which security is proposed to be created to secure the Debentures to meet the one hundred and ten percent security cover or higher security cover are free from any encumbrances and in case the assets are encumbered, the permissions or consent to create any further charge on the assets has been obtained from the existing creditors to whom the assets are charged, prior to creation of the charge.

For Samunnati Financial Intermediation & Services Private Limited

Anil
Kum
ar S G

Digitally signed by Anil Kumar S G
Date: 2024.12.02 10:02:39 +05'30'

Anil Kumar S G
Director & CEO
DIN: 01189011

Gurunat
h
Neelama
ni

Digitally signed by Gurunath Neelamani
Date: 2024.12.02 10:02:58 +05'30'

Gurunath N
Wholetime Director
DIN: 02799586

Date: December 02, 2024

ANNEXURE D: DECLARATION OF DIRECTOR

[Attached separately]

ANNEXURE E: COPY OF BOARD AND SHAREHOLDERS' RESOLUTION



CERTIFIED TRUE COPY OF THE RESOLUTION PASSED BY MEMBERS OF SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED AT THE 10TH ANNUAL GENERAL MEETING OF THE COMPANY HELD ON MONDAY, SEPTEMBER 30, 2024, AT 2:00 P.M. IST THROUGH VIDEO CONFERENCING WITH THE PROCEEDINGS OF THE MEETING RECORDED AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT BAID HI TECH PARK, 8TH FLOOR, NO.129 B, EAST COAST ROAD, THIRUVANMIYUR, CHENNAI - 600041

SPECIAL BUSINESS:

APPROVAL FOR ISSUANCE OF NON-CONVERTIBLE DEBENTURES ON PRIVATE PLACEMENT BASIS

SPECIAL RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 42 of the Companies Act, 2013 ("the Act") and other applicable provisions of the Act, if any, (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) read with Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014 as may be amended from time to time, and subject to such other applicable laws, rules and regulations and guidelines and in accordance with the provisions of the Memorandum and Articles of Association of the Company, the consent of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the "Board", which term shall include any committee(s) and/or any of the Director(s) or person(s) authorised by the Board to exercise powers conferred by this resolution to the extent permitted by law) to raise funds by way of making offer(s) or invitation(s) to subscribe to sub-ordinated or unsubordinated, listed or unlisted, senior, secured or senior unsecured or unsecured, rated or unrated, Non-Convertible Debentures ("NCDs") or Market-Linked Debentures ("MLDs") ("Debentures") or any other permissible debt securities as may be determined by the Board, issued by the Company on a private placement basis, in one or more series/tranches, on such terms and conditions including the price, coupon, premium/ discount etc. as may be determined by the Board and the Debentures may be issued up to a tenure as may be determined by the Board, up to an overall limit of INR 10,000 MN (Indian Rupees Ten Thousand Million only) for the financial year 2024-25.

RESOLVED FURTHER THAT consent of the Members of the Company be and is hereby accorded, to pledge, mortgage, hypothecate and/or charge all or any part of the moveable or immovable properties of the Company and/or creating a floating charge in all or any movable or immovable properties of the Company to or in favour of banks, financial institutions, investors and any other lenders to secure the amount raised by issuance of Secured Debentures by the Company from time to time for the payment of the principal and/or together with interest, charges, costs, expenses and all other monies payable by the Company in respect of such Debentures provided that the aggregate indebtedness secured by the assets of the Company does not exceed a sum of INR 10,000 MN (Indian Rupees Ten Thousand Million only) for the financial year 2024-25.



Samunnati Financial Intermediation
& Services Pvt. Ltd.

Regd. Office & Corporate Office:
Baid Hi-Tech Park, 8th floor, No. 129-B,
ECR Road, Thiruvanniyur, Chennai - 600041.

P +91-044-66762400
E info@samunnati.com
W www.samunnati.com

CIN - U65990TN2014PTC096252



RESOLVED FURTHER THAT Mr. Anil Kumar S G, Director (DIN: 01189011) or Mr. Gurunath N, Wholetime Director (DIN: 02799586) or the Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things and to execute all such agreements, documents, undertakings, instruments, applications, etc., as may be necessary for giving effect to the above resolution, with power to settle all questions, difficulties or doubts that may arise in regard to the aforesaid resolution including but not limited to filing of necessary forms with the Registrar of Companies and to comply with all other requirements in this regard."

//CERTIFIED TRUE COPY//

For SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED

A handwritten signature in blue ink, appearing to read "S. Arun Kumar".

S Arun Kumar
Company Secretary
Date of Signing: October 21, 2024



Samunnati Financial Intermediation
& Services Pvt. Ltd.

Regd. Office & Corporate Office:
Baid Hi-Tech Park, 8th floor, No. 129-B,
ECR Road, Thiruvanniyur, Chennai – 600041.

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CIN - U65990TN2014PTC096252



CERTIFIED TRUE COPY OF THE EXPLANATORY STATEMENT OF THE NOTICE OF 10TH ANNUAL GENERAL MEETING OF SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED HELD ON MONDAY, SEPTEMBER 30, 2024, AT 2:00 P.M. IST THROUGH VIDEO CONFERENCING WITH THE PROCEEDINGS OF THE MEETING RECORDED AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT BAID HI TECH PARK, 8TH FLOOR, NO.129 B, EAST COAST ROAD, THIRUVANMIYUR, CHENNAI - 600041

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

APPROVAL FOR ISSUANCE OF NON-CONVERTIBLE DEBENTURES ON PRIVATE PLACEMENT BASIS

The Company in the ordinary course of business proposes to raise funds by way of issuance of debt securities including subordinated, listed or unlisted, senior secured, senior unsecured, secured or unsecured Non-Convertible Debentures ("NCDs") or Market Linked Debentures ("Debentures") or any other permissible debt securities as may be determined by the Board.

The Board had at its Meeting held on January 23, 2024, approved issuance of non-convertible debt securities subject to approval of the Members up to an aggregate limit of INR 8,000 MN (Indian Rupees Eight Thousand Million only) for FY 2024-25 and the same was approved by Members of the Company at the Extra Ordinary General Meeting held on March 20, 2024.

Considering the business plan and the proposed sanctions and facilities in the pipeline for FY 2024-25, the Board had at its Meeting held on May 28, 2024, approved the revised sub limits and the overall borrowing limits of the Company. In order to align with the aforesaid borrowing limits, the Board had also approved the revised limits for issuance of Non-Convertible Debentures on a Private Placement basis for FY 2024-25 upto an aggregate limit of INR 10,000 MN (Indian Rupees Ten Thousand Million only).

Accordingly, the approval of the Members is being sought, by way of a special resolution, to offer and issue non-convertible debentures on a Private Placement basis for FY 2024-25 upto an aggregate limit of INR 10,000 MN (Indian Rupees Ten Thousand Million only).

Pursuant to Rule 14(1) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 ("Prospectus and Allotment Rules"), the following disclosures are made:

Sr No.	Particulars	Disclosure
1.	Particulars of the offer including date of passing of Board resolution	Proviso to Rule 14(1) of the Prospectus and Allotment Rules prescribes that where the amount to be raised through offer or invitation of Non-Convertible Debentures, it shall be sufficient if the company passes a special resolution only once in a year for all the offers or invitations for such NCDs during the year. Pursuant to this resolution under Section 42 of the Companies Act, 2013, the specific terms of each offer/issue of NCDs shall be decided at the time of issuance of the relevant NCDs.

Samunnati Financial Intermediation
& Services Pvt. Ltd.

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		The date of the relevant resolution of the board and / or committee authorising the issuance shall be mentioned/disclosed in the private placement offer cum application letter for each offer/issue of NCDs. The Board had at its Meeting held on May 28, 2024, approved issuance of non-convertible debt securities subject to approval of the Members up to an aggregate limit of INR 10,000 MN (Indian Rupees Ten Thousand Million only) for FY 2024-25.
2.	Kinds of securities offered and the price at which security is being offered	Sub-ordinated or unsubordinated, listed or unlisted, senior secured or senior unsecured or unsecured, rated or unrated, Non-Convertible Debentures ("NCDs") or Market-Linked Debentures or any other permissible debt securities as may be determined by the Board ("Debentures") The NCDs will be offered/issued either at par or at premium or at a discount to face value, which will be decided by the Board of Directors, or any Committee authorised by the Board of Directors, for each specific offer/issue, on the basis of the interest rate/effective yield determined, based on market conditions prevailing at the time of the respective offer/issue of NCDs.
3.	Basis or justification for the price (including premium, if any) at which the offer or invitation is being made	Not applicable The securities proposed to be issued are non-convertible debt instruments, which will be offered/issued either at par or at premium or at a discount to face value in accordance with the terms decided in respect thereof.
4.	Name and address of valuer who performed valuation	Not Applicable
5.	Amount which the company intends to raise by way of such securities	The aggregate amount to be raised through the issuance of Debentures pursuant to the authority under this resolution shall not exceed the overall limit of INR 10,000 MN (Indian Rupees Ten Thousand Million only) during the financial year 2024-25.
6.	Material terms of raising such securities	The specific terms of each offer/issue of NCDs shall be as approved by the Board or any Committee authorised by the Board of Directors, at the time of issuance of the respective securities. These disclosures will be specifically made in each private placement offer cum application letter for each offer/issue.



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7.	Proposed time schedule	The aforesaid resolution shall be valid for issuance of subordinated, listed or unlisted, senior secured, senior unsecured, secured or unsecured Non-Convertible Debentures ("NCDs") or Market Linked Debentures ("Debentures") or any other permissible debt securities as may be determined by the Board for the financial year 2024-25. The allotment of Debentures will be done within 60 (Sixty) days from the date of circulation of private placement offer letter cum application form.
8.	Purposes or objects of offer	The proceeds of Debentures issued shall be utilised for the expansion and growth of business of the Company.
9.	Contribution being made by the Promoters or Directors either as part of the offer or separately in furtherance of objects	None of the Promoters or Directors or Key Managerial Personnel of the Company shall be subscribing to the Debentures issued.
10.	Principle terms of assets charged as securities	The assets charged along with the amount and extent of charge creation for specific offer/issue of Secured NCDs shall be as approved by the Board or any Committee authorised by the Board of Directors, at the time of issuance of the respective securities. The terms and class of assets to be charged will be provided in the relevant Deed of Hypothecation and the charge will be created within timelines stipulated under the Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company including their relatives are concerned or interested, either directly or indirectly, in the proposal contained.

Accordingly, the Board of Directors recommends that the Members approve the resolution mentioned in item no. 4 as a Special Resolution.

//CERTIFIED TRUE COPY//

For SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED

S Arun Kumar

S Arun Kumar
Company Secretary
Date of Signing: October 21, 2024



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ISSUANCE CTC



CERTIFIED TRUE COPY OF THE RESOLUTION PASSED BY THE FINANCE COMMITTEE OF THE BOARD OF DIRECTORS ("COMMITTEE") OF SAMUNNATI FINANCIAL INTERMEDIATION & SERVICES PRIVATE LIMITED ("COMPANY") AT THE MEETING HELD ON MONDAY, DECEMBER 02, 2024, AT 9:30 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT BAID HI TECH PARK, 8TH FLOOR, NO 129 B, EAST COAST ROAD, THIRUVANMIYUR, CHENNAI - 600041

APPROVAL FOR ISSUANCE OF NON-CONVERTIBLE DEBENTURES - GREEN DEBT SECURITIES

"RESOLVED THAT pursuant to the provisions of Sections 42, 71, 179 of the Companies Act, 2013 ("Companies Act") and in accordance with Rule 14 and other applicable provisions of the Companies (Prospectus and Allotment of Securities) Rules, 2014, the Companies (Share Capital and Debentures) Rules, 2014 and other rules made thereunder (including any statutory modifications or re-enactments thereof for the time being in force) and all other applicable provisions of the Companies Act and rules and regulations made thereunder read with the memorandum of association and articles of association of the Company, the applicable rules, regulations, guidelines, notifications, and circulars 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 ("Debt Listing Regulations"), Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) (Amendment) Regulations, 2023 and the master circular issued by SEBI bearing 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" ("Listed NCDs Master Circular"), each as amended, modified or restated from time to time or any other regulatory authority, and in accordance with the listing agreement(s) entered into with the stock exchange(s) ("Stock Exchange(s)" where the securities of the Company may be listed, and pursuant to the resolution passed by the Shareholders of the Company in the Annual General Meeting dated September 30, 2024 and pursuant to the resolutions passed by the Board of Directors of the Company dated May 28, 2024 and subject to approvals, consents, sanctions, permissions as may be required from any appropriate statutory and regulatory authorities, and the approval of the shareholders of the Company as may be required in accordance with the Companies Act, 2013, the approval of the Finance Committee of the Board and Directors be and is hereby accorded to issue, offer and allot upto 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures ("NCDs" or "Debentures" or "Green Bond") of INR 1,00,000/- (Indian Rupees One Lakh only) each aggregating upto INR 50,00,00,000/- (Indian Rupees Fifty Crores only), for cash, at par, in dematerialised form on a private placement basis ("the Issue") through Electronic Book Mechanism i.e. "Electronic Book Provider" ("EBP") platform of Bombay Stock Exchange ("BSE") on such terms and conditions set out in the General Information Document ("GID") including the Addendum to GID, Key Information Document ("KID"), the private placement offer letter to be issued by the Company to the debenture holders in Form PAS-4 for the issue and allotment of the Debentures ("Offer Letter") and the debenture trust deed to be entered into between the Company and Vardhman Trusteeship Private Limited, in its capacity as the debenture trustee (the "Debenture Trustee") ("Debenture Trust Deed").

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RESOLVED FURTHER THAT pursuant to Section 42(2) of the Companies Act, 2013, the Committee hereby identifies Northern Arc Capital Limited as Identified Person to whom the Company can make private placement of the Debentures, subject to Northern Arc Capital Limited being the successful bidder for the Debentures on the EBP platform of the stock exchange, and/or to any other successful bidder on the EBP platform ("Investors").

RESOLVED FURTHER THAT the proceeds of the Green Bond shall be utilized only for the projects and/or assets falling under the categories as prescribed under the "Securities and Exchange Board of (Issue and Listing of Non-Convertible Securities) (Amendment) Regulations, 2023.

RESOLVED FURTHER THAT the amounts to be raised pursuant to the issue of the Debentures together with all interest and other charges thereon are to be secured by way of, inter alia:

- (a) a first ranking exclusive charge by way of hypothecation on certain identified receivables of the Company with a cover of 1.10 (One Decimal Point Ten) times to the aggregate principal amount outstanding and the accrued coupon on the Debentures, within the timelines and in the manner and upon the terms and conditions set out in the deed of hypothecation and the other transaction documents in relation to the Debentures; and
- (b) such other security as may be required in terms of the issuance of the Debentures, and/or such other security as may be required by the debenture holders, (collectively referred to as "Security")

RESOLVED FURTHER THAT Mr. Anil Kumar S G, Director & CEO (DIN: 01189011) or Mr. Gurusath N., Whole-time Director (DIN: 02799586) or Mr. Sarvanan K - Head - Treasury or Mr. Ramanathan A, JGM - Treasury Operations or Ms. Devisri Mathavan, Relationship Manager - Treasury or the Company Secretary of the Company, (hereinafter referred to as "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 finalisation of the terms of, and completing all applicable requirements for the offer, issue, listing and allotment of the Debentures, including:

- (a) seeking, if required, any approval, consent or waiver from any/all concerned governmental and regulatory authorities and any other person (including any lenders of the Company), and/or any other approvals, consent or waivers that may be required in connection with the offer, issue, listing and allotment of the Debentures;
- (b) executing the term sheet in relation to the Debentures;
- (c) negotiating, approving and deciding the terms of the issue of Debentures and all other related matters;
- (d) seeking the listing of any 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;



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- (e) preparing and finalising the Debt Disclosure Documents (as defined below), in accordance with all applicable laws, rules, regulations and guidelines (including any amendments, variations or modifications of the Debt Disclosure Documents, as may be considered desirable or expedient), and approving the Debt Disclosure Documents (including any amendments, variations or modifications thereof);
- (f) finalising the terms and conditions of appointment of Merchant Banker (if so required) pursuant to SEBI Circular 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) to carry out the due diligence for the issue;
- (g) finalising the terms and conditions of the appointment of an arranger (if so required), the Debenture Trustee, a registrar and transfer agent, a credit rating agency, legal counsel, a valuation agent, a depository, auditors and such other intermediaries as may be required including their successors and their agents;
- (h) finalising the terms of, and completing all applicable requirements for the offer, issue, listing and allotment of the Debentures;
- (i) entering into arrangements with the depositories in connection with issue of Debentures in dematerialised form and to make the necessary applications to the depositories, credit rating agencies, and to make such other applications to all such authorities as may be necessitated from time to time for purpose of issuance of the Debentures;
- (j) Issuing the Debentures through the electronic book mechanism pursuant to the guidelines and circulars issued by SEBI and taking all such steps for the purpose of complying with relevant guidelines including as prescribed under Chapter VI (Electronic Book Provider platform) of the Listed NCDs Master Circular and the operational guidelines issued from time to time, including making all the disclosures to the electronic book provider;
- (k) creating and perfecting the Security/contractual comfort as required in accordance with the terms of the Transaction Documents in relation to the offer, issue, listing and allotment of the Debentures;
- (l) finalising the opening date, pay-in date, closing date, date of earliest closing and deemed date of allotment of the Debentures;
- (m) filing the relevant board/Committee resolutions and the shareholders' resolution with the registrar of companies in Form MGT-14 prior to issuance of the general information document and the key information document in relation to the Debentures;



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- (n) to negotiate, execute, file and deliver any documents, instruments, deeds, amendments, papers, applications, notices or letters as may be required in connection with the offer, issue, listing and allotment of the Debentures and deal with regulatory authorities in connection with the offer, issue, listing and allotment of the Debentures including but not limited to the RBI, SEBI (if so required), any Stock Exchange, the jurisdictional registrar of companies, the Central Registry of Securitisation Asset Reconstruction and Security Interest, the Ministry of Corporate Affairs, or any depository, and such other authorities as may be required;
- (o) to execute all documents to, file forms with, and submit applications to, the jurisdictional registrar of companies, the Ministry of Corporate Affairs, the Central Registry of Securitisation Asset Reconstruction and Security Interest, any Stock Exchange or any depository;
- (p) to 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;
- (q) to open bank accounts in the name of the Company in connection with the Debentures, furnish requisite applications, documents and execute agreements with the banks for opening, operation and maintenance of bank accounts required in terms of the Transaction Documents and to do all such acts, deeds and things as each of them may deem necessary and expedient to give effect to the aforesaid resolution and to operate and maintain the bank accounts of the Company in terms of the Transaction Documents;
- (r) create the recovery expense fund in accordance with Chapter IV (Recovery Expenses Fund) of the SEBI circular bearing reference number SEBI/HO/DDHS-PoD3/P/CIR/2024/46 dated May 16, 2024, on "Master Circular for Debenture Trustees" (as amended, modified, supplemented, or restated from time to time) read with guidance note(s) issued by the Stock Exchange(s) in this regard;
- (s) to apply for admission of the securities on the depository system including but not limited to submission of master creation form (MCF) for creation of ISIN, submission of corporate action form (CAF) for allotment to depositories and taking all actions that may be necessary in this regard;
- (t) 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 General Information Document, Key Information Document and the Offer Letter, issue, listing and allotment of the Debentures (collectively the "Debt Disclosure Documents");
 - (ii) the debenture certificate(s) for the Debentures (if required);

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- (iii) the Debenture Trust Deed, the debenture trustee agreement, the deed of hypothecation, undertaking and any other documents required for the offer, issue, listing and allotment of the Debentures (including any powers of attorney in connection thereto), and any other document in relation thereto (together with the Debt Disclosure Documents, the "Transaction Documents");
- (iv) any other documents required for the purposes of the offer, issue, listing 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 and/or the holders of the Debentures or executed at the instance of the debenture holders;
- (u) to certify as having been adopted by the Committee, any and all other resolutions necessary, advisable or appropriate to consummate the Transaction Documents or its other obligations in relation to the Debentures as contemplated by the foregoing resolutions;
- (v) to do all acts necessary for the finalisation of the terms of, and completing all applicable requirements for the offer, issue, listing and allotment of the Debentures in accordance with the terms set out in the Transaction Documents; and
- (w) 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 the offer, issue, listing and allotment of the Debentures, and to give such directions as it deems fit or as may be necessary or desirable with regard to the finalisation of the terms of, and completing all applicable requirements for the offer, issue, listing and allotment of the Debentures.

RESOLVED FURTHER THAT the Authorised Persons be and are hereby severally authorised to pay all stamp duty required to be paid for the offer, issue, listing and allotment of the Debentures and the Transaction Documents, notarisation and other fees and charges, procure stamp papers and complete all statutory, regulatory and other formalities, including through any intermediaries such as the Stock Exchanges, clearing corporations or any depositories that may be authorised in this regard, in accordance with the laws of India and procure the stamped documents from the relevant governmental authorities.

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 acts, deeds and acts as may be required to give effect to the finalisation of the terms of, and completing all applicable requirements for, the offer, issue, listing and allotment of the Debentures and the listing of the Debentures.

RESOLVED FURTHER THAT the Authorised Persons be and are hereby severally authorised to approve and finalise, sign, execute and deliver the Transaction Documents (the drafts of which were placed before the Committee and initialled for the purpose of identification) 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.

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RESOLVED FURTHER THAT pursuant to the applicable provisions of the Companies Act (including Section 179(3) and the rules made thereunder, and in accordance with the memorandum of association and articles of association of the Company and any other applicable laws), the consent of the Committee be and is hereby accorded for: (a) entering into any documentation required for creation of Security; (b) enforcement of any such Security or Transaction Documents; and (c) undertaking any such other obligations as may be required in accordance with the terms and conditions as specified in Transaction Documents.

RESOLVED FURTHER THAT the Company hereby approves the drafts of the Transaction Documents and approves the preparation, negotiation, finalization, acceptance and execution of each of the Transaction Documents including any amendments, novations, supplements, extensions, restatements or any other modifications (before or after execution) thereof, which Transaction Documents shall be in the form and manner and on such terms and conditions as are acceptable to the Debenture Trustee and the Company does hereby agree to adopt, consent to and be bound by the terms of the said Transaction Documents entered into by the Company.

RESOLVED FURTHER THAT the Authorised Persons be and are 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 governmental authority competent in that behalf.

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 finalisation of the terms of, and completing all applicable requirements for the offer, issue, listing and allotment of the Debentures.

RESOLVED FURTHER THAT the copies of the foregoing resolutions certified to be true copies by any one of Mr. Anil Kumar S G, Director & CEO (DIN: 01189011) or Mr. Gurunath N, Whole-time Director (DIN: 02799586) or Company Secretary of the Company, be furnished to such persons as may be deemed necessary."

//CERTIFIED TRUE COPY//

For Samunnati Financial Intermediation & Services Private Limited

A handwritten signature in blue ink, appearing to read "S. Arun Kumar".

S Arun Kumar
Company Secretary
Membership No. F7112
Date of signing: December 02, 2024



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ANNEXURE F: COPY OF IN-PRINCIPLE APPROVAL FROM THE STOCK EXCHANGE



DCS/COMP/AA/IP-PPDI/442/23-24

Samunnati Financial Intermediation & Services Private Limited
Baid Hi Tech Park, 8th Floor, No 129-B, ECR Road,
Thiruvannamiyur, Chennai – 600041

Dear Sir/Madam

Re: Private Placement of Listed, Non-Convertible Securities for an amount not exceeding Rs.800 Crore (GID Ref no. GID-Feb 2024 dated 07.02.24) ("The Issue")

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, whichever is 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


Pranav Singh
Senior Manager


Akshay Arolkar
Deputy Manager

ANNEXURE G: DUE DILIGENCE CERTIFICATE FROM THE DEBENTURE TRUSTEE

ANNEXURE H: OTHER TERMS

AFFIRMATIVE COVENANTS

The Company shall comply with the following covenants until the Final Settlement Date.

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

The Company shall utilize the proceeds of this Issue in accordance with applicable Laws and regulations and as provided in the Debenture Trust Deed.

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

The 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.

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

The 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.

(d) ***Costs and expenses***

The 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.

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

The 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 the Debenture Trust Deed.

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

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

(g) **Pay stamp duty**

The 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.

(h) **Furnish information to trustee**

The 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.

(i) **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.

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

The 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 the Debenture Trust Deed;
- (ii) periodic review of the ratings obtained by the Company by the Rating Agencies and any revision in the rating as per the listing agreement entered into with the Stock Exchange;
- (iii) details of any material litigation, arbitration or administrative proceedings, etc. including those that are required to be disclosed to the stock exchange under the listing agreement entered into with the Stock Exchange;
- (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 Stock Exchange; and
- (v) the declaration or distribution of dividend.

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

The 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.

(l) **Further assurances**

The 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 the Debenture Trust Deed or to ensure the legality, validity, enforceability or admissibility in evidence in India of the Debenture Trust Deed;
- (iv) execute such further writings and take all such further actions as may be necessary for creating the Security Interest over the Hypothecated Assets;
- (v) execute all transfers, conveyances, assignments, assurances and other instruments of security whatsoever and give all notices, orders, instructions and directions whatsoever which the Debenture Trustee may reasonably or by normal practice or by applicable Law require, in relation to the Hypothecated Assets or in relation to the creation, preservation, perfection or enforcement of Security under the Security Documents;
- (vi) 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, in relation to the provisions of the SEBI Listed Debentures Circulars and Regulations and the provisions of the listing agreement to be entered into by the Company with the BSE in relation to the Debentures;
 - (B) the Debenture Trustees Regulations 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; and
 - (C) the provisions of the Act in relation to the issue of the Debentures.
- (vii) The Company shall procure that the Debentures are rated and continued to be rated until the redemption of the Debentures on an annual basis or as may be required by the Debenture Trustee.
- (viii) 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;
- (ix) The Company shall permit visits and inspection of books of records, documents and accounts to Debenture Trustee as and when required by them;
- (x) The Company shall comply with any monitoring and/or servicing requests from Debenture Trustee; and
- (xi) The Company shall ensure compliance with 'Guidelines on Digital Lending' issued by RBI dated 2 September 2022, as may be amended from time to time (as applicable) on a continuing basis till the Debentures' maturity.
- (m) **Filings**
The Company shall file with the BSE such information as required under SEBI Listed Debentures Circulars and Regulations.
- (n) **Amounts to be reimbursed to the Debenture Trustee**
The Company shall, forthwith upon demand by the Debenture Trustee, reimburse to the Debenture Trustee all amounts paid by the Debenture Trustee.
- (o) **Books of Account**
The 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 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 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.
- (p) **Material Adverse Effect**

The 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.

(q) **Insurance**

The 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.

(r) **Corporate Governance**

- (i) The Company shall maintain the highest standards of corporate governance in accordance with the NBFC Master Directions;
- (ii) The Company shall at all times until the redemption of all outstanding Debentures, ensure that there are at least 2 (two) independent directors on its board of directors; and
- (iii) The Company shall at all times comply with the NBFC Master Directions and 'Guidelines on Digital Lending' issued by RBI dated 2 September 2022, as applicable and as may be amended from time to time.

(s) **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 and as amended 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.

(t) **Access**

The Company shall provide the Debenture Trustee and the Debenture Holders with access to management meetings for periodical portfolio monitoring.

The Company shall permit the Debenture Holders and Debenture Trustee to conduct credit bureau scrub on the Hypothecated Assets from time to time.

The 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 (fifteen) days before any such access to the Debenture Trustee (and the Debenture Holders) or its representatives.

(u) **Conditions Subsequent**

The Company shall comply with the conditions stipulated in **Schedule XII** (*Conditions Subsequent*).

(v) **Financial Covenants**

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

(w) **Issue Terms and Conditions**

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

(x) **Internal Controls**

The 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.

(y) **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.

(z) **Security**

The Company shall:

- i. ensure that each Security Document creates in favour of the Debenture Trustee for the benefit of the Debenture Holders, the Security which it is expressed to create with the ranking and priority it is expressed to have;
- ii. ensure that all the Hypothecated Assets that will be charged to the Debenture Trustee 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;
- iii. commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty) days from the end of each month, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("**Monthly Hypothecated Assets Report**") to the Debenture Holders and the Debenture Trustee;
- iv. commencing from the Deemed Date of Allotment until the Final Settlement Date, within 20 (twenty) days from the end of each quarter, provide a list of specific loan receivables/identified book debt over which charge is created and subsisting by way of hypothecation in favour of the Debenture Trustee (for the benefit of the Debenture Holders) and sufficient to maintain the Minimum Security Cover and the Minimum Performing Loan Threshold ("**Quarterly Hypothecated Assets Report**") to the Debenture Holders and the Debenture Trustee; and
- v. 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, 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.

(aa) **Green debt securities**

The Company shall:

- i. maintain a decision-making process which it uses to determine the continuing eligibility of the project(s) and/or asset(s). This includes, without limitation statement on the environmental objectives of the green debt securities and a process to determine whether the project(s) and/or asset(s) meet the eligibility requirements;
- ii. ensure that all project(s) and/or asset(s) funded by the proceeds of green debt securities, meet the documented objectives of green debt securities;
- iii. utilise the proceeds only for the stated Purpose, as disclosed in the Disclosure Document;
- iv. ensure compliance with the Chapter IX and Chapter IX-A of the Listed NCDs Master Circular;
- v. utilise the funds raised by the Company pursuant to the issue of the Debentures in accordance with the Purpose. Any amendments or variations to the Framework after the Deemed Date of Allotment shall not be applicable to any utilization of proceeds raised by the Company from the issue of the Debentures; and
- vi. conduct an independent third party review post-issuance and submit the certificate to the Debenture Trustee, certifying:

(A) post-issue management of the use of proceeds from Issue; and (B) verification of the internal tracking and impact reporting, in accordance with Chapter IX of the Listed NCDs Master Circular. In pursuance of the third-party certification, the Company shall submit the account statements of the Designated Proceeds Account to the independent third-party reviewer.

(bb) ***Designated Proceeds Account***

The Company shall open the Designated Proceeds Account within the timelines stipulated in paragraph (k) of Schedule XII (*Conditions Subsequent*). The proceeds of the Issue received in the Application Money Account shall only be transferred to the Designated Proceeds Account. The proceeds shall be transferred from the Application Money Account to the Designated Proceeds Account immediately upon operationalization of the Designated Proceeds Account in accordance with applicable Law. All proceeds shall be solely deployed towards the Purpose from the Designated Proceeds Account.

NEGATIVE COVENANTS

The Company shall not without the prior written permission of the Debenture Trustee (acting on instructions of the Majority Debenture Holders), do or undertake to do any of the following:

- (a)

Change of business

Change the general nature of its business from that which is permitted by the RBI. The Company shall not undertake any new major business outside financial services or any diversification of its business outside financial services.
- (b)

Change in Constitutional Documents

Change or make any alteration to its Constitutional Documents except for increase in authorised share capital due to equity infusion.
- (c)

Change in Promoter holding in the Company

 - The Promoter of the Company ceases to remain in an executive position in the Company.
 - Any change in the Promoters, or control (as defined under the Act).
 - Make any material change in its management; cause or permit change in control (as defined under the under the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011) of the Company; cause or permit acquisition of the ownership of or entitlement to more than 10% (ten percent) of shares or capital or profits of the Company by any natural person(s), who, whether acting alone or together, or through one or more juridical person; enter into any compromise arrangement with its shareholders, 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 by more than 5% (five percent).

- (d)

Change in Key Shareholders of the Company

Any change in the stake of the persons mentioned below (collectively “**Key Shareholders**”) in the Company below the: (A) existing level set out in the following table shall require intimation to the Debenture Trustee; and (B) minimum stake level set out in the following table shall require prior written consent of the Debenture Trustee.

Name	Type Of Shareholding	Existing %’age	Minimum %age stake
Somanapalli Family Private Trust. Represented by S.G. Anil Kumar as the Trustee	Diluted	9.48%	7%

- (e)

Dividend

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

(i)

the proposed payment or distribution is out of profits relating to that Financial Year after making all due and necessary provisions (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.
- (f)

Arrangement/ consolidation, etc.

Undertake or permit any merger, acquisition, demerger, consolidation, restructuring of any borrowing, re-organisation, scheme of arrangement or effect any scheme of amalgamation or reconstruction (*other than the Composite Scheme of Arrangement between Samunnati Financial Intermediation & Services Private Limited, Samunnati Finance Private Limited & Samunnati Agro Solutions Private Limited & their respective shareholders, as approved by the Hon’ble NCLT, Division Bench-II, Chennai vide its Order dated 23 December 2022*) with its shareholders or other similar purposes or change its shareholding structure without the prior written consent of the

Majority Debenture Holders over and above 10% (ten percent) of the net worth of the Company in a Financial Year. The Company shall not dispose of its Assets or compromise with any of its creditors without the prior written consent of the Debenture Trustee, except in the ordinary course of and pursuant to the reasonable requirements of the Company's business and upon fair and reasonable terms.

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

Dispose of, acquire or incorporate any associates (as defined in the Act), subsidiary (as defined in the Act) or joint ventures.

(h) **Joint Venture**

The Company shall not:

- (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**

- i. extend a loan to any single individual or entity amounting to greater than 15% (fifteen percent) of its net worth; and
- ii. undertake to guarantee the liabilities of any individual or entity (unless the entity is a wholly owned subsidiary of the Company).

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

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

For the purpose of this clause, ordinary course of business' shall mean activities which are carried out by the Company in line with its Constitutional Documents and will generally fulfill the following conditions:

- (i) It is normal for the particular business.
- (ii) It is as per customs and practices of its business and of the Company.
- (iii) It involves the usual allocation of resources considering the size and volume of the transaction.
- (iv) It is necessary, normal and usual from the perspective of the Company and its line of business.
- (v) It is at arm's length basis.

(k) **Immunity**

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

(l) **Auditor**

Change its auditor (other than pursuant to operation of Law),.

(m) **Liabilities**

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

(n) **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 or Key Shareholders leading to change in Control of the Company. Any dilution of control over the board composition, other than appointment of independent directors.

Purchase or redeem any of its issued shares or reduce its share capital except for conversion of preference shares.

Make any material change in its management; cause or permit change in control (as defined under the under the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011) of the Company; cause or permit acquisition of the ownership of or entitlement to more than 10% (ten percent) of shares or capital or profits of the Company by any natural person(s), who, whether acting alone or together, or through one or more juridical person; 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 by more than 5% (five percent).

(o) **Buy-back**

The Redeem, purchase, buyback, defease, retire, return or repay any of its equity share capital or resolve to do so.

(p) **Disposal of Assets**

Sell, transfer, or otherwise dispose of in any manner whatsoever any Assets of the Company, sell any business/division that has the effect of exiting the business or re-structuring of the existing business, other than any securitization/portfolio sale of assets undertaken by the Company in its ordinary course of and pursuant to the reasonable requirements of the Company's business and upon fair and reasonable terms.

(q) **Management Control**

Any change in Management Control of the Company except as stated in the Debenture Trust Deed.

Any new equity raising which results in change in the existing shareholding pattern and related change in board composition would be communicated to Debenture Holders and consent would be sought.

(r) **Material compromise or Settlement**

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

(s) **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.

(t) **Related Party Transactions**

Enter into or perform any transaction(s) with a related party except with Samunnati Agro Solutions Private Limited, Samunnati Finance Private Limited (for transactions in respect of re-organziation) and Samunnati Agri Innovations Lab Private Limited. Without prejudice to the foregoing, the Company shall not without the prior written consent of the Debenture Trustee (i) into any transaction(s) whereby the overall outstanding amount owed to the Company under all such transactions exceeds 20.00% (Twenty Point Zero Zero percent) of its Tangible Net Worth, (ii) whereby the overall expense incurred through such transactions during any financial year exceeds 20.00% (Twenty Point Zero Zero percent) of its net worth, or (iii) provide any guarantee for any indebtedness of a related party. The 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 Act (and the rules framed thereunder).

(u) **Financial Year**

Unless mandated by Law, change its financial year-end from 31st March (or such other date as may be approved by Majority Debenture Holders).

(v) **Others**

Without prejudice to Clause (a) (*Change of business*) 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.

(w) **No Security or Disposal of Hypothecated Assets**

Under any circumstance, transfer, sell, assign or create any encumbrances over or assign the Hypothecated Assets in favour of any third party.

Without prejudice to the foregoing, any sale, transfer or assignment of the Hypothecated Assets by the Company by way of an assignment or securitisation transaction or otherwise to any third party shall be subject to the right of first refusal of the Debenture Holders and Debenture Trustee.

FINANCIAL COVENANTS

The Company shall comply with each of the following financial covenants at all times until the redemption of all outstanding Debentures:

1. Minimum capital ratio of Tier 1 Capital and Tier 2 Capital to aggregate risk weighted assets on-balance sheet and of risk adjusted value of off-balance sheet items shall not be less than 15.00% (fifteen point zero zero percent) (as prescribed by RBI on the date of the Deed) or as per the regulatory minimum prescribed by the RBI under the NBFC Master Directions, whichever is higher. For the purpose of calculation of minimum capital ratio: (i) first loss credit enhancements provided by the Company on securitization shall be reduced from Tier 1 Capital and Tier 2 Capital without any ceiling. (ii) credit enhancements provided by the Company on loans originated on behalf of other institutions shall be reduced from Tier 1 Capital and Tier 2 Capital without any ceiling. The deduction shall be made at 50% (fifty percent) from Tier 1 Capital and 50% (fifty percent) from Tier 2 Capital. (iii) It is also clarified that in computing the amount of subordinated debt eligible for inclusion in Tier 2 Capital, the aforementioned subordinated debt shall be subject to discounting as prescribed by RBI.
2. Maximum permissible ratio of Par > 90 net off Loan Loss Provisions (on the Company's entire portfolio including receivables sold or discounted on a non-recourse basis) to Tangible Net Worth shall be 20.00% (Twenty Point Zero Zero percent).
3. Maximum permissible ratio of sum of the Par > 90 and write-offs (on the Company's entire portfolio including receivables sold or discounted on a non-recourse basis) to Gross Loan Portfolio shall be 14.00% (Fourteen Point Zero Zero percent), write-offs would be calculated for trailing 12 (twelve) months.
4. Maximum permissible ratio of Total Debt to Tangible Net Worth shall be 4.50x (Four Point Five Zero times).
 - For the purpose of calculating this covenant:
 - i. Total Debt shall mean the sum of Total Long-Term Debt and Total Short-Term Debt;
 - ii. Total Long-Term Debt means all loans and financial obligations that are to come due in a greater than 12 (twelve) month period. Such obligations would include company bond issues or long-term leases that have been capitalized on a firm's balance sheet;
 - iii. Total Short-Term Debt means all loans and financial obligations that are to come due in a lesser than 12 (twelve) month period; and
 - iv. Tangible Net Worth means the aggregate value of the paid-up equity share capital, instruments that are compulsorily convertible into equity, and all reserves created out of the profits and securities premium account, after deducting the aggregate value of the intangible assets, accumulated losses, deferred expenditure, deferred tax assets, investments in subsidiary or associate company and miscellaneous expenditure not written off but does not includes reserves created out of revaluation of assets, write-back of depreciation and amalgamation.

Without prejudice to any other right under the Transaction Documents, the Debenture Trustee reserves the right to levy a penalty in accordance with paragraph D (c) (*Breach of Covenants*) of Schedule III (*Issue Terms and Conditions*) under the Debentures on the Company in the event of breach of any of the Financial Covenants ("**Additional Interest – Financial Covenant**"). In such an event, the Company shall pay the Additional Interest – Financial Covenant to the Debenture Trustee within 30 (thirty) days from the date of such breach.

All Financial Covenants would be tested on quarterly basis i.e. as on 31st March, 30th June, 30th September, 31st December every year till the Final Settlement Date, on the basis of the quarterly financial statements of the Company submitted in accordance with paragraph (f) (vi) (*Other Reporting Covenants*) of Schedule IX (*Reporting Covenants*). The Financial Covenants above shall be tested on the basis of standalone financial statements.

The Financial Covenants shall be certified by a director or authorised signatory of the Company within 45 (forty-five) days from the end of each financial quarter.

The Debenture Trustee/ Debenture Holders shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the Financial Covenants. The Financial Covenants can be tested at any time during the tenure of the Debentures. **REPORTING COVENANTS**

The Company shall provide or cause to be provided to the Debenture Trustee and the Debenture Holders, in form and substance reasonably satisfactory to the Debenture Trustee, each of the following items:

(a) Monthly Reports

- i. The Company shall share information about facilities sanctioned to it by other lenders/Debenture Trustee including sanction letters from such other lenders/Debenture Trustee every month.

- ii. The Company shall submit monthly financial statements as and when requested by the Debenture Trustee.
- iii. The Company shall provide a quarterly statement with details of the project(s) and/or asset(s) or areas where the Company, proposes to utilise the proceeds of the Issue in accordance with the Transaction Documents and the details of qualifying category (i.e., fresh or refinancing) of such project or asset.

(b) Quarterly Reports

As soon as available and in any event within 45 (forty-five) days after the end of each quarter 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 acceptable to the Debenture Holders;
- (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 regarding the financial covenants set forth in **Schedule VIII (Financial Covenants)** from statutory auditor and from the management of the Company in form and substance reasonably satisfactory to the Debenture Trustee and the Debenture Holders;
- (v) 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) 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 5% of GLP
 - (e) Any other financial / operational information as may be required by the Debenture Holders.

(c) Annual Reports

As soon as available, and in any event within 90 (ninety) 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 Accounting Standards 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) copies of Structural Liquidity Statement, CRAR, qualifying asset certificate, unhedged Foreign currency certificate, submitted to the RBI;
 - (iv) all annual information submitted to the RBI; and
 - (v) the corporate social responsibility report confirming adherence by the Company to its corporate social responsibility policy.
- (d) Event Based Reports
- (i) 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 the shareholding structure of the Company by more than 5% (five percent), 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 other senior management officials like chief executive officer, chief financial officer/head of finance and treasury, chief risk officer, chief operations officer/head of business and the head of audit;
 - (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 5 (five) Business Days from the occurrence of such event:
 - (a) the Company obtains or reasonably should have obtained actual knowledge thereof, notice of the occurrence of any event or circumstance that could reasonably be expected to result in a Material Adverse Effect;
 - (b) the Company obtains or reasonably should have obtained actual knowledge thereof, 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) the Company obtains actual knowledge thereof, 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 alters its Constitutional Documents;
 - (e) 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;
 - (f) inform the Debenture Trustee, prior to undertaking any change in the nature and conduct of business, the details of such change;
 - (g) immediately and in any case prior to effecting any amalgamation, merger or reconstruction scheme proposed by the Company, details of such amalgamation, merger or reconstruction scheme;
 - (h) any fraud amounting to more than 1% (one percent) of Gross Loan Portfolio; and
 - (i) any prepayment or notice of any prepayment of any Financial Indebtedness of the Company.

(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 the SEBI Listed Debentures Circulars and Regulations.

The Debenture Trustee/ Debenture Holders shall be granted access to any additional information that it deems necessary to monitor and evaluate compliance with the covenants. The covenants can be tested at any time during the Tenor of the Debentures.

(f) Other Reporting Covenants

- (i) The Company shall provide details of (A) operational information; (Bi) portfolio cuts; (C) monthly disbursements; (D) monthly DPD statement; (E) changes in the board and management; and (F) changes in the shareholding pattern on a quarterly basis in the format as specified by the Debenture Trustee.
 - (ii) The Company shall provide details of transactions with related parties and balances outstanding on a quarterly basis in the format as specified by the Debenture Trustee.
 - (iii) The Company shall provide the static pool analysis and vintage curve data of the portfolio and Gross Loan Portfolio in the format as specified by the Debenture Trustee within 60 (sixty) days from the end of the quarter. On a quarterly basis beginning from the end of the current financial quarter, the Company shall provide an updated version of the static pool analysis and vintage curve data of the portfolio and Gross Loan Portfolio in the format prescribed by the Debenture Trustee.
 - (iv) The Company shall provide the extract of the loan register covering details of all exposures of INR 50,00,000 (Indian Rupees Fifty Lakh only) or more, at the end of every quarter.
 - (v) The Company shall provide information on structural liquidity in the format as may be specified by the Debenture Trustee, at the end of every quarterly and as and when required by the Debenture Trustee.
 - (vi) The Company shall provide quarterly financial statements to the Debenture Trustee within 45 (forty-five) days from the end of each quarter. Further, the Company shall submit monthly financial statements as and when requested by the Debenture Trustee.
 - (vii) The Company shall, along with the quarterly financial statements, submit the requisite end use certificate in accordance with the SEBI LODR Regulations till such proceeds of Issue have been fully utilised or the purpose for which the proceeds were raised has been achieved.
 - (viii) The Company shall share information about facilities sanctioned to it by other creditors including sanction letters from such other creditors at the end of every month.
 - (ix) The Company shall forthwith provide written notice of any material event adversely impacting its business.
 - (x) The Company shall forthwith provide written notice of occurrence or likely occurrence of any Event of Default.
 - (xi) The Company shall utilize the proceeds of the Issue of the Debentures for the Purpose within 120 (one hundred and twenty) days of the Deemed Date of Allotment, provided that the Company shall furnish a certificate issued by a chartered accountant or auditor certifying the end use of the proceeds of the Debentures within 10 (ten) days, of such utilization of proceeds of the Issue for the Purpose.
- (g) Security Cover Certificate
- (i) The Company shall provide the Security Cover Certificate on a half-yearly basis so as to evidence that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained; and
 - (ii) The Company shall prepare and provide a security cover certificate on quarterly basis and the statutory auditor of the Company shall certify the book values of the assets provided in such certificate in accordance with the Master Circular for Debenture Trustee, so as to evidence that the Minimum Security Cover and the Minimum Performing Loan Threshold is maintained.
- (h) Green Debt Disclosures
- The Company shall provide the following additional disclosures along with its annual report and financial results:
- (i) Details of utilisation of the proceeds of the Issue as per the tracking done by the Company using the internal process as disclosed in the Disclosure Document, along with the report of a third-party auditor acceptable to the Debenture Trustee verifying the utilisation of the proceeds, internal tracking method and the allocation of funds towards the project(s) and/or asset(s), from the proceeds of the Issue;
 - (ii) Details of unutilized proceeds;
 - (iii) Certain additional disclosures made in the annual report, *inter alia*, including (i) list of project(s) and/or asset(s) to which proceeds of the green debt securities have been allocated/invested including a brief description of such project(s); (ii) qualitative performance indicators and, where feasible, quantitative performance measures of the environmental impact of the project(s) and/or asset(s); (iii) details of the deployment of the mitigation plan (as disclosed in the Disclosure Documents) for the perceived social and environmental risks; and (iv) methods and the key underlying assumptions used in preparation of the performance indicators and metrics;

- (iv) Information, on a project-by-project basis, pertaining to reporting of the environmental impact of the projects financed by the green debt securities; and
- (v) Disclosures of major elements of Business Responsibility and Sustainability Reporting (BRSR) as stipulated in Annex-IXA of the Listed NCDs Master Circular; and
- (vi) All other disclosures as may be required in terms of Chapter IX and Chapter IX-A of the Listed NCDs Master Circular.

EVENTS OF DEFAULT

(a) **Payment Defaults**

The Company does not pay on the Due Date any amount payable pursuant to the Debenture Trust 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 technical error and payment is made within 3 (three) days of its Due Date.

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

- (i) The Company is unable or admits in writing 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 and is not discharged or quashed or stayed within 15 (fifteen) days.

(c) **Business**

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

(d) **Misrepresentation**

Any representation or warranty made 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.

(e) **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.

(f) **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 Financial Indebtedness, winding-up, liquidation, 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

Company 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 7 June 2019 on "Prudential Framework for Resolution of Stressed Assets" (as amended or modified or restated from time to time));

- (E) 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 15 (fifteen) days;
- (F) 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
- (G) 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 (G) 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, (other than the Composite Scheme of Arrangement between Samunnati Financial Intermediation & Services Private Limited, Samunnati Finance Private Limited & Samunnati Agro Solutions Private Limited & their respective shareholders, as approved by the Hon'ble NCLT, Division Bench-II, Chennai vide its Order dated 23 December 2022).

(g) **Cross Default**

The Company (i) defaults in any payment of any Financial Indebtedness beyond the period of grace (not to exceed 30 (thirty) days), if any, provided in the instrument or agreement under which such Financial Indebtedness was created; (ii) defaults in the observance or performance of any agreement or condition relating to any Financial Indebtedness or contained in any instrument or agreement evidencing, securing or relating thereto or any other event shall occur or condition exist, the effect of which default or other event or condition is to cause or to permit the holder or holders of such Financial Indebtedness to cause (determined without regard to whether any notice is required) any such Financial Indebtedness to become due prior to its stated maturity; or (iii) any Financial Indebtedness of the Company shall be declared to be due and payable, or required to be prepaid other than by a regularly scheduled required prepayment, prior to the stated maturity thereof.

(h) **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 Governmental 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, 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.

(i) **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), individually or in the aggregate, exceeding 5% (five percent) of the Total Assets of the 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 days.

(j) **Transaction Documents**

The Debenture Trust 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.

(k) **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.

(l) **Repudiation**

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

(m) **Information Covenants**

The failure to comply with any reasonable 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)**.

(n) **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 nationalisation 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.

(o) **Delisting**

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

(p) **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 Holder(s); and (ii) the Company refuses or neglects to or is unable to rescind such alteration.

(q) **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.

(r) **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 50% (fifty percent) or more from 31 March 2023.

(s) **Merger**

The rearrangement or consolidation or amalgamation (*other than the Composite Scheme of Arrangement between Samunnati Financial Intermediation & Services Private Limited, Samunnati Finance Private Limited & Samunnati Agro Solutions Private Limited & their respective shareholders, as approved by the Hon'ble NCLT, Division Bench-II, Chennai vide its Order dated 23 December 2022*) with or merger with or into, or receiving of all or substantially all the assets or obligations of, another entity, or any action for reorganization or reduction of capital without the prior written consent of the Debenture Trustee.

(t) **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.

(u) **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 third party without the prior written consent of the Debenture Holder. Such consent shall not be unreasonably delayed or withheld by the Debenture Holders.

(v) **Management Control and change in Control**

Change in Management Control or change in shareholding resulting in change in Control of the Company without prior written consent from the Debenture Trustee or the Debenture Holders other than as permitted in terms of the Debenture Trust Deed.

(w) **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 and/or Promoter 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.

(x) **Breach of Financial Covenants**

Any breach of Financial Covenants stipulated in **Schedule VIII (Financial Covenants)** and such breach is not remedied (if capable of remedy) within the expiry of Cure Period for breach of Financial Covenants from the date of such breach.

(y) **Rating downgrade**

If any time during the tenor of the Debentures, the rating of the Debentures is downgraded to a rating level below BBB, the Debenture Trustee, shall have the right, but not an obligation, to require the Company to redeem the Debentures within a period of 30 (thirty) days, in accordance with Clause 2.20 (d) (*Listing and Rating of Debentures*).

(z) **Breach of Negative Covenants and Affirmative Covenants**

(i) Any breach of negative covenants mentioned in **Schedule X (Negative Covenants)**.

(ii) Any breach of affirmative covenants mentioned in **Schedule VII (Affirmative Covenants)**, and such breach is not remedied (if capable of remedy) within the expiry of Cure Period for breach of Affirmative Covenants from the date of such breach.

(aa) **Security**

- i. The Company defaults in the performance or observance of any obligations under Paragraph F (*Security Creation*) of **Schedule III (Issue Terms and Conditions)** and/or corresponding obligations under the other Transaction Documents.
- ii. Any Security Document does not create or evidence the creation of, in favour of the Debenture Trustee for the benefit of the Debenture Holders, Security which it is expressed to create or whose creation it evidenced, as the case may be, fully perfected with the ranking and priority it is expressed to have.
- iii. The Security (or any part thereof) created pursuant to the Transaction Documents is in jeopardy or is not in full force and effect.
- iv. The Company creates or attempts to create any Security Interest on any Hypothecated Asset (including the Trust property) without the prior written approval of the Debenture Trustee or Debenture Holders.
- v. Any failure by the Company to maintain valid legal and marketable title of the Hypothecated Assets free and clear of all Security Interests including as necessary for creation, maintenance and enforcement of such Security.

- vi. If an attachment or expropriation or sequestration is levied on the Hypothecated Assets or any part thereof.
- vii. Any failure by the Company to maintain the Minimum Security Cover and/or the Minimum Performing Loan Threshold, and such breach is not cured within the timelines set out in Paragraph F (g) (*Security Cover*) of **Schedule III** (*Issue Terms and Conditions*).

(bb) **Breach of other terms of the Debenture Trust Deed**

A breach by the Company of any of its obligations and covenants provided in terms of the Debenture Trust Deed or other Transaction Documents (other than (a) to (aa) above).

ROLES AND RESPONSIBILITIES OF TRUSTEE

Representations and Warranties of Trustee

The Debenture Trustee hereby represents, warrants and covenants in favour of the Company that as on the date hereof:

- (a) The Debenture Trustee is a company duly incorporated and validly existing under applicable Law and the Debenture Trustee is duly qualified and authorised to enter into the Transaction Documents.
- (b) The Debenture Trust Deeded has been duly and validly executed and delivered by the Debenture Trustee and constitutes a legal and binding obligation of the Debenture Trustee, enforceable against the Debenture Trustee in accordance with its terms.
- (c) The execution, delivery and performance by the Debenture Trustee of the Debenture Trust Deeded does not and will not, with or without the giving of notice or lapse of time or both, violate, conflict with, require any consent under or result in a breach of or default under:
 - (i) any Law to which the Debenture Trustee is subject; or
 - (ii) any order, judgment or decree applicable to the Debenture Trustee; or
 - (iii) any term, condition, covenant, undertaking, agreement or other instrument to which the Debenture Trustee is a party or by which the Debenture Trustee is bound;
- (d) The Debenture Trustee is in a position to observe, comply with and carry out all its obligations hereunder to be performed and complied with by it;
- (e) The Debenture Trustee is registered as a debenture trustee with SEBI under the Debenture Trustees Regulations;
- (f) The Debenture Trustee shall not have any claim or exercise any right of deduction, lien or set-off on, over or in respect of any of the amounts, writings or things held by it or continued to be held by it or coming within its power or possession pursuant to or in connection with these presents; and
- (g) All information set forth in the Debenture Trust Deeded, and all information furnished and/or to be furnished by the Debenture Trustee to the Debenture Holder/s is true and correct and was/is not misleading whether by reason of omission to state a material fact or otherwise.

5.2 General Rights, Powers and Discretions

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 the Debenture Trust Deeded 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) subject to the approval of the Debenture Holders by way of a Majority Resolution passed at a meeting of the 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 is indemnified to its satisfaction against all further costs, charges, expenses and liability which may be incurred in complying with such request or direction;

- (d) 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;
- (e) the Debenture Trustee shall not be responsible for the monies paid by Applicants/ Initial Debenture Holders for the Debentures;
- (f) 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 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;
- (g) 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;
- (h) subject to the approval of the Debenture Holders by way of a Majority Resolution passed at a meeting of the 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;
- (i) subject to the approval of the Debenture Holders by way of a Majority Resolution passed at a meeting of the 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 Holder(s) 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 is indemnified to its satisfaction against all further costs, charges, expenses and liabilities which may be incurred in complying with such request;
- (j) notwithstanding anything contained to the contrary in the Debenture Trust Deeded, 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;
- (k) the Debenture Trustee shall forward to the Debenture Holders copies of any information, documents from the Company pursuant to the Debenture Trust Deeded within 2 (two) Business Days of receiving the same from the Company;
- (l) the Debenture Trustee shall exercise independent due diligence, in accordance with applicable Law, to ensure that the Security Interest to be created on the Hypothecated Assets is free from any encumbrance, or that the Company has obtained necessary consents from any existing charge holders in relation to the Hypothecated Assets prior to the creation of the Security Interest on the Hypothecated Assets pursuant to the Debenture Trust Deeded and other Transaction Documents;
- (m) the Debenture Trustee shall monitor the maintenance of the Minimum Security Cover and compliance of covenants by the Company in relation to the Debentures in the manner specified by SEBI;
- (n) the Debenture Trustee shall take all reasonable steps to realise the monies due to the Trust; and
- (o) the Debenture Trustee shall have the right to rely on notices, communications, advertisement, website information of the Company and any other related party with respect to the 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.

5.3 Power of Trustee to Delegate

The Debenture Trustee hereof being a corporation may, in the execution and exercise of all or any of the trusts, powers, authorities and discretions vested in them act by an officer or officers for the time being of the Debenture Trustee and the Debenture Trustee may also, whenever they think it expedient, delegate by power of attorney or otherwise to any such officer all or any of the trusts, powers, authorities and discretions vested in them be these presents and any such delegation may be made upon such terms and conditions and subject to such regulations (including power to sub-delegate) as the Debenture Trustee may think fit. The Debenture Trustee shall however be liable for any negligence, illegality, fraud, breach of trust, bad faith and wilful misconduct of the officer or Person to whom the Debenture Trustee has delegated its powers and shall not be absolved of its obligations under the Debenture Trust Deeded.

PROVIDED THAT the Debenture Trustee shall ensure that any powers under this Clause shall be exercised with reasonable care to ensure the competency of the officer or Person to whom the Debenture Trustee has delegated its powers.

5.4 Powers of Trustee to Employ Agents

The Debenture Trustee hereof being a corporation may, in the execution and exercise of all or any of the trusts, powers, authorities and discretions vested in them act by an agent/agents.

5.5 Powers of Trustee to Inspect

The Debenture Trustee or its authorized representatives may carry out inspections of the Company's offices records, registers and books of accounts upon giving a 15 (fifteen) days' notice in writing to the Company, to the extent such inspection is necessary for exercising any of the powers or discharging any of the duties of the Debenture Trustee under the Debenture Trust Deeded. The cost of inspection, including travelling and other related expenses shall be borne and paid by the Company.

5.6 Trustee may Contract with the Company

Neither the Debenture Trustee nor any agent of the Debenture Trustee shall be precluded from making any contract or entering into any arrangement or transaction with the Company or with itself in the ordinary course of business of the Debenture Trustee or from undertaking any banking, financial or agency services for the Company or for itself or from underwriting or guaranteeing the subscription of or placing or subscribing for or otherwise acquiring, holding or dealing with any of the stocks or shares or debentures or bond stocks or any other securities whatsoever of the Company or in which the Company may be interested either with or without a commission or other remuneration or otherwise at any time entering into any contract of loan or deposit or any other contract or arrangement or transaction with the Company or being concerned or interested in any such contract or arrangement or transaction which any other company or person not being a Debenture Trustee would be entitled to enter into with the Company and they shall not be in anyway liable to account either to the Company or to the Debenture Holders for any profits made by them thereby or in connection therewith and the Debenture Trustee or any agent of the Debenture Trustee shall also be allowed to retain for their or his own benefit any customary share of brokerage, fee, commission, interest, discount or other compensation or remuneration allowed to them or him.

5.7 When Trustee May Interfere

Until the happening of Event of Default the Debenture Trustee shall not be in any manner required, bound or concerned to interfere with the management or the affairs of the Company or its business or any part thereof.

5.8 Nominee Director

The Debenture Trustee shall have a right to appoint a nominee director as per Regulation 15 (1)(e) of the Debenture Trustees Regulations and Rule 18(3) (e) of Companies (Share Capital and Debentures) Rules, 2014 on the board of directors of the Company (hereinafter referred to as the "**Nominee Director**") upon the occurrence of any of the following:

- (a) 2 (two) consecutive defaults in the payment of interest to the Debenture Holders;
- (b) default in creation of Security in terms of the Transaction Documents; or
- (c) default in redemption of the Debentures.

The Nominee Director shall not be liable to retire by rotation nor required to hold any qualification shares. The Company shall appoint the Nominee Director within 1 (one) month from receipt of nomination notice from the Debenture Trustee and as per the provisions of the applicable Law. The Nominee Director shall be appointed on all key committees of the board of directors of the Company.

5.9 Receipt of Debenture Holders

The receipt of each Debenture Holder or if there be more than 1 (one) holder of any such Debentures, then the receipt of the first named Debenture Holder or of the survivor or survivors for the principal monies or of the nominee or nominees, if any, of the Debenture Holder of such Debentures for the interest payable in respect of each of such Debentures, shall be a good discharge to the Debenture Trustee.

5.10 Retirement and Removal of Trustee

(a) Resignation

The Debenture Trustee may resign as the Debenture Trustee with the prior written approval of the Majority Debenture Holders, provided that they shall continue to act as Debenture Trustee until a New Trustee is appointed by the Company with the consent of the Majority Debenture Holders and such New Trustee accepts its appointment pursuant to this Clause 5.10 (*Retirement and Removal of Trustee*).

(b) Removal

The Debenture Holders may for sufficient cause but, after giving not less than 2 (two) months' notice in writing, remove the Debenture Trustee by passing a Majority Resolution to that effect, and by the same resolution nominate an entity competent to act as their trustee and require the Company to appoint such entity as the trustee (the "New Trustee"). The Company shall within 15 (fifteen) Business Days of receipt of such resolution passed by the Debenture Holders take all necessary steps to appoint the entity named in the resolution as the New Trustee and complete all necessary formalities to give effect to such appointment.

(c) New Trustee as the trustee

Upon appointment of the New Trustee pursuant to the preceding sub-Clause (a) or (b), all references in the Debenture Trust Deeded to the Debenture Trustee shall, unless repugnant to the context, mean and refer to the New Trustee and the New Trustee shall without any further act or deed succeed to all the powers and authorities of the Debenture Trustee as if it had been originally appointed as the Debenture Trustee.

5.11 Trustee's Remuneration

The remuneration of the Debenture Trustee shall be as per the terms of the Consent Letter. Subject to Clause 5.5 (*Powers of Trustee to Inspect*), the Company shall pay to the Debenture Trustee all legal, traveling and other costs, charges and expenses incurred by them, their officers, employees, agents in connection with the execution of these presents including costs, charges and expenses of and incidental to the approval and execution of these presents and will indemnify them against all actions, proceedings, costs, charges, expenses, claims and demands whatsoever which may be brought or made against or incurred by them in respect of any matter or thing done or omitted to be done without their wilful default in respect of or in relation to the properties charged/to be charged to the Debenture Trustee.

5.12 Decision making by Debenture Trustee in an Event of Default

- a. In case of an Event of Default or breach of the covenants by the Company or any such acts/omissions which may have Material Adverse Effect on the Debentures, the Debenture Trustee may, in its discretion, that is, without requiring any consent or confirmation of the Company and upon request in writing of the Special Majority Debenture Holders or by a Special Resolution duly passed at the meeting of the Debenture Holders held in accordance with the provisions set out in Clause 6 (*Provisions for Meeting of Debenture Holders*), shall take all such steps required as stated in this Clause or elsewhere in the Deed or as per applicable Laws to protect the rights of the Debentures Holders including entering into ICA to protect the interest of the Debenture Holders in accordance with the Master Circular for Debenture Trustee.
- b. The Debenture Trustee shall take all such steps as provided in the Master Circular for Debenture Trustee and in accordance with the SEBI NCS Listing Regulations for transactions in defaulted debt securities post maturity date/ redemption date.
- c. The Debenture Trustee shall take all steps in an Event of Default including as stated in the Master Circular for Debenture Trustee.
- d. Any notice for a meeting in respect of the Master Circular for Debenture Trustee shall contain the details prescribed in the Master Circular for Debenture Trustee, including without limitation, positive consent for signing the ICA, the time period within which the consent needs to be provided, and the date of meeting to be convened.
- e. Any action of the Debenture Trustee in respect of the occurrence of an Event of Default and the application of the Master Circular for Debenture Trustee shall be in accordance with the decision of the Debenture Holders taken at any meeting convened in accordance with this Clause, subject to the exceptions (if any) set out in the Master Circular for Debenture Trustee.

- f. For the purposes of a meeting convened in accordance with this Clause and in accordance with the Master Circular for Debenture Trustee, all decisions shall require the consent of 75% (seventy five percent) of the Debenture Holders (by value) and 60% (sixty percent) of the Debenture Holders (by numbers) at the ISIN level.
- g. The Debenture Trustee shall permit the Company, until the happening of one or more of the events wherein the Security shall become enforceable, to hold and enjoy the Hypothecated Assets and to carry on as per usual business.

RECOVERY EXPENSE FUND

- a. The Company shall maintain Recovery Expense Fund as per the provisions of SEBI Listed Debentures Circulars and Regulations and any circulars, guidelines and regulations issued by SEBI, as applicable. The Recovery Expense Fund shall be created to enable the Debenture Trustee to take prompt action in accordance with the Transaction Documents.
- b. The Company shall deposit an amount equal to 0.01% (Zero point Zero One percent) of the issue size subject to maximum of Rs. 25,00,000 (Indian Rupees Twenty Five Lakh only) per Company towards Recovery Expense Fund with the 'Designated Stock Exchange', as identified and disclosed in its Disclosure Document.
- c. Company shall deposit cash or cash equivalents including bank guarantees towards the contribution to Recovery Expense Fund with the designated Stock Exchange and submit relevant documents evidencing the same to the Debenture Trustee from time to time. The Company shall ensure that the bank guarantees remain valid for a period of 6 (six) months post the maturity date of the Debentures. The Company shall keep the bank guarantees in force and renew the bank guarantees at least 7 (seven) working days before its expiry, failing which the designated Stock Exchange shall invoke such bank guarantee.
- d. In the Event of Default, the Debenture Trustee shall obtain the consent of Debenture Holders and shall inform the same to the designated Stock Exchange. The amount lying in the Recovery Expense Fund shall be released by the designated Stock Exchange to the Debenture Trustee within 5 (five) working days of receipt of such intimation. The Debenture Trustee shall keep a proper account of all expenses incurred out of the funds received from the Recovery Expense Fund.
- e. The balance in the Recovery Expense Fund shall be refunded to the Company on repayment to the Debenture Holders for which a 'No Objection Certificate (NOC)' shall be issued by the Debenture Trustee(s) to the designated Stock Exchange. The Debenture Trustee shall satisfy that there is no 'default' on any other listed debt securities of the Company before issuing the NOC.
- f. The Debenture Trustee shall supervise the implementation of the conditions and creation of the Recovery Expense Fund as applicable.

ANNEXURE I: ISSUER'S UNDERTAKING

UNDERTAKING BY ISSUER

- a) Investors are advised to read the risk factors (set out in Section 4) carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the Issuer and the offer including the risks involved. The securities/Debentures have not been recommended or approved by the any regulatory authority in India, including the Securities and Exchange Board of India (SEBI) nor does SEBI guarantee the accuracy or adequacy of this document.

Specific attention of investors is invited to the statement of 'Risk factors' given on page number 1 of the General Information Document under the section 'General Risks'.

- b) The Issuer, having made all reasonable inquiries, accepts responsibility for, and confirms that this issue document/General Information Document contains all information with regard to the Issuer and the Issue, that the information contained in the issue document/General Information Document is true and correct in all material aspects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which make this issue document/General Information Document as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect.
- c) The Issuer has no side letter with any debt securities holder except the one(s) disclosed in the offer document/General Information Document. Any covenants later added shall be disclosed on the stock exchange website where the debt is listed.

For Samunnati Financial Intermediation & Services Private Limited

Anil
Kumar
S G

Digitally signed
by Anil Kumar S
G
Date: 2024.12.02
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Anil Kumar S G
Director & CEO
DIN: 01189011

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by Gurunath
Neelamani
Date: 2024.12.02
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Gurunath N
Wholetime Director
DIN: 02799586

ANNEXURE J: CONSENT LETTER OF REGISTRAR TO THE ISSUE



Date :02/12/2024

Samunnati Financial Intermediation & Services Private Limited
Baid Hitech Park
129-B, 8th Floor, ECR, Thiruvannmiyur
Chennai – 600 041

Dear Sir/Madam,

Sub: Registrar for Proposed Issue of 5,000 (Five Thousand) Unsubordinated, Rated, Listed, Secured, Redeemable, Taxable, Green, Non-Convertible Debentures of INR 1,00,000/- (Indian Rupees One Lakh only) each aggregating upto INR 50,00,00,000/- (Indian Rupees Fifty Crores only).

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	: 2 nd 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

Integrated Registry Management Services Private Limited
2nd Floor, "Kences Towers", No. 1 Ramakrishna Street, North Usman Road, T Nagar, Chennai – 600 017
Phone: 044-28140801 – 03 Fax : 044-28142479 E-mail: einward@integratedindia.in website : www.integratedregistry.in
Regd. Office : 2nd Floor "Kences Towers", No. 1 Ramakrishna Street, North Usman Road, T Nagar, Chennai – 600 017
CIN: U74900TN2015PTC101466



"Appointment of Nominee is not an option but your Right. Please exercise your right to nominate"

ANNEXURE K: LAST AUDITED FINANCIAL STATEMENTS

<https://samunnati.com/samunnati-financial-intermediation-services-private-limited/>

<https://www.bseindia.com/xml-data/corpfiling/AttachLive/c432dd4b-6946-42c7-844c-9c7bce26b0e4.pdf>

ANNEXURE L: ANNUAL REPORTS

Attached Separately.

ANNEXURE M: EXECUTED TRANSACTION DOCUMENTS

Attached Separately.

ANNEXURE N: UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD FROM 1 APRIL 2024 TO 30 SEPTEMBER 2024

<https://samunnati.com/wp-content/uploads/2024/08/2024-08-08-Outcome-Intimation-Unaudited-Standalone-Financials.pdf>

<https://www.bseindia.com/xml-data/corpfiling/AttachLive/c432dd4b-6946-42c7-844c-9c7bce26b0e4.pdf>

ANNEXURE O: EXCLUSION LIST

The Company shall not, finance any activity, production, use, distribution, business or trade involving any of the following:

1. Forced labor¹ or child labor².
2. Activities deemed illegal under host country laws or regulations or international conventions and agreements, or subject to international phaseouts or bans, such as:
 - a. Pharmaceuticals³, pesticides, and herbicides⁴, chemicals, ozone depleting substances⁵, PCBs (Polychlorinated Biphenyls)⁶; or
 - b. Wildlife or wildlife products regulated under Convention on International Trade in Endangered Species or Wild Fauna and Flora (CITES); or
 - c. Drift net fishing in the marine environment using nets in excess of 2.5 km. in length or other unsustainable fishing methods like purse sein fishing, blast fishing and poison fishing.
3. Cross border trade in waste and waste products, unless compliant with the Basel Convention and the underlying regulations.
4. Destruction⁷ of Critical Habitat⁸ and High Conservation Value areas⁹ and any forest project under which no sustainable development and management plan is carried out.
5. Pornography and/or prostitution.
6. Racist and/or anti-democratic media.
7. Weapons, landmines, munitions, including cluster munitions, and nuclear products, including paramilitary materials.

¹ Forced labor mean all work or service, not voluntarily performed, that is extracted from an individual under threat of force or penalty as defined by ILO conventions. The ILO has identified forced labour as work that is performed involuntarily and under the menace of any penalty. It refers to situations in which persons are coerced to work through the use of violence or intimidation, or by more subtle means such as manipulated debt, retention of identity papers or threats of denunciation to immigration authorities.

² Persons may only be employed if they are at least 14 years old, as defined in the ILO Fundamental Human Rights Conventions (Minimum Age Convention C138, Art.2), unless local legislation specifies compulsory school attendance or the minimum age for working. In such cases the higher age shall apply.

³ A list of pharmaceutical products subject to phaseouts or bans is available at <http://www.who.int>

⁴ A list of pesticides and herbicides subject to phaseouts or bans is available at <http://www.pic.int>

⁵ A list of the chemical compounds that react with and deplete stratospheric ozone resulting in the widely publicized ozone holes is listed in the Montreal Protocol, together with target reduction and phaseout dates. Information is available at <https://ozone.unep.org/treaties/montreal-protocol/summary-control-measures-under-montreal-protocol>

⁶ A group of highly toxic chemicals, polychlorinated biphenyls are likely to be found in oil-filled electrical transformers, capacitors, and switchgear dating from 1950-1985.

⁷ Destruction means (1) elimination or severe diminution of the integrity of an area caused by a major, long-term change in land or water use of (2) modification of a habitat in such a way that the area's ability to maintain its role is lost.

⁸ Critical habitat is a subset of both natural and modified habitat that deserves particular attention. Critical habitat includes areas with high biodiversity value that meet the criteria of the World Conservation Union (IUCN) classification, including habitat required for the survival of critically endangered or endangered species as defined by the IUCN Red List of Threatened Species or as defined in any national legislation; areas having special significance for endemic or restricted-range species; sites that are critical for the survival of migratory species; areas supporting globally significant concentrations or numbers of individuals of congregatory species; areas with unique assemblages of species or which are associated with key evolutionary processes or provide key ecosystem services; and areas having biodiversity of significant social, economic or cultural importance to local communities. Primary Forest or forests of High Conservation Value shall be considered Critical Habitats.

⁹ High Conservation Value (HCV) areas are defined as natural habitats where the values are considered to be of outstanding significance or critical importance (See <http://www.hcvnetwork.org>).

ANNEXURE P - CONDITIONS PRECEDENT

- (i) An up-to-date certified true copy of the constitutional documents of the Company (being its Memorandum of Association, Articles of Association, Certificate of Registration and Certificate of Incorporation) shall have been submitted to the Debenture Trustee;
- (ii) A certified true copy of a resolution of the board of directors of the Company:
 - a. approving the issue of the Debentures;
 - b. approving the terms of, and the transactions contemplated by, the Transaction Documents to which it is a party and resolving that it execute the Transaction Documents to which it is a party in accordance with the provisions of the Act (including Section 179), the Companies (Prospectus and Allotment of Securities) Rules, 2014, the Companies (Share Capital and Debentures) Rules, 2014 and other rules prescribed;
 - c. approving the creation of the Security Interest on the Hypothecated Assets in terms of the Transaction Documents;
 - d. authorising a specified Person or Persons to execute the Transaction Documents to which it is a party on its behalf; and
 - e. authorising a specified Person or Persons, on its behalf, to sign and/or despatch all documents and notices to be signed and/or despatched by it under or in connection with the Transaction Documents to which it is a party;
- (iii) A specimen of the signature of each person authorised by the resolution referred to in Paragraph (ii) above;
- (iv) Certified true copy of the resolution of the shareholders of the Company under Section 42 of the Act and Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014;
- (v) Certified true copies of the special resolutions passed by the Company under Sections 180(1)(a) and 180(1)(c) of the Act or copy of certificate from an independent chartered accountant confirming that Section 180 of the Act is not applicable and the Company is a private company which is not a subsidiary of a public company and it has not committed a default in filing its financial statements under Section 137 of the Act or annual return under Section 92 of the Act;
- (vi) The following documents duly executed by each of the relevant Parties:
 - a. the Debenture Trust Deed;
 - b. the Debenture Trustee Agreement;
 - c. the Deed of Hypothecation;
 - d. the Power of Attorney; and
 - e. all other documents in relation to the issuance of the Debentures.
- (vii) A copy of the credit rating letter of the Debentures issued by the Rating Agency having provided a rating of 'BBB' for the Debentures along with the press release/ rating rationale of Rating Agency in relation to the issuance being in a form and manner satisfactory to the Debenture Trustee (such press release/ rating rationale not being older than 1 (one) year from the date of opening of the issuance of the Debentures);
- (viii) The Company shall have provided to the Debenture Trustee a certificate from a director/company secretary of the Company certifying that:
 - a. the Company and its directors have 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, securing or otherwise collateralising, as appropriate, of moneys pursuant to the issuance of the Debentures will not cause any limit binding on the Company to be exceeded (including any limits imposed under any resolution passed by the board of directors or shareholders of the Company);
 - c. each copy document relating to it specified in this Schedule is correct, complete and in full force and effect as at a date no earlier than the date of the Debenture Trust Deed and the date of the certificate;
 - d. no Material Adverse Effect has occurred in the Company, and/or the business of the Company;
 - e. assets to be charged as the security for securing the Outstanding Amounts, are the absolute property of the Company and are free from any Security Interest;
 - f. absence of any Event of Default, any potential Event of Default, any force majeure event and any Material Adverse Effect;
 - g. none of the directors of the Company are on the ECGC caution list or specific approval list, RBI's defaulters or caution list, the COFEPOSA defaulters list or any other similar list;
 - h. the issue of the Debentures (A) is permitted by applicable Law; and (B) does not violate any applicable Law;
 - i. all representations and warranties contained in the Debenture Trust 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;

- j. the Debenture Trustee shall have received from the Company its audited account statements for the Previous Year; and
- k. the Minimum Security Cover and the Minimum Performing Loan Threshold requirement is complied.
- (ix) Due execution of the Tripartite Agreement by, *inter-alia*, the Registrar and Transfer Agent, Depository and the Company;
- (x) The Company shall have received consent from the Debenture Trustee to act as the debenture trustee for the issue of Debentures;
- (xi) The Company shall have submitted to the Debenture Trustee, all required documents for the purpose of satisfying its respective KYC requirements;
- (xii) Submit to the Debenture Trustee, the audited financial statements along with independent auditor's report of the Company for the Financial Year end;
- (xiii) Copy of in-principle approval from stock exchange for the listing of the Debentures;
- (xiv) Evidence of filing of the relevant board resolution and the shareholders resolution of the Company with the registrar of companies in Form MGT-14 prior to issuance of the General Information Document;
- (xv) Evidence that the General Information Document and Key Information Document are completed and filed with the Stock Exchange(s) in the form and manner to the satisfaction of the Debenture Trustee;
- (xvi) Evidence of receipt of ISIN(s) from the Depository by the Company in relation to the Debentures;
- (xvii) Copy of the due diligence certificate to be issued by the Debenture Trustee in the format specified in the SEBI NCS Listing Regulations;
- (xviii) The Company shall have reported their legal entity identifier code in the centralized database of corporate bonds at the time of allotment of ISIN;
- (xix) The Company shall have executed the listing agreement;
- (xx) A certificate from an independent chartered accountant of the Company certifying/confirming that:
 - a. borrowing, securing or otherwise collateralising, as appropriate, the Outstanding Amounts would not cause any borrowing, securing, collateralising or similar limit binding on it to be exceeded (including any limits imposed under any resolution passed by the board of directors or shareholders of the Company);
 - b. it is in compliance with Section 180 of the Act in relation to the Security to be created by it;
 - c. there are no proceedings pending before, or claims due to, any Tax authority in respect of the Company which has or may have an adverse impact on the assets owned by it (or creation of any charge thereon), the Security and/or render the transaction contemplated under the Debenture Trust Deed void;
 - d. it is solvent.
- (xxi) A legal opinion issued to the Debenture Trustee by its Indian legal advisor in relation to the relevant Transaction Documents;
- (xxii) Evidence satisfactory to the Debenture Trustee that the Company has paid all fees, expenses and other charges (including stamp duty payable on the Transaction Documents, the upfront fees, other fees and charges payable to the Debenture Trustee) then due from the Company under the Transaction Documents;
- (xxiii) All authorisations, including third party approvals and relevant statutory and regulatory approvals required for issuance of the Debentures and creation of the Security shall have been obtained, as applicable;
- (xxiv) A description of the Hypothecated Assets in such form as may be prescribed along with a certificate from a chartered accountant or statutory auditor confirming that the Minimum Security Cover and the Minimum Performing Loan Threshold requirement is complied;
- (xxv) Submission of the publicly disclosed Framework, as verified by an independent third party reviewer/certifier, to the Debenture Trustee;
- (xxvi) Certificate from an independent third party reviewer/ certifier, certifying the Framework including (A) the processes including project evaluation and selection criteria, and (B) project categories eligible for financing by the Debentures in accordance with Chapter IX of the Listed NCDs Master Circular; and
- (xxvii) such other information, documents, certificates, opinions and instruments as the Debenture Holders may reasonably request.

ANNEXURE Q - CONDITIONS SUBSEQUENT

The Company shall fulfil each of the following conditions within the stipulated timelines:

- (a) the Company shall ensure that the Debentures are allotted to the respective Debenture Holders and are credited into the demat accounts of the relevant Debenture Holders within the timelines prescribed under the SEBI Listing Timelines Requirements;
- (b) the Company shall make the application for listing of the Debentures and obtain listing of the Debentures within the time period prescribed under the SEBI Listing Timelines Requirements;
- (c) the Company shall file a return of allotment of securities under Form PAS-3 of the Companies (Prospectus and Allotment of Securities) Rules, 2014 with the ROC within 15 (fifteen) days of the allotment of the Debentures along with a list of the Debenture Holders and with the prescribed fee;
- (d) if so required, the Company shall maintain and file a copy of Form PAS-5 in accordance with the Companies (Prospectus and Allotment of Securities) Rules, 2014 in respect of the issue of the Debentures;
- (e) Immediately upon the creation of Security or within such other timeline prescribed under applicable Law but not later than 30 (thirty) days of creation of the charge, evidence that necessary filings in connection with the creation of Security over the relevant Hypothecated Assets under the Security Documents have been made by the Debenture Trustee with the Central Registry;
- (f) Within the timelines set out in paragraph (f)(xi) (*Other Reporting Covenants*) of Schedule IX (*Reporting Covenants*), a chartered accountant or auditor certifying the end use of the proceeds of the Debentures;
- (g) Within 30 (thirty) days from the date of creation of Security Interest under the Deed of Hypothecation, copy of Form CHG-9 filed by the Company with the relevant ROC in relation to the creation of Security Interest under the Deed of Hypothecation, along with the document evidencing the payment of fees and copy of the certificate of registration of charge as Form CHG-2 issued by the relevant ROC;
- (h) Evidence of filings made with the Information Utility under the (India) Insolvency and Bankruptcy Code, 2016 in relation to the transactions contemplated under the Transaction Documents within the timelines under applicable Law;
- (i) On the Deemed Date of Allotment, evidence that the stamp duty payable on the issue of the Debentures pursuant to the Indian Stamp Act, 1899 has been paid;
- (j) On the Deemed Date of Allotment, a certified true copy of the resolution passed by the Board for the allotment of the Debentures; and
- (k) Within 7 (seven) Business Days from the Deemed Date of Allotment, opening and operationalization of the Designated Proceeds Account.

ANNEXURE R – SPO

Attached Separately

Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of Samunnati Financial Intermediation & Services Private Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Samunnati Financial Intermediation & Services Private Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Samunnati Financial Intermediation & Services Private Limited ('the NBFC') for the quarter ended 30 September 2024 and the year to date results for the period 01 April 2024 to 30 September 2024, being submitted by the NBFC pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. The Statement, which is the responsibility of the NBFC's management and approved by the NBFC's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India, and is in compliance with the presentation and disclosure requirements of Regulation 52 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 52 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters to the extent applicable to the NBFC.

5. The review of standalone unaudited quarterly financial results for the quarter ended 30 June 2024 and the audit of the financial statements for the year ended 31 March 2024 included in the Statement as comparative information were carried out and reported by PKF Sridhar & Santhanam LLP who have expressed unmodified conclusion vide their review report dated 08 August 2024 , and an unmodified opinion vide their audit report dated 28 May 2024 respectively. Accordingly, V Narayanan & Co do not express any conclusion or opinion on the figures reported in the statement for the quarter ended 30 June 2024 and for the year ended 31 March 2024. Our conclusion is not modified in respect of this matter.
6. The review of standalone unaudited quarterly and year-to-date financial results for the period ended 30 September 2023, included in the Statement as comparative information, was carried out and reported by PKF Sridhar & Santhanam LLP who have expressed unmodified conclusion vide their review report dated 31 October 2023 ,whose report has been furnished to us and which has been relied upon by us for the purpose of our review of the Statement. Our conclusion is not modified in respect of this matter.

For V Narayanan & Co
Chartered Accountants
Firm Registration No: 002398S

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Dileep Thammana
Partner
Membership No. 227512
UDIN No.: 24227512BKAUXG1715

Place: Chennai
Date: 13 November 2024

Unaudited statement of standalone financial results for the quarter ended 30 September 2024

(All amounts are in Rs. Millions, unless stated otherwise)

	Particulars	Quarter ended			Half Year Ended		Year ended
		30 Sep 24	30 Jun 24	30 Sep 23	30 Sep 24	30 Sep 23	31 Mar 24
		Unaudited	Audited	Unaudited	Unaudited	Unaudited	Audited
	INCOME						
I	Revenue from operations						
	Interest income	627.54	602.43	491.24	1,229.97	992.08	2,036.00
	Bad debts recovered	62.99	54.27	17.12	117.26	41.26	123.82
	Net gain on fair value changes	52.34	49.37	-	101.71	-	33.12
II	Other income	44.34	51.54	41.98	95.88	69.14	149.63
III	Total income (I+II)	787.21	757.61	550.34	1,544.82	1,102.48	2,342.57
	IV EXPENSES						
	Finance costs	444.31	385.42	277.27	829.72	543.29	1,139.60
	Impairment on financial instruments	224.63	130.31	2.01	354.94	24.46	158.37
	Employee benefits expense	132.05	130.73	103.86	262.78	216.63	426.41
	Depreciation and amortisation	10.33	10.22	12.69	20.55	25.67	47.30
	Other expenses	85.85	93.38	85.26	179.22	147.20	319.40
	Total expenses	897.16	750.05	481.09	1,647.21	957.25	2,091.08
V	Profit / (loss) before tax (III-IV)	(109.95)	7.56	69.25	(102.39)	145.23	251.49
VI	Tax expense:						
	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	(35.65)	10.85	21.99	-24.80	46.60	41.00
	Total tax expenses	(35.65)	10.85	21.99	(24.80)	46.60	41.00
VII	Profit / (loss) for the period (V-VI)	(74.30)	(3.29)	47.27	(77.59)	98.63	210.49
VIII	Other comprehensive income						
	(i) Items that will not be reclassified to profit or loss:						
	Re-measurements of defined benefit plans	(0.56)	0.26	(2.19)	(0.29)	(1.81)	(1.61)
	(ii) Gains / (Losses) on Hedge Accounting	26.00	(55.99)	(17.51)	(29.99)	(17.51)	(32.68)
	(iii) Income tax relating to above	(6.40)	14.03	4.96	7.62	4.86	8.63
	Other comprehensive income / (loss)	19.04	(41.70)	(14.74)	(22.66)	(14.46)	(25.66)
IX	Total comprehensive income	(55.26)	(44.99)	32.53	(100.25)	84.17	184.83
X	Paid up share capital	23.00	23.00	22.59	23.00	22.59	22.74
XI	Other Equity						7,666.02
X	Earnings per equity share:						
	(1) Basic (in Rupees)	(32.38)	(1.44)	20.93	(33.81)	43.78	93.31
	(2) Diluted (in Rupees)	(32.38)	(1.44)	20.93	(33.81)	43.78	88.51
		Not Annualised					Annualised
	Face value per share (in Rupees)	10.00	10.00	10.00	10.00	10.00	10.00

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Samunnati Financial Intermediation & Services Private Limited Regd Office: Baid Hi Tech Park, 8th Floor, No 129 B, East Coast Road, Thiruvanmiyur, Chennai-600041 CIN: U65990TN2014PTC096252 www.samunnati.com Tel: +91 44 66762400 Email:secretarial@samunnati.com Statement of unaudited standalone assets and liabilities as at 30 September 2024		
(All amounts are in Rs. Millions, unless stated otherwise)		
Particulars	As at 30 September 2024 Unaudited	As at 31 March 2024 Audited
ASSETS		
Financial Assets		
Cash and cash equivalents	1,102.22	1,143.12
Bank balances other than above	1,220.71	653.90
Loans	14,143.94	13,810.40
Investments	4,609.98	3,409.56
Other financial assets	35.54	37.42
	21,112.39	19,054.40
Non-Financial Assets		
Current tax assets (Net)	295.18	240.83
Deferred tax assets (Net)	563.65	531.23
Property, plant and equipment	21.24	24.40
Right of use assets	2.37	4.07
Other Intangible Asset	47.59	40.03
Intangible assets under development	8.67	20.85
Other non-financial assets	51.43	28.08
	990.13	889.49
TOTAL ASSETS	22,102.52	19,943.89
LIABILITIES AND EQUITY		
Financial liabilities		
Trade payables :		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	27.97	25.88
Other Payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	10.69	9.86
Debt securities	5,365.89	5,733.75
Borrowings (other than debt securities)	8,668.56	6,291.78
Other financial liabilities	81.49	94.76
	14,154.60	12,156.03
Non-financial liabilities		
Provisions	53.41	45.23
Other non-financial liabilities	57.61	53.87
	111.02	99.10
EQUITY		
Share capital	23.00	22.74
Other equity	7,813.91	7,666.02
	7,836.91	7,688.76
TOTAL LIABILITIES AND EQUITY	22,102.52	19,943.89

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Notes to unaudited statement of financial results for the quarter ended 30 September 2024

- 1 Samunnati Financial Intermediation & Services Private Limited ('the Company') is an Non-Banking Financial Institution (NBFI) incorporated on 23 June 2014 and has its registered office at No: 129-B, 8th Floor, Baid Hi Tech Park, ECR, Thiruvannmiyur, Chennai - 600041. The Company has received Certificate of Registration dated 25 February 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Company is classified as Non-deposit taking systemically important NBFCs (NBFCs-ND-SI).
- 2 The above standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 12 November 2024 and 13 November 2024 respectively. The above results have been subjected to limited review by the statutory auditors of the Company. The auditors have issued an unmodified report.
- 3 The standalone financial results has been prepared in accordance with Indian Accounting Standards "Ind AS" as notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India and in compliance with regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015. Any application guidance/ clarifications / directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued / applicable.
- 4 Other equity include Statutory Reserve as per Section 45IC of Reserve Bank of India Act, 1934, balance in securities premium, employees stock options outstanding reserve, capital redemption reserve, other comprehensive income and retained earnings.
- 5 The Chief Operating Decision Maker ('CODM') reviews the operations at the Company level. The operations of the Company fall under 'financing activities' which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108, Operating Segments. The Company operates in a single geographical segment, i.e. domestic.
- 6 Disclosure as per RBI Notification RBI/2018-19/100 DBR.No.BP.BC.18/21.04.048/2018-19 dated 1 January 2019 extended via RBI notification RBI/2019-20/160 DOR.No.BP.BC.34/21.04.048/2019-20 dated 11 February 2020 extended further via RBI Notification RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21 dated 6 August 2020 - Micro, Small and Medium Enterprises (MSME) sector - Restructuring of Advances
Disclosure as per prescribed format for the quarter ended 30 September 2024:

Types of Borrower	Exposure to accounts classified as standard consequent to implementation of resolution plan position as at 31 March 2024 (A)	Of (A) aggregate debt that slipped into NPA during the half year ended 30 Sep 2024	Of (A) amount written off during half year ended 30 Sep 2024	Of (A) amount paid by the borrower during the half year ended 30 Sep 2024	Exposure of accounts classified as standard consequent to implementation of resolution plan position as at 30 Sep 2024
Personal loans**	-	-	-	-	-
Corporate loans	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Other (RS in Millions)	124.29	3.37	-	2.45	118.47
Total	124.29	3.37	-	2.45	118.47

- 7 Details of loans transferred during period ended September 30, 2024 under the RBI master direction on transfer of loan exposures dated September 24, 2021 as amended, are given below:

(i) Details of transfer through Direct assignment in respect of loans not in default during the quarter and half year ended September 30, 2024:

Particulars	Half yearly ended September 30, 2024	Quarterly ended September 30, 2024
Number of loans	31.00	30.00
Aggregate amount (Rs in Millions)	74.11	36.58
Sale consideration (Rs in Millions)	55.49	28.46
No of transactions	8.00	4.00
Weighted average remaining maturity (in months)	19.30	17.55
Weighted average holding period after origination (in months)	1.42	0.78
Retention of beneficial economic interest	25.12%	22.18%
Coverage of tangible security coverage	-	-
Rating wise distribution of rated loans	-	-
Number of instances (transactions) where transferred as agreed to replace the transferred loans	-	-
Number of transferred loans replaced	-	-

(ii) The Company has not transferred any non performing assets (NPAs).

(iii) The Company has not acquired any loans through assignment.

(iv) The Company has not acquired any stressed loan.

- 8 All outstanding Non-Convertible Debt Securities are secured by way of an exclusive charge on identified receivables of the Company with security cover ranging between 1 to 1.19 times of outstanding amount on such securities at any point in time.
- 9 Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the quarter ended 30 September 2024 is included in Annexure 1.
- 10 The Board of Directors of the Company had at the Meeting held on October 28, 2021, approved a Composite Scheme of Arrangement ("Scheme") for:
- (a) the slump sale (i.e., transfer and vesting) of the NBFC business of the Company as a going concern to Samunnati Finance Private Limited (Subsidiary Company); and
- (b) post giving effect to (a) above, the amalgamation of Samunnati Agro Solutions Private Limited (Subsidiary Company) into the Company.
- The Company had obtained the approval of all stakeholders for the Scheme and had, along with Samunnati Finance Private Limited (Subsidiary Company) and Samunnati Agro Solutions Private Limited (Subsidiary Company), filed a joint petition before the National Company Law Tribunal, Chennai ("NCLT") for approval for the Scheme. The NCLT heard the matter and as all the requisite statutory compliances had been fulfilled, the NCLT sanctioned the Scheme and pronounced the order sanctioning the Scheme on December 23, 2022.
- The Effective Date of the Scheme is the date of receipt of the NBFC license by Samunnati Finance Private Limited (Subsidiary Company) or filing the copy of the NCLT order with the Registrar of Companies, whichever is later.
- Samunnati Finance Private Limited (Subsidiary Company) has filed an application with the Reserve Bank of India seeking grant of Certificate of Registration (COR) for undertaking the business of a Non-Deposit accepting Non-Banking Financial Company (NBFC-ND) under Section 45-IA of the Reserve Bank of India Act, 1934. In this regard, the Reserve Bank of India has sent a communication explaining the modalities for surrender of the NBFC license by the Company and issuance of the new NBFC license in the name of Samunnati Finance Private Limited (Subsidiary Company).
- 11 Previous period's / year's figures have been regrouped/ reclassified wherever necessary, to confirm with the current period presentation.

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Anil Kumar S G
Director & CEO

DIN : 01189011

Place : Chennai

Date : 13 November 2024

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Annexure 1:

Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the quarter ended 30 September 2024

Sr. No	Particulars	Ratios					
		Quarter ended			Half Year Ended		Year ended
		30 Sep 24	30 Jun 24	30 Sep 23	30 Sep 24	30 Sep 23	31 Mar 24
1	Debt-Equity Ratio ¹	1.79	1.71	1.22	1.79	1.22	1.56
2	Debt service coverage ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
3	Interest service coverage ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
4	Outstanding redeemable preference shares (quantity and value)	Nil	Nil	Nil	Nil	Nil	Nil
5	Capital redemption reserve(₹ in Million) ³	0.07	0.07	0.07	0.07	0.07	0.07
6	Debenture redemption reserve(₹ in Million) ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
7	Net worth (₹ in Million) ²	7,836.91	7,896.02	7,023.59	7,836.91	7,023.59	7,688.76
8	Net profit / (loss) after tax (₹ in Million)	(74.30)	(3.29)	47.27	(77.59)	98.63	210.49
9	Earnings per equity share (not annualised):						
	(a) Basic(₹)	(32.38)	(1.44)	20.93	(33.81)	43.78	93.31
	(b) Diluted(₹)	(32.38)	(1.44)	20.93	(33.81)	43.78	88.51
10	Current ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
11	Long term debt to working capital ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
12	Bad debts to Account receivable ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
13	Current liability ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
14	Total debts to total assets*	0.63	0.62	0.54	0.63	0.54	0.60
15	Debtors turnover ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
16	Inventory turnover ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
17	Operating margin ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable
18	Net profit / (loss) margin"	(0.09)	(0.00)	0.09	(0.05)	0.09	0.09
19	Sector specific equivalent ratios: (₹ in Million)						
	(a) Gross NPA (₹ in Million)	647.26	373.70	628.80	647.26	628.80	334.82
	(b) Net NPA (₹ in Million)	407.02	217.58	173.50	407.02	173.50	172.43
	(a) Gross NPA % @	4.45%	2.70%	5.72%	4.45%	5.72%	2.37%
	(b) Net NPA % #	2.88%	1.61%	1.69%	2.88%	1.69%	1.25%
	(c) Capital to risk-weighted assets ratio**	20.73%	21.61%	29.60%	20.73%	29.60%	23.25%

Note:

- 1 Debt-equity ratio = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Networth.
- 2 Networth is calculated as defined in section 2(57) of Companies Act 2013.
- 3 The Company is a Non-Banking Financial Company registered under the Reserve Bank of India Act, 1934, hence these ratios are generally not applicable.
- * Total debts to total assets = (Debt securities+ Borrowings (other than debt securities) + Subordinated liabilities) / total assets.
- " Net profit / (loss) margin= Net profit / (loss) after tax / total income.
- @ Gross NPA (%) = Gross Loans EAD /Gross Total Loans EAD. Exposure at default (EAD) includes Loan balance and interest thereon. Gross loans refers to loans balances overdue above 90 days.
- # Net NPA (%) = (Gross Loans EAD - Impairment loss allowance) / (Gross Total Loans EAD - Impairment loss allowance).
- ** Capital to risk-weighted assets ratio is calculated as per the RBI guidelines.

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Statement of Unaudited Standalone Cash Flows for the half year ended 30 September 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Half Yearly Ended	
	30-Sep-24	30-Sep-23
A. Operating activities		
(Loss) / Profit before tax	(102.39)	145.23
<i>Adjustments for:</i>		
Depreciation and amortization	20.55	25.67
Employee stock option expenses	6.46	(2.24)
Gratuity and leave encashment expenses	8.99	7.740
Loss on sale of property, plant and equipment	(0.03)	-
Income from mutual funds	(21.98)	(17.51)
Income from debt funds	(17.34)	-
Interest income from fixed deposits with banks and financial institution	(6.19)	(9.27)
Interest expenses towards financing activities	723.85	533.79
Interest expense on lease liability	0.19	0.61
Unwinding interest of debt component of OCRPS	3.41	-
MTM gain booked on ECB loans	(11.44)	-
Fair Value Gain on CCD	(101.71)	-
Impairment on financial instruments	75.48	(276.55)
Bad debts written off	279.46	301.01
Amortisation of origination costs of borrowings	102.27	13.61
	1,061.97	576.86
Cash generated from operations before working capital changes	959.58	722.09
Changes in working capital:		
Loans	(688.48)	159.63
Other financial assets	1.88	(64.40)
Other non-financial assets	(23.35)	(11.84)
Net movement in provisions	(1.10)	(0.53)
Trade Payables	2.09	(17.48)
Other Payables	0.83	-
Other financial and non-financial liabilities	(33.14)	(17.23)
Cash generated from operations	218.30	770.24
Income taxes paid (net of refunds)	(54.35)	(47.79)
Net cash generated from operating activities (A)	163.95	722.45
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(24.00)	(11.83)
Proceeds from sale of property, plant and equipment	2.72	0.30
Movement in capital advances	-	-
Interest income from fixed deposits with banks and financial institution	6.19	9.27
Movement in deposits with banks and financial institutions	(566.81)	(407.42)
Purchase of investments	(1,088.38)	(8,150.00)
Proceeds from sale of investments	-	7,452.92
Income received on investments measured at amortised cost, FVTPL and at	39.32	17.49
Net cash used in investing activities (B)	(1,630.96)	(1,089.27)

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Statement of Unaudited Standalone Cash Flows for the half year ended 30 September 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Half Yearly Ended	
	30-Sep-24	30-Sep-23
C. Financing activities		
Issue of Compulsorily Convertible Preference Shares	241.93	1,340.00
Issue of Optionally convertible redeemable preference shares	3.41	-
Proceeds from debt securities	3,260.20	745.00
Repayment of debt securities	(3,618.10)	(1,509.24)
Repayment of principal portion of lease liability	(1.84)	(8.84)
Repayment of interest portion of lease liability	(0.19)	(0.61)
Proceeds from borrowings other than debt securities	5,889.02	2,894.00
Repayment of borrowings other than debt securities	(3,614.52)	(3,116.44)
Interest paid	(733.81)	(529.64)
Net cash generated from/ (used in) financing activities (C)	1,426.10	(185.77)
Net decrease in cash and cash equivalents (A+B+C)	(40.90)	(552.59)
Cash and cash equivalents at the beginning of the year	1,143.12	935.83
Cash and cash equivalents at the end of the year	1,102.22	383.24
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Balances with banks in current accounts	1,102.22	383.24
Total	1,102.22	383.24

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INDEPENDENT AUDITORS' REPORT

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Consolidated Financial Statements**Opinion**

We have audited the accompanying consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31 March 2022, and the consolidated statement of Profit and Loss (including Other Comprehensive Income), the consolidated statement of changes in equity and the consolidated cash flows statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group, as at 31 March 2022, and their consolidated loss, consolidated total comprehensive income, their consolidated statement of changes in equity and consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of matter

We draw attention to Note 49 to the consolidated financial statements, about the uncertainties prevailing on the balance sheet date on the recoverability of the Group'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 Group and hence actual results may vary from these estimates.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the holding companies financial statements, 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 matters to be communicated in our report.



Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 6 and Note 25 to the Consolidated Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Holding Company. The Holding Company has loans aggregating Rs. 11,414.21 million as at March 31, 2022. The Holding Company has made a provision for impairment loss aggregating Rs. 352.53 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter. Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Additionally, the economic and business consequences of the COVID 19 pandemic as described in Note 49 to the consolidated Ind AS financial statements, slowdown of economic activity, moratoriums granted to borrowers, the related regulatory directives and also the applicable accounting directions, further affect provisioning under the ECL approach. Note 2.5 to the consolidated Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	Read and assessed the Holding Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis. 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 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 in view of Holding Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors (including COVID-19 pandemic). Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Group's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Holding Company in spreadsheets. Assessed disclosures included in the consolidated Ind AS financial statements in respect of expected credit losses including the specific disclosures made with regard to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL estimation.

Information Other than the Consolidated Financial Statements and Auditors' Report Thereon

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



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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the reports containing 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.

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

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 controls 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 the Holding Company, its subsidiary companies, which are companies incorporated in India have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated 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 Group and to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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 consolidated financial statements of the Group, for the corresponding year ended 31 March 2021 prepared in accordance with Ind AS included in these consolidated financial statements, have been audited by the predecessor auditor whose audit report dated 29 July 2021 expressed an unmodified opinion on those audited consolidated 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 "Annexure A" a statement on the matter specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, based on our audit, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - e) The matter described in the Basis for Emphasis of matters, in our opinion, may have an adverse effect on the functioning of the Group.
 - f) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2022 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - g) With respect to adequacy of the internal financial controls over financial statements of the Holding Company, its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.
 - h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 37 to the consolidated financial statements.
 - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies, associate companies and jointly controlled companies incorporated in India.
 - iv. (a) The management of Holding Company, its subsidiary companies incorporated in India has represented that, to the best of their 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 Holding Company, its subsidiary companies incorporated in India 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 Holding Company, its subsidiary companies, incorporated in India ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries



(b) The management of the Holding Company, its subsidiary companies, companies incorporated in India has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Group from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company, its subsidiary companies incorporated in India 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 Group has not paid or declared dividend during the year and until the date of this report.

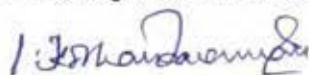
3. With respect to the matter to be included in the Auditors' Report under section 197(16):

Since the Holding Company and its subsidiaries are 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



V Kothandaraman

Partner

Membership No. 025973

UDIN : 22025973AJRIAH4217

Place of Signature: Chennai

Date: May 26, 2022



Annexure A

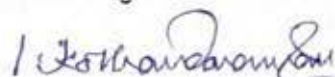
Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of Samunnati Financial Intermediation & Services Private Limited ("the Holding Company") on the consolidated financial statements as of and for the year ended 31 March 2022.

- (i) As required by Paragraph (xxi) of Companies (Auditor's Report) Order (CARO), there have been no qualifications or adverse remarks by the respective auditors in the CARO reports of the companies included in the consolidated financial statements except:

Sr. No.	Name	CIN	Holding Company / Subsidiary	Clause number of the CARO report which is qualified or adverse
1	Samunnati Financial Intermediation & Services Private Limited	U65990TN2014PTC096252	Holding Company	Clause 3(iii)(c), 3(iii)(d), 3(vii)(a)
2	Samunnati Agro Solutions Private Limited	U74999TN2016PTC112925	Subsidiary	Clause 3(vii)(a)
3	Kamatan Farm Tech Private Limited	U74999TN2017PTC149059	Subsidiary	Clause 3(iii), 3(vii)(a)

As referred to in Note 1 of the consolidated financial statements, above responses in respect of clause 3(xxi) do not include comments in respect of Samunnati Foundation which is not in scope and hence not included in consolidated financial statements.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



V Kothandaraman
Partner
Membership No. 025973
UDIN : 22025973AJRIAH4217

Place of Signature: Chennai
Date: May 26, 2022



Annexure B

Referred to in paragraph 2(g) on 'Report on Other Legal and Regulatory Requirements' of our report of even date on the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2022, we have audited the internal financial controls over financial reporting of the Holding Company" and its 3 subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Holding company, its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies 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 ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 internal financial controls over financial reporting based on our audit of the Holding Company and its subsidiary companies, which are companies incorporated in India. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the 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 internal financial controls system over financial reporting of the Holding Company, its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted



accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 Over Financial Reporting

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

Opinion

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

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



V Kothandaraman
Partner
Membership No. 025973
UDIN : 22025973AJRIAH4217

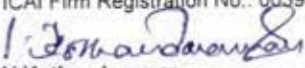
Place of Signature: Chennai
Date: May 26, 2022



Samunnati Financial Intermediation & Services Private Limited
Consolidated Balance Sheet as at 31 March 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at 31 March 2022	As at 31 March 2021
ASSETS			
Financial assets			
a) Cash and cash equivalents	3	1,167.65	1,352.37
b) Bank balances other than (a) above	4	512.15	651.74
c) Trade receivables	5	3,477.40	2,719.66
d) Loans	6	11,061.68	9,220.76
e) Investments	7	192.37	455.95
f) Other financial assets	8	152.09	167.31
		16,563.34	14,567.79
Non-financial assets			
a) Inventories	9	849.16	22.68
b) Current tax assets (net)	10	189.33	62.51
c) Deferred tax assets (net)	11	396.54	145.61
d) Property, plant and equipment	12	108.77	60.71
e) Right of use assets	12	31.23	18.41
f) Other intangible assets	12	800.48	25.39
g) Intangible assets under development	12	71.50	15.38
h) Other non-financial assets	13	243.94	74.59
		2,690.95	425.28
Total assets		19,254.29	14,993.07
LIABILITIES AND EQUITY			
Liabilities			
Financial liabilities			
a) Trade payables	14	0.67	-
Total outstanding dues of micro enterprises and small enterprises		697.42	77.84
Total outstanding dues of creditors other than micro enterprises and small enterprises			
b) Borrowings			
Debt securities	15	5,294.84	4,213.92
Borrowings (other than debt securities)	16	8,043.12	5,343.40
	17	150.35	131.17
c) Other financial liabilities		14,186.40	9,766.33
Non-financial liabilities			
a) Provisions	18	44.46	30.95
b) Other non-financial liabilities	19	216.69	181.99
		261.15	212.94
Equity			
a) Equity share capital	20	20.45	19.76
b) Other equity	21	4,786.29	4,994.04
		4,806.74	5,013.80
Total Liabilities and Equity		19,254.29	14,993.07

The accompanying notes form an integral part of the financial statements
As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: May 26, 2022



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

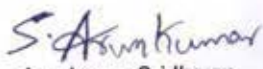

S G Anil Kumar
Director and CEO
DIN : 01189011


Lalit Malik
Group Chief Financial Officer

Place: Chennai
Date: May 26, 2022




Gurunath Neelamani
Whole-time Director
DIN : 02799586


Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Consolidated Statement of profit and loss for the period ended 31 March 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	Year ended 31 March 2022	Year ended 31 March 2021
I Revenue from operations			
(i) Interest income	22	1,599.57	1,574.20
(ii) Sale of traded goods	22	21,155.79	7,567.48
(iii) Other operating revenue	22	107.57	80.27
		22,862.93	9,221.95
II Other income	23	58.08	43.88
III Total income (I+II)		22,921.01	9,265.83
Expenses			
(i) Finance costs	24	1,215.52	793.39
(ii) Impairment on financial instruments & Allowance for expected credit loss	25	936.00	396.45
(iii) Purchase of stock-in-trade	26	21,590.20	7,370.26
(iv) Changes in inventories of stock-in-trade	27	(845.11)	(15.45)
(v) Employee benefit expenses	28	878.33	525.96
(vi) Depreciation and amortization	29	64.79	33.68
(vii) Other expenses	30	408.39	247.93
IV Total expenses		24,248.11	9,352.22
V Loss before tax (III-IV)		(1,327.10)	(86.39)
VI Tax expense	31		
(i) Current tax		-	-
(ii) Deferred tax		(260.71)	(20.10)
VII Loss for the year (V-VI)		(1,066.39)	(66.29)
VIII Other comprehensive income (OCI)			
(i) Items that will not be reclassified to profit or loss:			
- Remeasurement gain / (loss) on defined benefit plans		(2.28)	6.39
(i) Income tax impact thereon	31	0.34	(1.64)
Other comprehensive income (i)+(ii)		(1.94)	4.75
IX Total comprehensive income/(loss) for the year (VII+VIII)		(1,064.45)	(61.54)
X Earnings per equity share (face value ₹ 10/- per equity share)	32		
Basic (₹)		(2,955.14)	(183.97)
Diluted (₹)		(2,955.14)	(183.97)

The accompanying notes form an integral part of the financial statements

As per our report of even date attached
For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: May 26, 2022



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN : 01189011

Calit Malik
Calit Malik
Group Chief Financial Officer

Place: Chennai
Date: May 26, 2022



Gurunath Neelamani
Gurunath Neelamani
Whole-time Director
DIN : 02799586

S. Arunkumar
Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Consolidated Statement of cash flows for the year ended 31 March 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
A. Operating activities		
Loss before tax	(1,327.10)	(86.39)
Adjustments for:		
Depreciation and amortization	64.79	33.68
Employee stock option expenses	57.03	40.98
Loss on sale of property, plant and equipment	0.08	0.74
Income from mutual funds	(14.40)	(4.06)
Income from debt funds	(16.58)	(9.65)
Impairment on financial instruments	200.24	(45.48)
Impairment on trade receivables	220.56	73.94
Bad debts written off	515.20	368.85
Provision on inventory	20.15	-
Amortisation of origination costs of borrowings	-	33.62
Interest expenses towards financing activities	194.82	94.37
Gain on fair valuation on investments	-	(0.51)
Cash generated from operations before working capital changes	(85.22)	500.09
Changes in working capital:		
Loans	(2,556.36)	(2,540.43)
Other financial assets	3.99	(31.95)
Trade receivables	(978.30)	(1,198.78)
Other non-financial assets	(169.92)	2.88
Net movement in provisions	45.02	4.28
Other financial and non-financial liabilities	53.37	65.59
Inventories	(846.63)	(13.93)
Trade payables	620.25	56.49
Cash used in operations	(3,913.80)	(3,155.76)
Income taxes paid (net of refunds)	(117.52)	(38.54)
Net cash used in operating activities (A)	(4,031.32)	(3,194.30)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(173.32)	(27.06)
Proceeds from sale of property, plant and equipment	8.22	1.11
Movement in capital advances	0.57	1.98
Movement in deposits with banks and financial institutions	139.59	(320.92)
Purchase/Sale of investments	263.58	(342.45)
Interest income received on investments measured at amortised cost, FVTPL	30.98	13.84
Net cash (used in) investing activities (B)	269.62	(673.50)
C. Financing activities		
Proceeds from issue of shares including share premium (net of share issue expenses)	0.69	-
Buyback of shares	-	-
Proceeds/Repayment from debt securities	1,067.41	2,568.37
Lease Rent Paid	(16.02)	-
Proceeds/Repayment from other than debt securities	2,699.72	1,462.84
Interest expenses	(194.82)	(95.88)
Net cash generated from financing activities (C)	3,576.99	3,935.33
Net increase in cash and cash equivalents (A+B+C)	(184.72)	67.53
Cash and cash equivalents at the beginning of the year	1,352.37	1,284.84
Cash and cash equivalents at the end of the year	1,167.65	1,352.37
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year (also, refer note 3)		
- Cash on hand	-	1.66
- In deposit accounts (with original maturity of 3 months or less)	408.23	56.94
- Balances with banks in current accounts	759.42	1,293.77
Total	1,167.65	1,352.37

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: May 26, 2022



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN : 01189011

Santhosh
Santhosh
Group Chief Financial Officer

Place: Chennai
Date: May 26, 2022

Gurunath Neelamani
Gurunath Neelamani
Whole-time Director
DIN : 02799586

S. Arunkumar
Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Consolidated Statement of Changes in Equity for the year ended 31 March 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

A. Equity share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	As at 31 March 2022	As at 31 March 2021	As at 31 March 2022	As at 31 March 2021	As at 31 March 2022	As at 31 March 2021
Balance at the beginning of the year	5.74	5.74	16.16	16.16	21.90	21.90
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated Balance at the beginning of the year	5.74	5.74	16.16	16.16	21.90	21.90
Issued during the year	-	-	0.68	-	0.68	-
Buyback of shares	-	-	-	-	-	-
Sub-total	5.74	5.74	16.85	16.16	22.59	21.90
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	16.85	16.16	20.45	19.76

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Equity component of compound financial instruments	Other comprehensive income	Retained Earnings	Total
Balance as at 01 April 2020	39.84	4,953.68	164.31	0.07	-	(1.02)	(119.70)	5,037.18
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated Balance as at 01 April 2020	39.84	4,953.68	164.31	0.07	-	(1.02)	(119.70)	5,037.18
Comprehensive income for the year	-	-	-	-	-	4.75	(66.29)	(61.54)
Issue expenses for debt securities	-	(22.58)	-	-	-	-	-	(22.58)
Employee stock options expense	-	-	40.98	-	-	-	-	40.98
Transfer to statutory reserve	0.75	-	-	-	-	-	(0.75)	-
Balance as at 31 March 2021	40.59	4,931.10	205.29	0.07	-	3.73	(186.74)	4,994.04
Changes in accounting policy or prior period errors (Refer Note 21)	-	-	-	-	-	-	(1.13)	(1.13)
Restated Balance as at 31st March 2021 after above adjustments	40.59	4,931.10	205.29	0.07	-	3.73	(187.87)	4,992.91
Comprehensive income for the year	-	-	-	-	-	1.94	(1,066.39)	(1,064.45)
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Premium on issue of shares	-	812.96	-	-	-	-	-	812.96
Equity Component of Debt Securities issued during the year	-	-	-	-	(23.55)	-	-	(23.55)
Issue expenses for debt securities	-	11.39	-	-	-	-	-	11.39
Employee stock options expense	-	-	57.03	-	-	-	-	57.03
Balance as at 31 March 2022	40.59	5,755.45	262.32	0.07	(23.55)	5.67	(1,254.26)	4,786.29

As per our report of even date attached
For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman

V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: May 26, 2022



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN : 01189011

Lalit Malik
Lalit Malik
Group Chief Financial Officer

Place: Chennai
Date: May 26, 2022

Gurunath Neelamani
Gurunath Neelamani
Director
DIN : 02799586

Arunkumar Sridharan
Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 26, 2022

1 Corporate Information

Samunnati Financial Intermediation & Services Private Limited ('The Holding Company') is a Non-Banking Financial Institution (NBFI) incorporated on June 23, 2014. The Holding Company has received certificate of registration dated February 25, 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Holding Company provides secured and unsecured loans to farmers, farmer producer organizations, community based organizations and Agri-enterprises. The Holding Company commenced active NBFI operations from the month of July 2016. The Holding Company is an NBFC - Systemically Important Non-Deposit taking Company ('NBFC-ND-SI') per regulations of Reserve Bank of India ('RBI').

The Holding Company has four wholly owned subsidiaries as at the year end 31 March 2022.

The following are the details of the subsidiaries:

1. Samunnati Agro Solutions Private Limited ('Agro') which was incorporated on 14 October 2016, and undertakes wholesale trading activities related to agricultural inputs and commodities.
 2. Kamatan Farm Tech Private Limited - The Company has acquired 100% stake in Kamatan Farm Tech Private Limited ('KFTPL') through a share swap on 16 April 2021. Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL.
 3. Samunnati Finance Private Limited ('SFPL') was incorporated on 22 September 2021 and is registered under the Companies Act 2013 as a company limited by shares.
 4. Samunnati Foundation ('the Foundation') was incorporated on 09 March 2020 and is registered under section 8 of the Companies Act 2013 as a company with limited liability. The main objects of the Company are to undertake social oriented programs, activities as deemed appropriate, referred to in schedule VII to the Companies Act 2013, read with section 135 of the Act.
- The Holding Company along with its Subsidiaries, shall hereinafter, be collectively referred to as 'the Group'.

*Samunnati Foundation was consolidated to the group financial statements in the previous year. However the same has not been consolidated in the current year as the intent of the investment is not considered to be commercial in nature so as to get any return on the investments.

2 Basis of preparation of financial statements

2.1 a) Statement of compliance and basis for preparation and presentation of the consolidated financial statements

These consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ('the Act'), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

These consolidated financial statements were approved by the Holding Company Board of Directors and authorised for issue on 26 May 2022.

b) Principles of consolidation

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and can affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the financial statements of the Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions within Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Samunnati Foundation ('the Foundation') is not for profit company hence the same has not been consolidated.

2.2 Functional and presentation currency

These consolidated financial statements are presented in Indian Rupees ('INR' or 'Rs.' or '₹') which is also the Group functional currency. Amounts less than the rounding off norms adopted by the Company are disclosed as 0. All amounts are rounded-off to the nearest millions, unless otherwise indicated.

2.3 Historical cost convention

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values.

2.4 Measurement of fair value changes

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has established policies and procedures with respect to the measurement of fair values. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).



2.5 Critical accounting estimates and judgements

In preparing these consolidated financial statements, management of the Group has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

Effective Interest Rate (EIR) Method

The Holding Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets for Loans

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses, if the credit risk on a financial instrument has not increased significantly since initial recognition.

The Group performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Group compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.
- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Group recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision.



For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans and receivables from trading activities. The Group recognizes lifetime ECL for impaired financial assets.

The loan assets in the books of the Holding Company are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review. The loan portfolio are segmented into two broad categories i.e., loans to Community-Based Organizations or Farmer Producer Organizations 'CBO/FPO and Others' and Agri enterprises.

The Group has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each business vertical indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Loans staging

Name of the pool of loan assets	Stage	Loans Days past due (DPD)
CBO/FPO and others	Stage 1	Upto 60 days
	Stage 2	61 days to 240 days
	Stage 3	More than 240 days
Agri enterprises	Stage 1	Upto 60 days
	Stage 2	61 days to 360 days
	Stage 3	More than 360 days

Estimation of Expected Credit Loss:

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Group uses historical information to determine PD. Considering the different categories of customers, the Holding Company has bifurcated its loan portfolio into two pools (CBO/FPO and others). For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information. For receivables from trading activities, Agro's management had calculated the PD using Incremental 30 DPD approach considering fresh slippage using historical information.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.

Loss Given Default (LGD) - The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Holding Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements. Further the management of the subsidiary Agro had considered the insured portion of receivable consists nil exposure at default.

Forward looking information - While estimating the expected credit losses, the Group reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Group analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Group based on its internal data. While the internal estimates of PD, LGD rates by the Group may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

Impairment of financial instruments for trade receivables from trading and allied activities

The Group applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivables and other contractual rights to receive cash or other financial asset.

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

For trade receivables or any contractual right to receive cash or another financial asset that results from transactions that are within the scope of Ind AS 115, the Group follows 'simplified approach' and measures the loss allowance at an amount equal to lifetime expected credit losses. This impairment allowance is computed based on historical credit loss experience and management assessment.



Impairment of Non-financial assets (PPE)

The impairment assessment of non-financial assets is determined based on estimation of recoverable amount of such assets. The assumptions used in computing the recoverable amount are based on management judgement considering the timing of future cash flows, discount rates and the risks specific to the asset.

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Group's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

2.6 Revenue recognition

a) Recognition of interest income on loans

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost, debt instruments measured at FVTOCI and debt instruments designated at FVTPL. The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded 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.

a) Recognition of interest income on loans

The Holding Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Holding Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Holding Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Sale of goods

To determine whether to recognise revenue from contracts with customers, Agro follows a 5-step process:

- 1 Identifying the contract with customer
- 2 Identifying the performance obligations
- 3 Determining the transaction price
- 4 Allocating the transaction price to the performance obligations
- 5 Recognising revenue when/as performance obligation(s) are satisfied.

Revenue from sale of products or services is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration expected to be received in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duty. Agro has assessed its revenue arrangements based on the substance of the transaction and business model against specific criteria to determine if it is acting as principal or agent.

c) Dividend and interest income on investments

Dividends are recognized in Statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

Interest income from investments is recognized when it is certain that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.



2.7 Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any. Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Useful Life (in Years)
Furniture and fittings	10
Office equipment	5
Computers & accessories	3
Vehicles	4 - 8
Leasehold improvements	5

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

Intangible assets

Other intangible assets are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and impairment losses, if any

The intangible assets, that are not yet ready for their intended use are carried at cost and are reflected under intangible assets under development. Direct costs associated in developing the intangible asset are capitalized when the following criteria are met:

- It is technically feasible to complete the intangible asset so that it will be available for use,
- Management intends to complete the intangible asset and put it to use,
- There is ability to use the intangible asset
- There is an identifiable asset that will generate expected future economic benefits and
- There is an ability to measure reliably the expenditure attributable to the intangible asset during its development.

Otherwise, it is recognized in profit and loss as incurred

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates of useful life. Amortisation is calculated using the straight line method to write down the cost of intangible assets over their estimated useful lives.

An intangible asset is de-recognized on disposal, or when no future economic benefits are expected from its use. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognized in the Statement of Profit and Loss when the asset is de-recognized.

2.8 Foreign exchange transactions and translations

a) Initial recognition

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.



2.9 Financial Instruments

a) Recognition and initial measurements

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)

Amortised cost

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Group measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Group measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the Group's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Group changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Group makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are rec

c) Financial liabilities and equity instruments

Classification of debt and equity

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Group are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.



Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.

d) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by a Group are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109 "Financial Instruments"; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 115 "Revenue from contracts with customers".

e) Derecognition

Financial assets

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Group enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

f) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

g) Write offs

Financial assets are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Group determines that the borrower/customer does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.10 Employee benefits

a) Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

b) Contribution to PF and other funds

Group's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Group has no further obligation other than the contributions made.

c) Gratuity

The Group's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.



d) Leave encashment/ compensated absences

The Group provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.11 Finance cost

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.

2.12 Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Minimum alternate tax ('MAT') credit entitlement is recognized as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. This is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent it is not reasonably certain that normal income tax will be paid during the specified period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequence that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.13 Impairment of assets other than financial assets

The Group reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.



2.14 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Group has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Group can be virtually certain to collect from a third party with respect to the obligation (such as from insurance)

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.15 Leases

The Group's lease asset classes primarily consist of leases for office premises. The Group assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

2.16 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.17 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Group's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.18 Inventories

Inventories are measured at the lower of cost and the net realizable value. Costs includes cost of purchase and other costs incurred in bringing the inventories to the present location and condition, net of discounts and rebates and is determined on weighted average basis. Cost is determined on FIFO basis. Net realizable value represents the estimated selling price of inventories in the ordinary course of business, less the estimated costs necessary to make the sale.



2.19 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind-AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

Operating segments identified by the Group comprises as under:

1. Financing - Providing loans to borrowers and securitisation of such loans
2. Trading and allied activities - Trading of agricultural products and allied activities

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments. Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprises as a whole and are not allocable to a segment on a reasonable basis have been disclosed as 'Unallocated', if any. Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as 'Unallocated', if any.

2.20 Recent accounting pronouncements

a. Changes in Accounting Standards that were applicable and adopted from the current financial year:

The following Accounting Standards have been modified on miscellaneous issues with effect from June 18, 2021. Such changes include clarification/guidance on:

i) Ind AS 107 Financial Instruments: Disclosures – Additional disclosures relating to interest rate benchmark reform (IBOR reform including nature and extent of risks to which the entity is exposed due to financial instruments subject to interest rate benchmark reform and how the Group manages those risks; the Group's progress in completing the transition to alternative benchmark rates and how the Group is managing the transition.

ii) Ind AS 109 Financial Instruments – Guidance provided on accounting for modifications of contracts resulting from changes in the basis for determining the contractual cash flows as a result of the IBOR reform; various exceptions and relaxations have been provided in relation to the hedge accounting.

iii) Ind AS 116 Leases – Extension of optional practical expedient in case of rent concessions as a direct consequence of COVID-19 pandemic till June 30, 2022 and guidance on accounting for modification of lease contracts resulting from the IBOR reform.

iv) Ind AS 102 Share based payments – Alignment of liabilities definition with the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India.

v) Ind AS 103 Business Combination – Alignment of assets and liabilities definition with the Framework for Preparation and Presentation of Financial Statements with Indian Accounting Standards

vi) Amendment of definition of term 'recoverable amount' in Ind AS 105, Ind AS 16 and Ind AS 36 from 'fair value less cost to sell' to 'fair value less cost of disposal'.

None of these amendments has any material impact on the financial statements for the current year.

b) Changes in Schedule III Division III of Companies Act, 2013 notified and adopted by the Group:

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013 to be effective from April 01, 2021. Key amendments relating to Division III which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

In Balance Sheet:

- i) Certain additional disclosures in the statement of changes in equity.
- ii) Specified format for disclosure of shareholding of promoters.
- iii) Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- iv) If the Group has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- v) Specific disclosure under regulatory such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of group, loans and Advances to Promoters, Directors, Key Managerial Personnel (KMP) and related parties, details of benami property held, relationship with struck-off companies, financial ratios, etc.

In Statement of Profit and Loss:

- i) Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head "additional information" in the notes forming part of financial statements.



The amendments are extensive, and the Group has given effect to them as required by law in the current year financial statements to the extent applicable.

c) New accounting standards/amendments notified but not yet effective

The following Accounting Standards have been modified on miscellaneous issues with effect from April 01, 2022. Such changes include clarification/guidance on:

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 (the '10 percent' test).

iii) Ind AS 16 Property, Plant and Equipment (PPE) – Clarification provided on accounting for excess of net sale proceeds of items produced over the cost of testing as deduction from the directly attributable costs considered as part of cost of an item of PPE.

iv) Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets – Illustrative guidance provided on the cost of fulfilling a contract - incremental costs of fulfilling the contract and allocation of other costs that relate directly to fulfilling contracts, and clarification provided on recognising impairment loss that has occurred on assets used in fulfilling the contract before a separate provision for onerous contract established.

None of these amendments is expected to have any material impact on the financial statements of the Group.

2.21 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
3 Cash and cash equivalents		
Cash-on-hand	-	0.29
Balances with banks		
(i) In current account	759.42	1,295.14
(ii) In deposit account (with original maturity up to 3 months)	408.23	56.94
	1,167.65	1,352.37
4 Bank balances other than cash and cash equivalents		
Deposit account with banks -		
- Balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments (Refer note below)	221.45	523.55
- with original maturity of more than 3 months but less than 12 months	290.70	128.19
	512.15	651.74
Details of balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments		
Maturity period of less than 12 months		
(i) Held as collateral against borrowings and securitisation transactions	160.21	467.68
	160.21	467.68
Maturity period of more than 12 months		
(ii) Held as collateral against borrowings and securitisation transactions	61.24	55.87
	61.24	55.87
Total	221.45	523.55
5 Trade receivables		
Unsecured		
Considered good	3,288.03	2,567.44
Less: Allowance for expected credit loss	(31.42)	(15.79)
	3,256.61	2,551.65
Having significant increase in credit risk	252.97	76.95
Less: Allowance for expected credit loss	(42.91)	(44.00)
	210.06	32.95
Credit impaired	328.52	233.89
Less: Allowance for expected credit loss	(317.79)	(98.83)
	10.73	135.06
	3,477.40	2,719.66
(Refer Note 47 for ageing schedule of trade receivables)		
6 Loans		
(A) Term Loans at amortised cost		
To clients	11,414.21	9,374.20
Total- Gross	11,414.21	9,374.20
Less : Impairment loss allowance	(352.53)	(153.44)
Total- Net	11,061.68	9,220.76
(B) Secured/ Unsecured break up		
(i) Secured against tangible assets:		
Gross	1,081.22	374.53
Less: Impairment loss allowances	-	-
Net	1,081.22	374.53
(ii) Secured against receivables:		
Gross	-	5,975.28
Less: Impairment loss allowances	-	(121.68)
Net	-	5,853.60



Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
(iii) Unsecured		
Gross	10,332.99	3,024.39
Less: Impairment loss allowances	(352.53)	(31.76)
Net	9,980.46	2,992.63
Total (B) = (i) + (ii) + (iii)	11,061.68	9,220.76
(C) Loans in/ outside India		
(i) Loans in India		
(a) Public sector	-	-
(b) Others	11,414.21	9,374.20
	11,414.21	9,374.20
Less : Impairment loss allowance	(352.53)	(153.44)
Total (i)	11,061.68	9,220.76
(ii) Loans outside India	-	-
Total (C) = (i) + (ii)	11,061.68	9,220.76

Note: There is no loan asset measured at FVTOCI or FVTPL.

Summary of loans by stage distribution

	Gross Carrying Amount (A)	Impairment Loss Allowance (B)
As at 31 March 2022		
Stage 1 - Considered good	10,312.28	29.48
Stage 2 - Significant increase in credit risk	767.04	43.03
Stage 3 - Credit impaired	334.89	280.02
	11,414.21	352.53
As at 31 March 2021		
Stage 1 - Considered good	8,101.17	27.46
Stage 2 - Significant increase in credit risk	1,109.75	26.54
Stage 3 - Credit impaired	163.28	99.44
	9,374.20	153.44

7 Investments
(A) At amortised cost

(i) In Pass Through Certificates ("PTC")	183.87	222.25
(ii) In non convertible debentures ("NCD")	-	53.69
(iii) Samunnati Foundation	8.50	
850,000 (previous year: 10,000) equity shares of ₹10 each		
(iv) Kamatan Farm Tech Private Limited (unquoted)	-	30.00
(31 March 2021: 300,000) Compulsorily convertible debentures ("CCDs") of Rs. 100 each		

(B) At fair value through profit or loss

(i) In Mutual Funds		
Tata Liquid Fund Regular Plan - Growth	-	50.01
SBI Mutual Fund - Savings Fund	-	100.00
	192.37	455.95

Note: No impairment loss has been provided on the above investments.

Out of above

In India	192.37	455.95
Outside India	-	-
	192.37	455.95



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
8 Other financial assets		
Unsecured, considered good		
Security deposits	18.06	14.93
Employee advances	5.22	4.64
Deposits with financial institutions	111.50	128.00
Interest accrued but not due on deposits with financial institutions	13.17	1.94
Interest strip asset	-	-
Payments receivables on securitisation	-	13.40
Other receivables	4.14	4.40
	152.09	167.31
9 Inventories		
At lower of cost or net realisable value		
Stock in trade	869.31	24.20
Less: Provision for inventory	(20.15)	(1.52)
	849.16	22.68
10 Current tax assets (net)		
Advance income tax (net of provisions for tax)	189.33	62.51
	189.33	62.51
11 Deferred tax assets (net)		

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2021	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2022
Fixed assets	2.17	(8.82)	-	-	(6.65)
Provisions for employee benefits	8.02	5.28	(0.34)	-	12.96
Impairment loss allowance	74.68	102.17	-	(0.14)	176.71
Carried forward losses	18.06	24.97	-	(9.30)	33.73
Employee stock option expenses	36.77	139.09	-	-	175.86
Others	5.91	(1.98)	-	-	3.93
Total	145.61	260.71	(0.34)	(9.44)	396.54

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2020	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2021
Fixed assets	4.07	(1.90)	-	-	2.17
Provisions for employee benefits	7.46	2.20	(1.64)	-	8.02
Impairment loss allowance	67.67	7.01	-	-	74.68
Carried forward losses	-	18.06	-	-	18.06
Employee stock option expenses	36.77	-	-	-	36.77
Others	11.18	(5.27)	-	-	5.91
Total	127.15	20.10	(1.64)	-	145.61

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12 Property, plant and equipment, right of use assets, intangible assets and Intangible assets under development

Particulars	Property, plant and equipment									Right of use assets	Other intangible assets			Intangible assets under development
	Freehold land	Furniture and fittings	Office equipment	Computers & accessories	Vehicles	Biological assets	Leasehold improvements	Plant & Machinery	Total		Goodwill on Consolidation	Computer Software	Total	
Gross block														
Balance as at 01 April 2020	2.31	10.24	11.18	17.92	20.71	0.48	24.18	-	87.02	33.29	-	2.26	2.26	26.74
Additions	-	0.13	0.36	7.24	2.30	-	0.09	-	10.12	0.10	-	28.17	28.17	14.11
Disposals/ deductions	-	(1.22)	(0.37)	-	-	-	(0.90)	-	(2.49)	-	-	(0.11)	(0.11)	(25.47)
Balance as at 31 March 2021	2.31	9.15	11.17	25.16	23.01	0.48	23.37	-	94.65	33.39	-	30.32	30.32	15.38
Additions	27.76	2.58	3.29	21.03	18.69	0.17	-	5.16	78.68	31.53	775.67	20.26	795.93	65.18
Disposals/ deductions	-	(0.63)	(0.45)	(0.14)	(4.49)	-	(0.02)	-	(5.73)	(0.48)	-	-	-	(9.06)
Balance as at 31 March 2022	30.07	11.10	14.00	46.05	37.21	0.65	23.35	5.16	167.60	64.44	775.67	50.58	826.25	71.50
Accumulated depreciation and amortization														
Balance as at 01 April 2020	-	0.93	1.46	5.62	2.57	-	3.31	-	13.89	6.37	-	0.59	0.59	-
Charge for the year	-	0.87	1.65	7.96	5.32	-	4.89	-	20.69	8.61	-	4.38	4.38	-
Disposals	-	(0.35)	(0.13)	-	-	-	(0.16)	-	(0.64)	-	-	(0.04)	(0.04)	-
Balance as at 31 March 2021	-	1.45	2.98	13.58	7.89	-	8.04	-	33.94	14.98	-	4.93	4.93	-
Charge for the year	-	1.45	2.40	10.91	7.65	0.01	5.04	0.26	27.72	18.98	-	20.84	20.84	-
Disposals	-	(0.15)	(0.27)	(0.12)	(2.28)	-	(0.02)	-	(2.84)	-	-	-	-	-
Balance as at 31 March 2022	-	2.76	5.11	24.37	13.26	0.01	13.06	0.26	58.82	33.96	-	25.77	25.77	-
Net block														
As at 31 March 2021	2.31	7.7	8.19	11.58	15.12	0.48	15.33	-	60.71	18.41	-	25.39	25.39	15.38
As at 31 March 2022	30.07	8.35	8.90	21.68	23.95	0.64	10.29	4.901	108.77	30.48	775.67	24.81	800.48	71.50

Intangible Assets under Development ageing Schedule as on March 31, 2022

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	56.58	12.53	2.39	-	71.50
Projects temporarily suspended	-	-	-	-	-
Total	56.58	12.53	2.39	-	71.50

There is no project which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2022.

Intangible Assets under Development ageing Schedule as on March 31, 2021

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	12.99	2.39	-	-	15.38
Projects temporarily suspended	-	-	-	-	-
Total	12.99	2.39	-	-	15.38

There is no project which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2021.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
13 Other non-financial assets		
Capital advance	-	0.57
Prepaid expenses	61.83	26.72
Advance paid to vendors	128.25	20.92
Balances with government authorities	53.86	24.99
Advances to employees	-	1.00
Prepaid rent	-	0.39
	243.94	74.59

14 Trade payables

i) Total outstanding dues of micro and small enterprises	0.67	-
ii) Total outstanding dues of creditors other than micro and small enterprises	697.42	77.84
	698.09	77.84
	698.09	77.84

(Also refer note 48 for ageing of the trade payables)

Disclosures required by the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 are as under

(a) The principal amount remaining unpaid at the end of the year*	0.67	-
(b) The delayed payments of principal amount paid beyond the appointed date during the year	-	-
(c) Interest actually paid under Section 16 of MSMED Act	-	-
(d) Normal Interest due and payable during the year, as per the agreed terms	-	-
(e) Total interest accrued during the year and remaining unpaid	-	-
	0.67	-

*There are no micro, small and medium enterprises to whom the Group owes dues which are outstanding for more than 45 days at the Balance Sheet date, computed on unit wise basis.

The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

15 Debt securities

At amortised cost

Non-convertible redeemable debentures	5,294.84	4,213.92
	5,294.84	4,213.92

Note: There are no debt securities measured at FVTPL or designated as FVTPL

Debt securities in India	777.85	448.07
Debt securities outside India	4,516.99	3,765.85
Total	5,294.84	4,213.92

(also, refer note 44)

16 Borrowings (other than debt securities)

At amortised cost

Term loans:		
from banks	2,201.06	1,729.69
from other parties	4,472.64	3,005.09
Commercial paper	250.00	147.97
Working capital loan	1,092.88	394.93
Interest accrued but not due on borrowings	26.54	-
Liabilities against securitisation (also, refer note (i) below)	-	65.72
	8,043.12	5,343.40

Note: There are no Borrowings measured at FVTPL or designated as FVTPL

Borrowings in India	7,678.10	5,343.40
Borrowings outside India	365.02	-
	8,043.12	5,343.40

i) Liabilities against securitisation represents amounts received in respect of securitisation transactions (net of repayments & investments therein) as these transactions do not meet the de-recognition criteria specified under Ind As 109. These are secured by way of hypothecation of designated assets on finance receivables. There were no liabilities against securitisation for the group during the year ended March 31, 2022.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022	As at 31 March 2021
17 Other financial liabilities		
Creditors for capital goods	-	0.05
Unamortised interest income	23.02	-
Lease liability	36.35	24.65
Employee related payables	72.57	9.60
Provision for expenses	-	19.90
Other payables	18.41	76.97
	150.35	131.17
18 Provisions		
Provision for employee benefits		
Gratuity	20.39	16.85
Compensated absences	24.08	14.10
	44.46	30.95
19 Other non-financial liabilities		
Advance received from customers	178.54	156.28
Statutory dues payable	37.81	24.82
Others	0.34	0.89
	216.69	181.99

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2022		As at 31 March 2021	
	No. of shares	Amount	No. of shares	Amount
20 Equity share capital				
Authorised share capital				
Equity shares of ₹ 10 each	7,50,000	7.50	7,50,000	7.50
Compulsorily convertible preference shares of ₹ 10 each	17,50,000	17.50	17,50,000	17.50
Total	25,00,000	25.00	25,00,000	25.00
Issued				
Equity shares of ₹ 10 each	5,73,861	5.74	5,73,861	5.74
Compulsorily convertible preference shares of ₹ 10 each	16,83,819	16.84	16,16,195	16.16
Subscribed and paid-up:				
Equity shares of ₹ 10 each	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note h) below	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Compulsorily convertible preference shares of ₹ 10 each	16,83,819	16.84	16,16,195	16.16
Total	20,44,157	20.45	19,76,533	19.76
a) Reconciliation of number of equity shares and amount outstanding				
Issued, subscribed and paid-up				
Balance at the beginning of the year	5,73,861	5.74	5,73,861	5.74
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Balance at the end of the year	3,60,338	3.60	3,60,338	3.60
b) Reconciliation of number of preference shares and amount outstanding				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	16,16,195	16.16	16,16,195	16.16
Shares issued during the year	67,624	0.68	-	-
Balance at the end of the year	16,83,819	16.84	16,16,195	16.16
c) Shareholders holding more than 5 percent				
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of ₹ 10 each				
S G Anil Kumar	2,38,257	42%	2,38,257	42%
Samunnati ESOP Welfare Trust	2,13,523	37%	2,13,523	37%
Accel India V (Mauritius) Ltd	75,733	13%	75,733	13%
Compulsorily convertible preference shares of ₹ 10 each				
Elevar M-III	4,21,522	25%	3,78,074	23%
Accel India V (Mauritius) Ltd	3,74,949	22%	3,74,949	23%
ResponsAbility Agriculture I, SLP	3,66,594	22%	3,66,594	23%
Teachers Insurance and Annuity Association of America	2,26,730	13%	2,26,730	14%
Accel Growth Fund V L.P	1,10,075	7%	1,10,075	7%
Elevar I-IV AIF represented by its Trustee Vistra ITCL	1,18,957	7%	99,340	6%



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

d) Equity shares held by promoters at the end of the year

Promoter Name	March 31, 2022		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	42.00%	-

Promoter Name	March 31, 2021		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	42.00%	-

- e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Holding Company.

f) Terms and rights attached to equity shares

The Holding Company has only one class of equity shares having a face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

g) Terms and rights attached to preference shares

The holding Company has issued Series A1, A2, A3, B, C, D and D1 compulsorily convertible preference shares having a face value of ₹ 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the holding Company.

Terms of conversion

Series	Date	Amount
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
		16.84

- h) The Holding Company has given an interest and collateral free loan to ESOP Trust to provide financial assistance for purchase of equity shares of the Holding Company under Employee Stock Option Scheme. The Holding Company has established the ESOP Trust to which the stock options issuable have been transferred. The Holding Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares). Also, refer note 33.



Samunnati Financial Intermediation & Services Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022***(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)***21 Other equity**

	As at 31 March 2022	As at 31 March 2021
Statutory Reserve	40.59	40.59
Securities Premium	5,755.45	4,931.10
Employee stock options outstanding	262.32	205.29
Capital Redemption Reserve	0.07	0.07
Equity component of compound financial instruments	(23.55)	-
Other comprehensive income	5.67	3.73
Retained earnings* (Refer Note below)	(1,254.26)	(186.74)
	4,786.29	4,994.04

* **Note:** Samunnati Foundation was consolidated in the previous year. However the same has not been consolidated in the current year as the intent of the investment is not commercial in nature so as to get any return on the investments. Consequently the retained earnings impact of the PY 20-21 amounting Rs. 1.13 million has been eliminated in the current year consolidation.

Description of the nature and purpose of other equity**Statutory reserve**

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of the Holding Company's profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Holding Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Holding Company.

Equity component of compound financial instruments

Equity component of compound financial instruments represents the Equity portion of Debt Securities.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Group's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2022	Year ended 31 March 2021
22 Revenue from operations		
a) Interest income on financial instruments measured at amortised cost		
Loans	1,552.04	1,488.38
Investment in Pass Through Certificates	24.42	6.06
Security deposits held with lenders	18.56	37.90
Fixed deposits	4.55	38.86
Investment in CCDs	-	3.00
	<u>1,599.57</u>	<u>1,574.20</u>
b) Sale of traded goods		
Agricultural products	21,155.79	7,567.48
	<u>21,155.79</u>	<u>7,567.48</u>
c) Other operating revenue		
	107.57	80.27
	<u>107.57</u>	<u>80.27</u>
Total (a+b+c)	<u>22,862.93</u>	<u>9,221.95</u>
23 Other income		
Interest income on delayed payment of dues by customers	14.46	21.87
Income from mutual fund investments	14.40	4.06
Recovery of defaults in loan serviced	0.92	4.72
Transaction tax recovered	-	-
Gain on fair valuation	-	0.51
Income from debt fund	16.58	9.65
Other income	9.13	3.07
	<u>58.08</u>	<u>43.88</u>
24 Finance costs		
On financial liabilities measured at amortised cost		
Interest expense on:		
Borrowings (other than debt securities)	596.19	404.94
Debt securities	532.06	345.57
Lease liability	4.37	2.55
Other borrowing costs	82.90	40.33
	<u>1,215.52</u>	<u>793.39</u>
25 Impairment on financial instruments		
At amortised cost		
Impairment of loans	200.24	(45.48)
Impairment of trade receivables	220.56	73.94
Bad debts written off	515.20	367.99
	<u>936.00</u>	<u>396.45</u>
26 Purchases of stock-in-trade		
Purchase of stock-in-trade	21,590.20	7,370.26
	<u>21,590.20</u>	<u>7,370.26</u>
27 Changes in inventories of stock in trade		
Opening stock	24.20	8.75
Closing stock	869.31	24.20
	<u>(845.11)</u>	<u>(15.45)</u>
28 Employee benefit expenses		
Salaries and wages (also, refer note 45)	735.93	439.21
Gratuity and leave encashment expenses (Also refer note 34)	26.95	9.29
Contribution to provident and other funds	30.82	15.00
Employee stock option expenses (also, refer note 33)	57.03	40.98
Staff welfare expenses	27.60	14.79
Employee insurance	-	6.69
	<u>878.33</u>	<u>525.96</u>



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2022	Year ended 31 March 2021
29 Depreciation & amortization		
(Also, refer note 12)		
Depreciation on property, plant and equipment	25.88	20.69
Amortisation of intangible assets	19.92	4.38
Amortisation charge on right of use assets	18.98	8.61
	64.79	33.68
30 Other expenses		
Legal and professional charges	144.45	99.64
Consultancy charges	4.95	4.95
Service fee expenses	(2.71)	9.36
Technology and communication expenses	31.48	22.36
Membership and subscription charges	17.58	10.88
Travelling and conveyance	42.33	15.10
Insurance	45.39	17.96
Payments to auditors (also, refer note below)	9.83	4.00
Repairs and maintenance - others	11.73	7.11
Rates and taxes	2.15	0.38
Rent	16.02	15.33
Printing and stationery	4.14	3.36
Power and fuel	3.32	3.35
Sitting fees	3.37	2.59
Loss on sale of property, plant and equipment	0.08	0.74
Marketing expenses	10.49	5.41
Provision for Inventory	20.15	-
Bank charges	-	-
Bad debts written off	-	0.86
Miscellaneous expenses (also, refer note 38)	43.64	24.55
	408.39	247.93
i) Payments to auditors:		
Statutory audit (Balance for FY 2020-21 for previous auditors)*	2.82	-
Statutory audit	4.63	2.70
Limited review*	2.12	0.85
Tax audit*	0.10	0.25
Certification*	0.11	0.10
Others*	0.04	-
Out of pocket expenses*	0.01	0.10
	9.83	4.00
*Includes GST of 9% for the current year		
31 Tax expenses		
a) Income tax recognized in statement of profit and loss		
Current tax:		
In respect of current year	-	-
Deferred tax:		
In respect of current year origination and reversal of temporary differences	(260.71)	(20.10)
Total income tax recognized in statement of profit and loss	(260.71)	(20.10)
b) Income tax recognized in other comprehensive income		
Deferred tax related to items recognized in Other Comprehensive Income during the year:		
Remeasurement of defined employee benefits	0.34	(1.64)
Total income tax recognized in other comprehensive income	0.34	(1.64)
32 Earnings Per Share (EPS)		
Net (loss) attributable to equity shareholders ₹ in millions (Basic and Diluted)	(1,066.39)	(66.29)
Weighted average number of equity shares used in computing basic EPS (in numbers)	3,60,338	3,60,338
Effect of potential dilutive equity shares (in numbers)	19,10,320	19,10,320
Weighted average number of equity shares used in computing diluted earnings per share (in numbers)	22,70,658	22,70,658
Basic EPS (₹) - face value of share ₹10 each	(2,955.14)	(183.97)
Diluted EPS (₹) - face value of share ₹10 each *	(2,955.14)	(183.97)

*Due to the loss incurred for the year ended 31 March 2022 and 31 March 2021, the potential equity shares are considered as anti-dilutive.



33 Employee share based payments**ESOP 2015 Scheme**

- a) On September 08, 2015, the Board of Directors approved and the Holding Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the holding Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors approved and the Holding Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. On May 24, 2019, the Board of Directors approved and the holding Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee.

During the current year board of directors approved issue of 43,380 options to employees and the same was fully granted in the current year.

Particulars	No. of options as at March 31, 2022	Weighted Average Rate	No. of options as at March 31, 2021	Weighted Average Rate
Options outstanding at the beginning of the year	57,565	2,156	48,635	2,170
Granted during the year	43,380	5,022	11,413	7,500
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(15,232)	-	(2,483)	3,403
Options outstanding at the end of the year	85,713	3,473	57,565	3,173
Options exercisable as at the end of the period	10,930	739	15,880	690

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 393 days (previous year 318 days).

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.81%	5.86%	6.80%

Management Stock Option Scheme 2017

On December 20, 2017, the Board of Directors approved and the holding Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Holding Company's Board of Directors approved and the Holding Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days (previous year: 212 days)

Particulars	No. of options as at March 31, 2022	Weighted Average Rate	No. of options as at March 31, 2021	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	15,000	2,902

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	2,938.71
Number of options granted	45,000
Exercise price range (weighted average)	3,752.55
Expected volatility (%)	60.29%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the holding Company has not fair valued such grants. Hence above disclosure is not presented for the same.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

34 Employee benefits

General description of defined benefit plans

a) Gratuity

In accordance with applicable Indian laws, the Group provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provide for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Group does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Group is exposed to a number of risks, the most significant of which are detailed below:

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.

Discount rate

Reduction in discount rate in subsequent valuations can increase the plan's liability.

Details of defined benefit plans as per actuarial valuation are as follows

	Year ended March 31, 2022	Year ended March 31, 2021
Amount recognized in the statement of Profit and Loss		
Current service cost	6.12	6.86
Net Interest cost	1.25	1.32
Total expenses included in employee benefit expenses	7.37	8.18
Amount recognized in Other Comprehensive income		
Remeasurement (gains)/ losses:		
Actuarial (gain)/ losses arising from changes in -		
- Experience adjustments	(2.28)	(6.39)
Total amount recognized in other comprehensive income	(2.28)	(6.39)
	As at	As at
	March 31, 2022	March 31, 2021
Changes in the defined benefit obligation		
Opening defined benefit obligation	16.86	15.06
Opening addition from acquisition of Kamatan Farm Tech Private Limited	1.35	-
Current service cost	6.12	6.86
Interest expense	1.25	1.32
Remeasurement (gains)/losses arising from changes in -		
- Experience adjustments	(2.28)	(6.39)
Benefits paid	(2.91)	-
Closing defined benefit obligation	20.39	16.85
	As at	As at
	March 31, 2022	March 31, 2021
Net defined benefit obligation		
Defined benefit obligation	20.39	16.85
Current portion of the above	2.46	2.08
Non current portion of the above	17.93	14.77
V. Maturity profile of defined benefit obligation (undiscounted)		
	As at	As at
	March 31, 2022	March 31, 2021
Within 1 year	2.46	2.08
1 to 5 years	9.79	10.42
More than 5 years	20.71	39.48



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	As at March 31, 2022	As at March 31, 2021
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	6.7% - 6.9%	6.50%
Attrition rate	15.00%	15.00%
Rate of salary increase	7.00%	7.00%
In- service Morality rate	IAL2012-14Ult	IAL2012-14Ult
II. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows	Year ended March 31, 2022	Year ended March 31, 2021
One percentage point increase in discount rate	(1.08)	(2.03)
One percentage point decrease in discount rate	1.20	2.26
One percentage point increase in salary growth rate	1.21	2.27
One percentage point decrease in salary growth rate	(1.11)	(2.07)

b) Compensated absences

The Group permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Group, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The Group does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	6.7% - 6.9%	6.50%
Rate of salary increase	7.00%	7.00%
Attrition rate over different age brackets	15.00%	15.00%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

II. Expenses recognized in Statement of profit and loss

Included under gratuity and leave encashment expenses

Year ended March 31, 2022	Year ended March 31, 2021
19.58	1.11

III. Net defined benefit obligation

Defined benefit obligation
Current portion of the above
Non current portion of the above

As at March 31, 2022	As at March 31, 2021
24.08	14.1
8.20	3.8
15.88	10.3

35 Capital management

The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholder. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Group determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

Net debt to equity ratio

Debt
Less: Cash and bank balances
Net debt

As at 31 March 2022	As at 31 March 2021
13,337.96	9,557.32
(1,679.80)	(2,004.11)
11,658.16	7,553.21

Total equity
Net debt to equity ratio (%)

4,806.74	5,013.80
242.54%	150.65%



36 Leases

As a lessee

a) Additions to right of use asset

Particulars

Property plant and equipment

Year ended 31-Mar-22	Year ended 31-Mar-21
31.53	0.10

b) Carrying value of right of use asset

Particulars

Right of use asset as on the opening date

Additions during the year

Disposals/ deductions

Depreciation charge for the year

Balance as at the year end

As at 31-Mar-22	As at 31-Mar-21
18.41	26.92
31.53	0.10
(0.48)	-
(18.98)	(8.61)
30.48	18.41

c) Maturity analysis of lease liability

Contractual Undiscounted Cash Flows

Less than 1 year

One to five years

Total undiscounted lease liability

20.09	9.08
20.02	17.25
40.11	26.33

Lease liabilities included in the statement of financial position

36.35	24.65
-------	-------

d) Amounts recognized in Statement of profit or loss

Interest on lease liabilities

Depreciation charge for the year

Expenses relating to short-term leases

Year ended 31-Mar-22	Year ended 31-Mar-21
4.37	2.55
18.98	8.61
16.02	15.33

37 Contingent liabilities and commitments (to the extent not provided for)

Contingent liabilities

Claims against the Group not acknowledged as debts :

The Holding Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18 and AY 18-19 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Holding Company has obtained a stay on collection of the demand provided below. The Holding Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at 31 March 2022	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-
As at 31 March 2021	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

Others

Amounts provided as MRR against securitization transactions

Principal sub-ordination

Cash collateral

As at 31 March 2022	As at 31 March 2021
-	52.59
-	32.66

38 Corporate Social Responsibility

The Holding Company has incurred an expenditure of ₹ 0.87 millions (P.Y. ₹ 1.88 millions) towards CSR activities which includes contribution / donations made to the foundation which are engaged in activities prescribed under Section 135 of the Companies Act, 2013 read with Schedule VII to the said Act.

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Holding Company during the year is ₹ 0.87 millions (previous year: ₹ 1.40 Millions)

Particulars	For the year ended					
	March 31, 2022			31 March 2021		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	0.7	0.17	0.87	1.88	-	1.88

39 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	31 March 2021	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination	31 March 2022
Debt securities	4,213.92	532.06	1087.41	(544.00)	5.45	5,294.84
Borrowings (other than debt securities)	5,343.40	596.19	2699.72	(649.02)	52.83	8,043.12
Total	9,557.32	1,128.25	3,787.13	(1,193.02)	58.28	13,337.96

Particulars	31 March 2020	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination	31 March 2021
Debt securities	1,622.97	404.94	2,568.37	(404.94)	22.58	4,213.92
Borrowings (other than debt securities)	3,842.65	345.57	1,366.96	(245.40)	33.62	5,343.40
Total	5,465.62	750.51	3,935.33	(650.34)	56.20	9,557.32

relates to financing and operating activities

* interest payments in the nature of operating activities



40 Financial Risk Management Framework

The Holding Company's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Group manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include credit risk, liquidity risk and market risk (including interest rate risk and other price risk). Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Group will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Group's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Group continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

(b) Credit risk management

Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Group assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Group has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Group assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Group provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments, Trade receivables - considered good and other financial assets.	Low credit risk	Life time expected credit loss
Loans - Considered good	Low credit risk	12 month expected credit loss
Loans & Trade receivables - having significant increase in credit risk	Moderate credit	Life time expected credit loss
Loans & Trade receivables - credit impaired	High credit risk	Life time expected credit loss or fully provided for

Financial assets that expose the entity to credit risk

Particulars	Nature	As at 31 March 2022	As at 31 March 2021
Cash and cash equivalents (excluding cash on hand)	Low credit risk	1,167.65	1,352.37
Bank balance other than above*	Low credit risk	512.15	651.74
Trade receivables- considered good*	Low credit risk	3,288.03	2,567.44
Trade receivables- having significant increase in credit risk *	Moderate credit risk	252.97	76.95
Trade receivables- credit impaired*	High credit risk	328.52	233.89
Loans - considered good*	Low credit risk	10,312.28	8,101.17
Loans - having significant increase in credit risk*	Moderate credit risk	767.04	1,109.75
Loans - credit impaired*	High credit risk	334.89	163.28
Investments	Low credit risk	192.37	455.95
Other financial assets	Low credit risk	152.09	167.31

(*) These represent gross carrying values of trade receivables & loans, without netting off impairment loss allowance

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.

Trade receivables

Trade receivables is typically unsecured and are derived from revenue earned from customers. To manage the credit risk, the Group periodically assesses the financial reliability of its customers, taking into account the financial condition, economic trends and historical payment pattern. The Group establishes an allowance for doubtful debts that represents its estimate of incurred losses in respect of the Group's trade receivables. Exposures to customers outstanding at the end of each reporting period are reviewed by the Group to determine incurred and expected credit losses.

Movement in the allowance for impairment in respect of trade receivables

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Balance at the beginning of the year	158.62	84.68
Balance taken over from Kamatan Farm Tech Private Limited	12.94	-
Add: Allowance for the year	220.56	74.79
Less: Written off during the year	-	(0.85)
Balance at the end of the year	392.12	158.62

The concentration of credit risk is limited due to the customer base being large and unrelated. In addition to the historical pattern of credit loss, the Group has considered the likelihood of increased credit risk and consequential default considering emerging situations due to COVID-19. The Group closely monitors its customers and assesses conditions such as change in payment terms, inability of the customer to pay etc. depending on severity of each case. Basis this assessment, the allowance for impairment of trade receivables as at March 31, 2022 is considered adequate.

Loans

The Group closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Group assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.



The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India;
2. The client must possess the required KYC documents.
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure**(i) Expected credit losses for financial assets other than loans and trade receivables**

The Group have not made expected credit losses for financial assets other than loans and trade receivables

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at 31 March 2022				
Gross carrying amount	1,167.65	512.15	192.37	152.09
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,167.65	512.15	192.37	152.09
As at 31 March 2021				
Gross carrying amount	1,352.37	651.74	455.95	167.31
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,352.37	651.74	455.95	167.31

ii. Movement of carrying amount and expected credit loss for loans**Definition of default:**

The Holding Company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Segmentation for ECL risk profiling	Stage	Loans Days past due (DPD)
CBO/FPO and others	Stage 1	Upto 60 days
	Stage 2	61 days to 240 days
	Stage 3	More than 240 days
Aqri enterprises	Stage 1	Upto 60 days
	Stage 2	61 days to 360 days
	Stage 3	More than 360 days

Credit Quality of Loan Assets

Particulars	As at 31 March 2022	As at 31 March 2021
Stage 1	10,312.28	8,101.17
Stage 2	767.04	1,109.75
Stage 3	334.89	163.28
Total	11,414.21	9,374.20

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

As at 31 March 2022

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	8,101.17	1,109.75	163.28
New assets originated during the year, netted off repayments and derecognised portfolio	2,555.21	-	-
Transfer to stage 1	264.01	(263.91)	(0.10)
Transfer to stage 2	(348.51)	348.51	-
Transfer to stage 3	(99.54)	(427.30)	526.84
Amounts written off	(160.06)	(0.01)	(355.13)
Gross carrying value of closing balances	10,312.28	767.04	334.89

As at 31 March 2021

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	6,627.74	483.01	85.20
New assets originated during the year, netted off repayments and derecognised portfolio	2,222.55	139.75	103.18
Transfer to stage 1	139.50	(135.29)	(4.21)
Transfer to stage 2	(873.71)	955.56	(1.10)
Transfer to stage 3	(14.91)	(126.82)	141.74
Amounts written off	-	(206.46)	(161.53)
Gross carrying value of closing balances	8,101.17	1,109.75	163.28



Movement in expected credit loss of loans:**As at 31 March 2022**

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	27.46	26.54	99.44
New assets originated during the year, netted off repayments and derecognised portfolio	11.29	-	-
Transfer to stage 1	0.85	(0.85)	-
Transfer to stage 2	(8.33)	8.33	-
Transfer to stage 3	(60.62)	(260.23)	320.85
Impact of ECL on exposures transferred	218.89	269.25	214.86
Amounts written off	(160.06)	(0.01)	(355.13)
ECL allowance - closing balances	29.48	43.03	280.02

As at 31 March 2021

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	99.19	24.57	75.16
New assets originated during the year, netted off repayments and derecognised portfolio	(43.31)	(9.81)	0.17
Transfer to stage 1	(6.64)	10.68	(4.04)
Transfer to stage 2	-	0.99	(0.99)
Transfer to stage 3	(0.29)	(16.15)	16.44
Impact of ECL on exposures transferred	(21.49)	23.08	45.09
Amounts written off	-	(6.82)	(32.39)
ECL allowance - closing balances	27.46	26.54	99.44

i) If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease ₹ 60.72 millions and ₹ (16.21) millions respectively. (As at March 31, 2021: ₹ 90.45 millions)

*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off.

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation, interest strip assets and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

(b) Liquidity Risk Management :

Liquidity risk refers to the risk that the Group cannot meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Group reputation. The Group maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Group periodically. The Group believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 44 which details the Group's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Group may be required to pay.

(c) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Group is exposed to two types of market risk as follows:

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group is subject to interest rate risk, principally because the Group lend to customers at fixed interest rates and for periods that may differ from the Group's funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Group assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Group has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Interest sensitivity*		
Interest rates – increase by 0.50%	15.08	32.16
Interest rates – decrease by 0.50%	(15.08)	(32.16)

* Holding all other variables constant

Price Risk

The Group exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Group has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.



Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The Group is exposed to currency risk to the extent that there is a mismatch between the currencies in which revenues and purchases are denominated, and the functional currency of the Group. The functional currency of the Group is the Indian Rupee (₹). The currency in which these transactions are primarily denominated are in Indian Rupee (₹). Certain export sale transactions of the Group are denominated in US dollars (USD).

Particulars	As at 31 March 2022	As at 31 March 2021
	Amount in USD	Amount in USD
Financial assets		
Trade receivables	-	0.56

41 Fair value measurements**a) Financial instruments measured at amortized cost**

	As at 31 March 2022	As at 31 March 2021
	Carrying value	Carrying value
Financial assets		
Cash and cash equivalents	1,167.65	1,352.37
Other Bank Balances	512.15	651.74
Trade receivables	3,477.40	2,719.66
Loans	11,061.68	9,220.76
Investments	192.37	305.94
Other financial assets	152.09	167.31
	16,563.34	14,417.78
Financial liabilities		
Trade payables	698.09	77.84
Debt securities	5,294.84	4,213.92
Borrowings (other than debt securities)	8,043.12	5,343.40
Other financial liabilities	150.35	131.17
	14,186.40	9,766.33

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
Financial assets					
Investments					
As at 31 March 2022	-	-	-	-	-
As at 31 March 2021	150.01	150.01	150.01	-	-

42 Operating segments**a) Chief Operating Decision Maker**

Operating segments are reported in a manner consistent with the internal reporting to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

b) Operating Segment**Primary Segment (Business Segment)**

The Group is organised primarily into two operating segments i.e a) Financing - Providing loans to Agri enterprises, community based organisations and farmer producer organisations and securitisation of such loans b) Trading and allied activities - Trading of agricultural products and allied activities.

Secondary Segment (Geographical Segment)

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

c) Segment Revenue and Expenses

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment.

d) Segment Assets and Liabilities

Segment assets and segment liabilities represent assets and liabilities in respective segments.

e) Accounting Policies

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments.

	For the Year ended 31 March 2022			
	Financing	Trading and allied activities	Others	Total
Total Income	1,599.57	21,263.36	-	22,862.93
Purchase of Stock in Trade	-	21,590.20	-	21,590.20
Finance Costs	977.17	238.35	-	1,215.52
Depreciation and Amortization	47.61	17.18	-	64.79
Employee Benefit Expenses	627.70	250.63	-	878.33
Profit/(Loss) Before Tax	(968.92)	(358.18)	-	(1,327.10)
Tax Expense	(149.81)	(110.90)	-	(260.71)
Profit/(Loss) after Tax	(819.11)	(247.28)	-	(1,066.39)



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	For the Year ended 31 March 2021			
	Financing	Trading and allied activities	Others	Total
Revenue from operations	1,574.20	7,647.75	-	9,221.95
Purchase of Stock in Trade	-	7,370.26	-	7,370.26
Finance Costs	684.10	109.29	-	793.39
Depreciation and Amortization	28.09	5.59	-	33.68
Employee Benefit Expenses	446.65	79.31	-	525.96
Profit/(Loss) Before Tax	2.77	(90.29)	1.13	(86.39)
Tax Expense	(0.96)	(19.14)	-	(20.10)
Profit/(Loss) after Tax	3.73	(71.15)	1.13	(66.29)

Particulars	For the Year ended 31 March 2022			
	Financing	Trading and allied activities	Others	Total
Segment Assets	13,122.46	6,131.84	-	19,254.30
Segment Liabilities	10,814.04	3,633.52	-	14,447.56

Particulars	For the Year ended 31 March 2021			
	Financing	Trading and allied activities	Others	Total
Segment Assets	11,665.45	3,324.71	2.91	14,993.07
Segment Liabilities	7,782.27	2,195.32	1.68	9,979.27

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

43 Maturity analysis of asset and liabilities

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

Particulars	As at 31 March 2022			As at 31 March 2021		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
Cash and cash equivalents	1,167.65	-	1,167.65	1,352.37	-	1,352.37
Other bank balances	450.91	61.24	512.15	595.87	55.87	651.74
Trade receivables	3,477.40	-	3,477.40	2,719.66	-	2,719.66
Loans	8,026.50	3,035.18	11,061.68	7,488.62	1,732.14	9,220.76
Investments	178.90	13.47	192.37	421.66	34.29	455.95
Other financial assets	134.52	17.57	152.09	138.98	28.33	167.31
	13,435.88	3,127.46	16,563.34	12,717.16	1,850.63	14,567.79
Non- financial assets						
Inventories	849.16	-	849.16	22.68	-	22.68
Current tax assets (net)	-	189.33	189.33	-	62.51	62.51
Deferred tax assets (net)	-	396.54	396.54	-	145.61	145.61
Property, plant and equipment	-	108.77	108.77	-	60.71	60.71
Right of use assets	-	31.23	31.23	-	18.41	18.41
Other intangible assets	-	800.48	800.48	-	25.39	25.39
Intangible assets under development	-	71.50	71.50	-	15.38	15.38
Other non-financial assets	243.94	-	243.94	74.02	0.57	74.59
	1,093.10	1,597.85	2,690.95	96.70	328.58	425.28
LIABILITIES						
Financial Liabilities						
Trade payables	698.09	-	698.09	77.84	-	77.84
Debt securities	914.70	4,380.14	5,294.84	1,440.82	2,773.10	4,213.92
Borrowings (other than debt securities)	6,445.22	1,597.90	8,043.12	4,438.41	904.99	5,343.40
Other financial liabilities	134.09	16.26	150.35	115.55	15.62	131.17
	8,192.10	5,994.30	14,186.40	6,072.62	3,693.71	9,766.33
Non- financial liabilities						
Provisions	10.66	33.80	44.46	5.88	25.07	30.95
Other non-financial liabilities	216.35	0.34	216.69	24.82	157.17	181.99
	227.01	34.14	261.15	30.70	182.24	212.94

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44 Borrowing details as at March 31, 2022

I. Debt securities

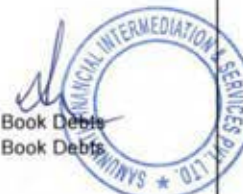
Original Maturity of Loan	Face Value	Date of Allotment	Maturity Date	Rate of Interest	Balance outstanding			Security Details
					Due within one year	Due beyond one year	Total	
Non Convertible Redeemable Debentures								Book Debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.71%	0.40	150.00	150.40	
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.94%	0.79	300.00	300.79	
48 Months	50,000	12-Dec-18	12-Dec-22	12.30%	366.19	-	366.19	
36 Months	5,00,000	17-Jun-20	17-Jun-23	12.75%	50.39	25.00	75.39	
36 Months	10,00,000	19-Jun-20	19-Jun-23	13.00%	0.20	50.00	50.20	
33 months	8,75,000	25-Sep-20	25-Jun-23	12.40%	41.90	247.50	289.40	
36 Months	10,00,000	17-Jul-20	17-Jul-23	12.00%	21.21	250.00	271.21	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	127.84	336.00	463.84	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	126.84	336.00	462.84	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	0.23	354.00	354.23	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	7.64	506.25	513.89	
36 months	10,00,000	05-Apr-21	05-Apr-24	11.64%	21.46	400.00	421.46	
60 months	1,00,000	26-Jul-21	15-Jul-26	10.70%	7.27	345.00	352.27	
36 months	10,00,000	06-Sep-21	06-Sep-24	10.85%	1.78	244.00	245.78	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	134.39	246.67	381.05	
48 Months	10,00,000	15-Feb-22	15-Feb-26	12.16%	8.41	594.00	602.41	
					916.91	4,384.42	5,301.33	

II. Borrowings (other than debt securities)

A. Long Term

Original Maturity of Loan	Rate of Interest	Balance outstanding						Security Details
		Due within one year		Due beyond one year		Total		
		No. of	Amount	No. of	Amount			
Monthly repayment of principal								
36 months	0.125	12.00	70.71	6.00	38.72	109.43	Book Debts	
36 months	11.80%	12.00	52.26	7.00	33.40	85.67	Book Debts	
24 months		8.00	94.71	-	-	94.71	Book Debts, Post dated cheques and Cash Collateral	
	0.1175							
39 months	9.45%	12.00	134.40	16.00	170.40	304.80		
18 months	11.50%	12.00	478.77	1.00	43.82	522.60	Book Debts	
18 months	12.25%	12.00	102.68	1.00	9.07	111.75	Book Debts	
24 months		12.00	143.63	9.00	107.20	250.83	Book Debts, Post dated cheques and Cash Collateral	
	0.1125							
24 months	10.60%	12.00	150.00	12.00	150.00	300.00		
37 Months	9.50%	12.00	44.59	25.00	92.91	137.50		
19 Months	12.25%	12.00	11.34	7.00	6.62	17.96		
36 Months	14.50%	12.00	25.04	24.00	50.08	75.12		
Quarterly repayment of principal								
36 months	12.00%	4.00	250.00	-	-	250.00	Promissory Note and Book Debts	
35 months	11.75%	4.00	50.00	2.00	25.00	75.00	Promissory Note and Book Debts	
36 months	11.50%	4.00	51.21	7.00	87.50	138.71		
30 months	11.60%	4.00	300.00	6.00	450.00	750.00	Book Debts and Post dated cheques	
Annual repayment of principal								
48 months	10.69%	-	4.65	3.00	365.02	369.67	Book Debts	
			1,964.00		1,629.74	3,593.74		





B.Short Term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
6 months	8.75%	1	199.00	Book debts and Cash Collateral
12 months	10.90%	1	95.00	
12 months	10.75%	1	155.00	
Monthly Repayment of Principal				
9 months	11.50%	9	167.28	Book debts and Cash Collateral
9 months	11.35%	9	268.31	
6 months	11.35%	6	250.70	
12 months	10.75%	12	25.67	Book Debts
12 months	11.25%	12	503.33	
12 months	12.00%	9	245.44	
12 months	12.50%	12	100.07	Book debts and Cash
3 Months	7.75%	2	64.47	
2 Months	7.95%	1	94.74	
2 Months	8.15%	1	300.00	
2 Months	8.50%	1	50.00	
7 Months	8.50%	3	5.64	
3 Months	8.75%	2	100.59	
1 Months	11.15%	1	300.00	
12 Months	11.25%	10	135.00	
6 Months	11.00%	6	188.66	
6 Months	11.70%	6	100.00	
9 Months	11.80%	9	362.37	
12 Months	12.00%	9	180.00	
Quarterly Repayment of Principal				
3 months	7.75%	1	90.19	
4 months	11.75%	1	250.00	
3 months	7.50%	1	14.55	
3 months	7.80%	1	6.43	
3 months	8.40%	1	17.99	
3 months	8.50%	1	17.76	
3 months	9.10%	1	81.56	
Half Yearly Repayment of Principal				
7 months	8.50%	1	87.69	Book debts and Cash Collateral
III.OD backed by FD		Not Applicable	23.77	

4,481.22

Borrowing Details as at 31 March 2021

I. Debt securities

Original Maturity of Loan	Face Value	Date of Allotment	Maturity Date	Rate of Interest	Balance outstanding			Security Details
					Due within one year	Due beyond one year	Total	
30 Months	1,00,000	Oct 09, 2018	Apr 09, 2021	12.60%	214.19	-	214.19	Book Debts
37 Months	1,00,000	May 13, 2018	Jun 07, 2021	12.10%	351.95	-	351.95	
33 months	10,00,000	Nov 30, 2018	Aug 31, 2021	12.60%	249.35	-	249.35	
72 Months	10,00,000	Sep 24, 2018	Sep 21, 2021	12.60%	455.85	-	455.85	
48 Months	1,00,000	Dec 12, 2018	Dec 12, 2022	12.30%	13.10	353.10	366.20	
36 Months	8,33,333	Jun 17, 2020	Jun 17, 2023	12.80%	52.16	75.00	127.16	
36 Months	10,00,000	Jun 19, 2020	Jun 19, 2023	13.00%	0.24	50.00	50.24	
33 months	10,00,000	Sep 25, 2020	Jun 25, 2023	11.70%	41.85	288.75	330.60	
36 Months	10,00,000	Jul 17, 2020	Jul 17, 2023	12.00%	21.43	250.00	271.43	
36 Months	10,00,000	Dec 15, 2020	Dec 15, 2023	12.10%	16.01	448.00	464.01	
36 Months	10,00,000	Dec 15, 2020	Dec 15, 2023	12.10%	16.01	448.00	464.01	
36 Months	10,00,000	Mar 31, 2021	Apr 01, 2024	12.30%	0.12	354.00	354.12	
60 months	5,000	Aug 20, 2020	Aug 20, 2025	12.40%	8.56	506.25	514.81	
					1,440.82	2,773.10	4,213.92	

II. Borrowings (Other than Debt Securities)

A. Long Term

Original Maturity of Loan	Rate of Interest		Balance outstanding				Total	Security Details
			Due within one year		Due beyond one year			
			No. of Instalments	Amount	No. of Instalments	Amount		
Monthly repayment of principal								
36 months	12.75%		12	62.56	18.00	109.30	171.86	Book debts and Post Dated Cheques
36 months	13.50%		8	22.27	-	-	22.27	
24 months	12.50%		8	16.71	-	-	16.71	
24 months	12.50%		8	16.71	-	-	16.71	
36 months	9.45%		9	50.45	27.00	149.60	200.05	
24 Months	10.00%		12	82.57	-	-	82.57	Book debts and Cash Collateral
24 Months	11.75%		12	125.00	12.00	93.75	218.75	
36 months	11.80%		12	46.47	19.00	85.44	131.91	
18 Months	14.00%		5	51.12	-	-	51.12	Book debts
36 months	14.00%		12	66.61	12.00	75.12	141.73	
18 months	12.98%		12	61.92	3.00	23.20	85.12	
Quarterly repayment of principal								
36 months	12.00%		4.00	250.00	4.00	250.00	500.00	Book debts and Cash Collateral
35 Months	11.75%		4.00	50.00	6.00	75.00	125.00	Book debts
				902.39		861.41	1,763.80	



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

B. Short-term

C. Short-term				
Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Quarterly repayment of principal				
12 months	11.00%	3	143.00	Book debts and Cash Collateral
12 months	8.00%	3	8.00	
Monthly Repayment of Principal				
12 Months	9.00%	12	200.00	Book debts and Cash Collateral and letter of comfort from holding company
12 months	11% to 12%	12	629.17	
6 months	11.00%	1	150.00	
6 months	9.00%	1	201.00	
6 months	9.80%	6	601.01	
6 months	8.00%	1	7.00	
9 months	13.00%	3	167.00	Book debts and Post Dated Cheques
9 months	12.00%	6	336.00	
9 months	12.00%	9	500.00	
12 months	12.00%	5	22.00	Book debts and letter of comfort from Holding Company
8 months	7.00%	1	29.00	
2 Months	9.75%	1	90.37	
C.OD backed by FD		Not Applicable	127.00	Cash Collateral
C.Bill Discounting Facility	8.85% to 12%	1	177.50	Book Debts
C.Commercial Paper	12.30%	1	147.97	Unsecured
			3,536.02	

Note: The balance outstanding as on 31 March 2022 & 31 March 2021 does not include amortised borrowing cost.

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

45 Related party disclosure

a) Names of related parties and relationship

Relationship	Name of the related party
Key management personnel (KMP)	Anil Kumar S G - Director and CEO Gurunath N - Director Pravesh Sharma - Director of Subsidiary Company (w.e.f April 27, 2021)) Hemendra Mathur, Director of Subsidiary Company Anuj Vijay Kumar Narang, Director of Subsidiary Company (w.e.f November 16, 2021) Nitin Chaudhary - Head, Strategy (Director till October 30, 2021) Ashok Dhamankar - Group Chief Financial Officer Niranjan Chandrasekaran - Company Secretary (upto 29 May 2020) Ashwini Venkataraman - Company Secretary (from 06 November 2020) Mr. Arunkumar Sridharan Company Secretary (w.e.f. March 11, 2022) Independent directors: Sunil Satyapal Gulati Narasimhan Srinivasan Venkatesh Tagat Nominee directors: Mahendran Balachandran Jyotsna Krishnan Akshay Dua Rekha Natrajan Unnithan
Entity in which directors has significant influence	Riviera Investors Private Limited

b) Related party transactions

Nature of transactions	Year ended 31 March 2022	Year ended 31 March 2021
Anil Kumar S G Remuneration *	21.75	18.12
Gurunath N Remuneration *	11.86	8.28
Nitin Chaudhary Remuneration *	9.12	8.86
Loans given	-	1.00
Loans repaid	0.15	0.85
Pravesh Sharma Remuneration paid	1.43	-
Salary deduction of Director (Loan recovery)	1.10	-
Ashok Dhamankar Remuneration *	16.94	12.74
Niranjan Chandrasekaran Remuneration *	-	0.17
Ashwini Venkataraman Remuneration *	0.28	0.28
Arunkumar Sridharan Remuneration *	0.10	-
Sitting fees paid		
Sunil Satyapal Gulati	1.26	0.83
Narasimhan Srinivasan	1.11	0.70
Venkatesh Tagat	0.98	0.88
Hemendra Mathur	0.02	-

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Group, including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure, since the exact amount is not ascertainable.

c) Balances at the end of the year

Particulars	As at 31 March 2022	As at 31 March 2021
Pravesh Sharma		
Loan receivable	2.32	0



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

46 Additional Information on the entities included in the consolidated financial statements

Name of the entity in the Group	As at 31 March 2022		As at 31 March 2021	
	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets
Parent / The Holding Company	3,083.85	64.16%	3,883.18	77.45%
Subsidiaries(Indian):				
Samunnati Agro Solutions Private Limited	1,703.47	35.44%	1,129.39	22.53%
Kamatan Farm Tech Private Limited	19.39	0.40%	-	0.00%
Samunnati Finance Private Limited	0.03	0.00%	-	0.00%
Samunnati Foundation	-	0.00%	1.23	0.02%
	4,806.74		5,013.80	

Year ended 31 March 2022

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	(815.56)	76.48%	2.07	106.70%	(813.49)	76.42%
Subsidiaries(Indian):						
Samunnati Agro Solutions Private Limited	(209.55)	19.65%	0.13	6.70%	(209.42)	19.67%
Kamatan Farm Tech Private Limited	(41.31)	3.87%	(0.26)	-13.40%	(41.57)	3.91%
Samunnati Finance Private Limited	0.03	0.00%	-	0.00%	0.03	0.00%
Samunnati Foundation	-	0.00%	-	0.00%	-	0.00%
	(1,066.39)		1.94		(1,064.45)	

Year ended 31 March 2021

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	(109.82)	165.67%	4.11	86.53%	(105.71)	171.77%
Subsidiaries(Indian):						
Samunnati Agro Solutions Private Limited	42.40	-63.96%	0.64	13.47%	43.04	-69.94%
Samunnati Foundation	1.13	-1.70%	-	0.00%	1.13	-1.84%
	(66.29)		4.75		(61.54)	



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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

47 Trade receivables ageing schedule

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
As at March 31, 2022							
Undisputed Trade Receivables – considered good	2,817.03	471.00	-	-	-	-	3,288.03
Undisputed Trade Receivables – which have significant increase in credit risk	-	133.00	119.97	-	-	-	252.97
Undisputed Trade receivable – credit impaired	-	-	4.60	96.80	125.16	101.96	328.52
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	2,817.03	604.00	124.57	96.80	125.16	101.96	3,869.52
Less: Allowance for expected credit loss							(392.12)
Net Total							3,477.40

As at March 31, 2021

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade Receivables – considered good	2,433.09	134.34	-	-	-	-	2,567.44
Undisputed Trade Receivables – which have significant increase in credit risk	-	15.30	61.65	-	-	-	76.95
Undisputed Trade receivable – credit impaired	-	-	-	150.21	62.81	20.87	233.89
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	2,433.09	149.64	61.65	150.21	62.81	20.87	2,878.28
Less: Allowance for expected credit loss							(158.62)
Net Total							2,719.66

48 Trade payables ageing schedule

As at March 31, 2022						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	0.67	-	-	-	-	0.67
(ii) Others	32.52	643.19	17.51	1.38	2.82	697.42
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	33.19	643.19	17.51	1.38	2.82	698.09

As at March 31, 2021						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	-	76.33	1.42	0.09	-	77.84
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	-	76.33	1.42	0.09	-	77.84

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

49 Covid-19 impact

The Outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and corresponding slowdown in the economic activities. The Group has developed estimates and applied management overlays for the purpose of determination of the provision for impairment of financial assets and provisions held by the Group are in excess of the RBI prescribed norms (wherever applicable). As the pandemic situation is dynamic and still evolving, the extent to which it will continue to impact the Group's results is dependent on ongoing as well as future developments, which are highly uncertain. The Group will continue to monitor future economic conditions and update its assessment.

Considering the unique and wide spread impact of COVID-19, the Group has estimated credit loss ('ECL') allowance towards its loan assets and managed portfolio of Rs. 352.53 million and Rs. 392.12 million towards trade receivables, based on the information available at this point in time including economic forecasts. The Group believes that it has considered all the possible impact of the known events arising out of COVID-19 pandemic in the preparation of these financial statements.

The underlying forecasts and assumptions applied by the Group in determination of ECL allowance are subject to uncertainties which are often outside the control of the Group and accordingly, actual results may differ from these estimates. Any potential excess/shortfall based on actual experience will be adjusted in the relevant period in future. The Group will continue to closely monitor the impact and any material changes in both the internal and external environments. The Group has been duly servicing its debt obligations. The Group's Management believes that Capital Adequacy and Liquidity position remains strong and shall continue to be an area of focus.

50 Additional regulatory disclosures

- a. The Group owns freehold land and the title deeds of the freehold land is held in the name of the Group.
- b. The Group does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Group.
- c. The Group has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Group.
- d. Prior to acquisition, Kamatan Farm Tech Private Limited had granted loan of Rs 4.30 million in FY 2017-18 to a promoter/ director. As per the sanction terms the loan is to be repaid within 2 years from the date of sanction that is 08-11-2020. However the amount has been partially repaid and the balance o/s as on March 31, 2022 is Rs 2.32 million.
- e. The Group has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- f. No benami property are held by the Group and or no proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- g. The Group has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

- h. The Group has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, the following are the transactions with struck off Companies:

Name of the struck off company [#]	Nature of transactions with struck off company	Balance outstanding as at March 31, 2022	Balance outstanding as at March 31, 2021
Aamrapalli Agro Producer Company Limited*	Receivables	-	1.12
Greentech Paper Boards Private Limited	Advance to Suppliers	-	-
Itarsi Oils & Flours Private Limited		0.38	0.17

* The balances was completely written off in the current year.

[#]The Group does not hold any relationship with the struck off Companies.

- i. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- j. The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- k. The Group has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Group.
- l. Other than the transactions that are carried out as part of Group's normal lending business:
- A) The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- B) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall -
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- m. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- n. The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

51 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 Group 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.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

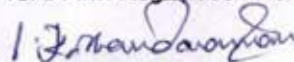
52 Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



Kothandaraman V

Partner

Membership No.: 025973

Place: Chennai

Date: May 26, 2022



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited



S G Anil Kumar

Director and CEO

DIN : 01189011



Lalit Malik

Group Chief Financial Officer

Place: Chennai

Date: May 26, 2022



Gurunath Neelamani

Whole-time Director

DIN : 02799586



Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 26, 2022

INDEPENDENT AUDITORS' REPORT

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the standalone financial statements of Samunnati Financial Intermediation & 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 (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 2022, and loss 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 attention to Note 44 to the financial statements, 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.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 5 and Note 23 to the Standalone Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Company. The Company has loans	Read and assessed the Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis.

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aggregating Rs. 12,833.79 million as at March 31, 2022. The Company has made a provision for impairment loss aggregating Rs. 352.53 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter. Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Additionally, the economic and business consequences of the COVID 19 pandemic as described in Note 44 to the standalone Ind AS financial statements, slowdown of economic activity, moratoriums granted to borrowers, the related regulatory directives and also the applicable accounting directions, further affect provisioning under the ECL approach. Note 2.5 to the standalone Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	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 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 in view of Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors (including COVID-19 pandemic). Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Assessed disclosures included in the standalone Ind AS financial statements in respect of expected credit losses including the specific disclosures made with regard to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL estimation.
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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. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated. When we read the reports containing 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.



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, loss 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 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 29 July 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 "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.
 - (e) The matter described in the Emphasis of matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) 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.
 - (g) 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, we refer to our separate Report in "Annexure B".



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

- i. The Company has disclosed the impact of pending litigations as at 31 March 2022 on its financial position in its standalone financial statements – Refer Note 38 to the standalone financial statements;
- ii. The Company has long-term contracts including derivative contracts for which material foreseeable losses as at 31 March 2022 has been provided.
- 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

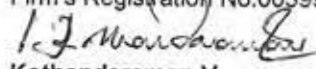
(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(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 misstatement.
- v. The Company has not paid or declared dividend during the year and until the date of this report.

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


Kothandaraman V
Partner
Membership No. 025973
UDIN: 22025973AJRHGQ6239

Place of Signature:
Date: May 26, 2022



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 Samunnati Financial Intermediation & 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 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) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at Balance Sheet date.
- 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 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 inventory. Accordingly, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- b) Based on our audit procedures & according to the information and explanation given to us, the Company has not been sanctioned working capital limits in excess of five crore rupees from banks or financial institution on the basis of security of current assets and hence the question of filing quarterly returns or statements by the company with such banks or financial institutions does not arise. Accordingly, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- (iii) Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in and granted 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:
- (a) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.



- (b) The investments made and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans provided, during the year 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 2.5 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loan assets. In accordance with that policy, loan assets with balances as at March 31, 2022, aggregating Rs. 334.89 million were categorised as credit impaired ("Stage 3") and Rs. 767.04 million 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 5 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating Rs. 11,731.86 million, 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 Rs. 1,167.27 million were 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 Rs. 477.21 million. 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 explanations given to us, the Company has not granted any loans or provided any guarantee or security to any director of the Company and hence the provisions of Section 185 of the Act is not applicable to the Company. The Company has complied with the provisions of Section 186 as applicable
- (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. 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 not deposited (Rs.in millions)	Amount paid (Rs.in millions)	Period to which amounts relates	Forum where disputes is pending
Income Tax Act, 1961	Income tax and Interest	10.18	2.10	AY 2016-17	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income tax and Interest	3.57	0.80	AY 2017-18	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income tax and Interest	0.29	Nil	AY 2018-19	Assessing Officer

- (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 subsidiaries. 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 subsidiaries. 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) of the Order is not applicable to the Company.

- (b) The Company had acquired 100% stake in Kamatan Farm Tech Private Limited ('KFTPL') through a share swap on April 16, 2021. Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL through a private placement. According to the information and explanations given to us, the Company has complied with the requirements of section 42 and section 62 of the Companies Act, 2013 to the extent applicable. Since no monies have been received, the question of whether the funds raised have been used for the purposes for which the funds were raised does not arise.
- (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 on the Company has been noticed or reported during the year.
- (b) 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 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 required to be registered 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 conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (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,



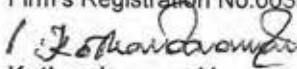
paragraph 3(xvi)(d) of the Order is not applicable to the Company.

- (xvii) The company has incurred cash losses of Rs.768.39 million in the financial year and Rs. Nil 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) In respect of other than ongoing projects, the Company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act, except in respect of the following cases:

Financial year	Amount unspent on CSR activities other than On going Projects (Rs. in millions)	Amount Transferred to Fund specified in Sch VII within 6 months from the end of the Financial Year (Rs. in millions)	Amount Transferred after the due date (specify the date of deposit) (Rs. in millions)	Date of deposit
2021-22	0.17	-	-	-

However, the time period for such transfer as permitted under the second proviso to sub section (5) of section 135 of the Act, has not elapsed till the date of our audit report.

- (b) Based on our audit procedures and according to the information and explanations given to us, the Company is not required to transfer unspent amount under sub-section (5) of section 135 of the Companies Act, pursuant to ongoing project to special account in compliance with provision of sub-section (6) of section 135. Accordingly, paragraph 3(xx)(b) of the Order is not applicable to the Company.

For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No.003990S/S200018

Kothandaraman V
Partner
Membership No. 025973
UDIN: 22025973AJRHGQ6239

Place of Signature: Chennai
Date: May 26, 2022



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

Management's Responsibility for Internal Financial Controls

Auditors' Responsibility

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.

Meaning of Internal Financial Controls with reference to standalone financial statements

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

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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

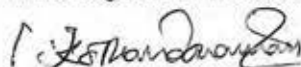
We have audited the internal financial controls with reference to standalone financial statements of Samunnati Financial Intermediation & Services Private Limited ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an 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



Kothandaraman V

Partner

Membership No. 025973

UDIN: 22025973AJRHGQ6239

Place of Signature: Chennai

Date: May 26, 2022



Samunnati Financial Intermediation & Services Private Limited
Standalone Balance Sheet as at March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at March 31, 2022	As at March 31, 2021
Assets			
Financial assets			
Cash and cash equivalents	3	990.48	1,157.74
Other bank balances	4	221.45	523.55
Loans	5	12,481.26	9,876.19
Investments	6	1,811.11	1,156.14
Other financial assets	7	81.74	111.33
		15,586.04	12,624.95
Non-financial assets			
Current tax assets (net)	8	175.89	58.42
Deferred tax assets (net)	9	245.22	105.09
Property, plant and equipment	10	59.97	54.38
Right of use assets	10	12.37	11.22
Intangible assets under development	10	27.68	0.46
Other intangible assets	10	24.76	25.23
Other non-financial assets	11	37.63	28.02
		583.52	282.82
Total assets		16,169.56	12,907.77
Liabilities and Equity			
Liabilities			
Financial liabilities			
Payables	12		
Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises		0.67	0.13
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		45.45	15.96
Debt securities	13	5,301.33	4,213.92
Borrowings (other than debt securities)	14	5,326.48	3,479.32
Other financial liabilities	15	90.93	28.80
		10,764.86	7,738.13
Non-financial liabilities			
Provisions	16	34.43	27.30
Other non-financial liabilities	17	26.73	16.75
		61.16	44.05
Equity			
Share capital	18	20.45	19.76
Other equity	19	5,323.09	5,105.83
		5,343.54	5,125.59
Total Liabilities and Equity		16,169.56	12,907.77

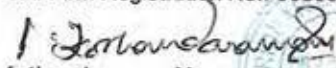
The accompanying notes form an integral part of the financial statements

as per our report of even date attached

for **PKF Sridhar & Santhanam LLP**

Chartered Accountants

CAI Firm Registration No.: 003990S/S200018

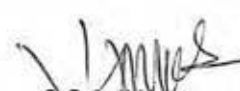

G. S. Sridhar
 Partner
 Membership No.: 025973

Place: Chennai

Date: May 26, 2022

For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited


S. G. Anil Kumar
 Director and CEO
 DIN : 01189011


Lalit Malik
 Group Chief Financial Officer

Place: Chennai

Date: May 26, 2022


Gurunath Neelamani
 Whole-time Director
 DIN : 02799586


Arunkumar Sridharan
 Company Secretary
 Membership No.: F7112
 Place: Chennai
 Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of profit and loss for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	FY ended March 31, 2022	FY ended March 31, 2021
I Revenue from operations			
i Interest income	20	1,692.46	1,603.86
		1,692.46	1,603.86
II Other income	21	82.46	72.97
III Total income (I+II)		1,774.92	1,676.83
Expenses			
i Finance costs	22	977.17	684.10
ii Impairment on financial instruments	23	715.44	322.51
iii Employee benefit expenses	24	627.70	465.76
iv Depreciation and amortization	25	47.61	28.09
v Other expenses	26	223.00	173.60
IV Total expenses		2,590.92	1,674.06
V Profit / (loss) before tax (III-IV)		(816.00)	2.77
VI Tax expense	26		
i Current tax		-	-
ii Deferred tax		(149.81)	(0.96)
		(149.81)	(0.96)
VII Profit / (loss) for the year (V-VI)		(666.19)	3.73
VIII Other comprehensive income (OCI)			
i Items that will not be reclassified to profit or loss			
a) Remeasurement (gains) and losses on defined benefit plans		(2.45)	(5.49)
ii Income tax impact thereon	26	0.38	1.38
Other comprehensive income (i)+(ii)		(2.07)	(4.11)
IX Total comprehensive income for the year (VII+VIII)		(664.12)	7.84
X Earnings per equity share (face value Rs. 10/- per equity share)	29		
Basic (₹)		(1,846.11)	10.35
Diluted (₹)		(1,846.11)	1.64

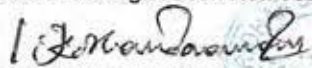
The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

CAI Firm Registration No.: 003990S/S200018


Cothandaraman V
 Partner
 Membership No.: 025973

Place: Chennai

Date: May 26, 2022

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
 Director and CEO
 DIN : 01189011


Lalit Malik
 Group Chief Financial Officer

Place: Chennai
 Date: May 26, 2022


Gurunath Neelamani
 Whole-time Director
 DIN : 02799586


Arunkumar Sridharan
 Company Secretary
 Membership No.: F7112
 Place: Chennai
 Date: May 26, 2022

Samunnati Financial Intermediation & Services Private Limited
Standalone Cash Flow Statement for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
A. Operating activities		
Profit / (loss) before tax	(816.00)	2.77
Adjustments for:		
Depreciation and amortization	47.61	28.09
Employee stock option expenses	57.03	40.98
(Profit) / loss on sale of property, plant and equipment	(0.27)	0.74
Income from mutual funds	(13.84)	(4.00)
Income from debt funds	(16.58)	(9.65)
Impairment on financial instruments	200.24	23.59
Bad debts written off	515.20	298.92
Amortisation of origination costs of borrowings	43.74	22.59
	833.13	401.26
Cash generated from operations before working capital changes	17.13	404.03
Changes in working capital:		
Loans	(3,520.51)	(2,570.43)
Other financial assets	29.02	(4.91)
Other non-financial assets	(9.61)	2.88
Net movement in provisions	9.58	3.51
Trade Payables	30.03	(0.68)
Other financial and non-financial liabilities	72.11	(39.89)
Cash used in operations	(3,372.25)	(2,205.49)
Income taxes paid (net of refunds)	(108.17)	(43.53)
Net cash (used in) operating activities (A)	(3,480.42)	(2,249.02)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(74.07)	(12.21)
Proceeds from sale of property, plant and equipment	2.59	1.02
Movement in capital advances	0.57	1.98
Movement in deposits with banks and financial institutions	302.10	(259.51)
Purchase of investments	(217.27)	(376.04)
Proceeds from sale of investments	375.94	-
Interest income received on investments measured at amortised	30.42	13.65
Net cash generated from / (used in) investing activities (B)	420.28	(631.11)
C. Financing activities		
Utilisation of securities premium	10.72	-
Issue of Compulsorily Convertible Preference Shares	0.68	-
Proceeds from debt securities	2,078.23	3,143.37
Repayment of debt securities	(990.82)	(575.00)
Lease rental paid	(9.35)	-
Proceeds from other than debt securities	6,478.44	3,756.50
Repayment of other than debt securities	(4,675.02)	(3,471.02)
Net cash generated from financing activities (C)	2,892.88	2,853.85
Net decrease in cash and cash equivalents (A+B+C)	(167.26)	(26.28)
Cash and cash equivalents at the beginning of the year	1,157.74	1,184.02
Cash and cash equivalents at the end of the year	990.48	1,157.74



Samunnati Financial Intermediation & Services Private Limited
Standalone Cash Flow Statement for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand	-	0.08
- Balances with banks in current accounts	582.44	1,157.66
- Balance in deposit account (with original maturity up to 3 months)	408.04	-
Total	990.48	1,157.74

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

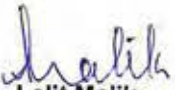
For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018


Kothandaraman V
Partner
Membership No.: 025973

Place: Chennai
Date: May 26, 2022

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

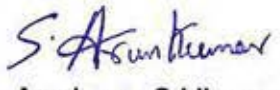

S G Anil Kumar
Director and CEO
DIN : 01189011


Lalit Malik
Group Chief Financial Officer

Place: Chennai
Date: May 26, 2022




Gurunath Neelamani
Whole-time Director
DIN : 02799586


Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 26, 2022

A. Equity share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Balance at the beginning of the year	5.74	5.74	16.16	16.16	21.90	21.90
Changes in Equity Share Capital due to prior period errors	-	-	-	-	-	-
Issued during the year	-	-	0.68	-	0.68	-
Sub-total	5.74	5.74	16.84	16.16	22.58	21.90
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	16.84	16.16	20.45	19.76

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Other comprehensive Income	Retained Earnings	Total
Balance as at April 01, 2020	39.84	4,953.68	164.31	0.07	(1.11)	(77.20)	5,079.59
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	4.11	3.73	7.84
Transfer to statutory reserve	0.75	-	-	-	-	(0.75)	-
Issue expenses for debt securities	-	(22.58)	-	-	-	-	(22.58)
Employee stock options exercised	-	-	40.98	-	-	-	40.98
Balance as at March 31, 2021	40.59	4,931.10	205.29	0.07	3.00	(74.22)	5,105.83
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	2.07	(666.19)	(664.12)
Transfer to statutory reserve	-	-	-	-	-	-	-
Premium on issue of shares	-	812.96	-	-	-	-	812.96
Issue expenses for debt securities	-	11.39	-	-	-	-	11.39
Employee stock options expense	-	-	57.03	-	-	-	57.03
Balance as at March 31, 2022	40.59	5,755.45	262.32	0.07	5.07	(740.41)	5,323.09

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

Kothandaraman V

Kothandaraman V

Partner

Membership No.: 025973

Place: Chennai

Date: May 26, 2022

For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar

S G Anil Kumar

Director and CEO

DIN : 01189011

Lalit Malik

Lalit Malik

Group Chief Financial Officer

Place: Chennai



Gurunath Neelamani

Gurunath Neelamani

Whole-time Director

DIN : 02799586

S. Arunkumar

Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

1. Corporate information:

Samunnati Financial Intermediation & Services Private Limited ('The Company') is a Non-Banking Financial Institution (NBFI) incorporated on June 23, 2014. The Company has received certificate of registration dated February 25, 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Company provides secured and unsecured loans to farmers, farmer producer organizations, community based organizations and Agri-enterprises. The company commenced active NBFI operations from the month of July 2016. The Company is an NBFC - Systemically Important Non-Deposit taking Company ('NBFC-ND-SI') per regulations of Reserve Bank of India ('RBI').

2. Basis of preparation of financial statements

2.1. Statement of compliance with Ind AS and basis for preparation and presentation of financial statements

These standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

The company has adopted Ind AS from April 01, 2020, 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 adopted.

These standalone financial statements were approved by the Company's Board of Directors and authorized for issue on May 26, 2022.

2.2. Functional and presentation currency

These financial statements are presented in Indian Rupees ('INR' or 'Rs.') which is also the Company's functional currency. Amounts less than the rounding off norms adopted by the Company are disclosed as 0. All amounts are rounded-off to the nearest millions, unless otherwise indicated.

2.3. Historical cost convention

The financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the Accounting Policies set out below.

The financial statements are prepared on a 'going concern' basis using accrual concept except for the cash flow information.

2.4. Measurement of fair value changes

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has established policies and procedures with respect to the measurement of fair values. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

2.5. Critical accounting estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Estimation of uncertainties relating to the global health pandemic from COVID-19

The Company has made detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, financial and non financial assets. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company continues to evaluate them as highly probable considering the present business trends. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 which may be different from that estimated as at the date of approval of the financial statements. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Effective Interest (EIR) Method

The Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses, if the credit risk on a financial instrument has not increased significantly since initial recognition.

Lifetime expected credit losses means expected credit losses that result from all possible default events over the expected life of a financial asset.

12-month expected credit losses means the portion of Lifetime ECL that represent the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Company performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Company compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.
- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Company recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision.

For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans. The Company recognizes lifetime ECL for impaired financial assets.

The loans are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review. The loan portfolio are segmented into two broad categories i.e., loans to Community-Based Organizations or Farmer Producer Organizations 'CBO/FPO and Others' and Agri enterprises.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The Company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each business vertical indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Name of the pool of loan assets	Stage	Loans Days past due (DPD)
CBO/FPO and Others		
	Stage 1	Upto 60 days
	Stage 2	61 days to 240 days
	Stage 3	More than 240 days
Agri enterprises		
	Stage 1	Upto 60 days
	Stage 2	61 days to 360 days
	Stage 3	More than 360 days

Estimation of Expected Credit Loss:

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Company uses historical information to determine PD. Considering the different categories of customers, the Company has bifurcated its loan portfolio into two pools (CBO/FPO and others). For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.

Loss Given Default (LGD) - The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements.

Forward looking information - While estimating the expected credit losses, the Company reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Company analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Company based on its internal data. While the internal estimates of PD, LGD rates by the Company may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

Impairment of non-financial assets (PPE)

The impairment assessment of non-financial assets is determined based on estimation of recoverable amount of such assets. The assumptions used in computing the recoverable amount are based on



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

management judgement considering the timing of future cash flows, discount rates and the risks specific to the asset.

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Company's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

2.6. Revenue recognition**a) Recognition of interest income on loans**

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost, debt instruments measured at FVTOCI and debt instruments designated at FVTPL. The 'effective interest method' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded 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 the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Dividend and interest income on investments

Dividends are recognized in Statement of profit and loss only when the right to receive 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.



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Interest income from investments is recognized when it is certain that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7. Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Life in Years
Furniture and fittings	10
Office equipment	5
Computers and accessories	3
Vehicles	4 – 8
Leasehold improvements	5

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized

2.8. Intangible assets

Intangible assets are stated at cost less accumulated amortization and accumulated impairment loss, if any.

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates of useful life. Amortisation is calculated using the straight line method to write down the cost of intangible assets over their estimated useful lives.

The Intangible assets are amortised with in three years.

2.9. Investment in subsidiaries

Investments in subsidiaries are measured at cost less accumulated impairment, if any.

2.10. Foreign exchange transactions and translations**a) Initial recognition**

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such



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transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.

2.11. Financial Instruments**a) Recognition and initial measurements**

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)

Amortised cost

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Company measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Company measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Company subsequently measures all equity investments at fair value through profit or loss, unless the Company's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.



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Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Company makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.

c) Financial liabilities and equity instruments**Classification of debt and equity**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Company are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.



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d) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by a Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109 "Financial Instruments"; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 115 "Revenue from contracts with customers".

e) Derecognition**Financial assets**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

f) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

g) Write offs

Loans are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.12. Employee benefits**a) Short- term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.



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b) Contribution to provident fund and other funds

Company's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Company has no further obligation other than the contributions made.

c) Gratuity

The Company's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.

d) Leave encashment/ compensated absences/ sick leave.

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.13. Finance cost

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.

2.14. Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.



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a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Minimum alternate tax ('MAT') credit entitlement is recognized as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. This is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent it is not reasonably certain that normal income tax will be paid during the specified period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequence that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.15. Impairment of assets other than financial assets

The Company reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

2.16. Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Company and



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amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.17. Leases

The Company's lease asset classes primarily consist of leases for office premises. The Company assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.



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2.18. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.19. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.20. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company is primarily engaged in financing agri businesses. The Company's activity falls within a single primary business segment. The Company operates primarily in India and there is no other geographical segment.

2.21. Recent accounting pronouncements

a) Changes in Accounting Standards that were applicable and adopted from the current financial year:

The following Accounting Standards have been modified on miscellaneous issues with effect from June 18, 2021. Such changes include clarification/guidance on:

- i) Ind AS 107 Financial Instruments: Disclosures – Additional disclosures relating to interest rate benchmark reform (IBOR reform) including nature and extent of risks to which the entity is exposed due to financial instruments subject to interest rate benchmark reform and how the Company manages those risks; the Company's progress in completing the transition to alternative benchmark rates and how the Company is managing the transition.
- ii) Ind AS 109 Financial Instruments – Guidance provided on accounting for modifications of contracts resulting from changes in the basis for determining the contractual cash flows as a result of the IBOR reform; various exceptions and relaxations have been provided in relation to the hedge accounting.
- iii) Ind AS 116 Leases – Extension of optional practical expedient in case of rent concessions as a direct consequence of COVID-19 pandemic till June 30, 2022 and guidance on accounting for modification of lease contracts resulting from the IBOR reform.
- iv) Ind AS 102 Share based payments – Alignment of liabilities definition with the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India.
- v) Ind AS 103 Business Combination – Alignment of assets and liabilities definition with the Framework for Preparation and Presentation of Financial Statements with Indian Accounting Standards



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- vi) Amendment of definition of term 'recoverable amount' in Ind AS 105, Ind AS 16 and Ind AS 36 from 'fair value less cost to sell' to 'fair value less cost of disposal'.

None of these amendments has any material impact on the financial statements for the current year.

b) Changes in Schedule III Division III of Companies Act, 2013 notified and adopted by the Company:

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013 to be effective from April 01, 2021. Key amendments relating to Division III which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

In Balance Sheet:

- i) Certain additional disclosures in the statement of changes in equity.
- ii) Specified format for disclosure of shareholding of promoters.
- iii) Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- iv) If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- v) Specific disclosure under regulatory such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and Advances to Promoters, Directors, Key Managerial Personnel (KMP) and related parties, details of benami property held, relationship with struck-off companies, financial ratios, etc.

In Statement of Profit and Loss:

- i) Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head "additional information" in the notes forming part of financial statements.

The amendments are extensive, and the Company has given effect to them as required by law in the current year financial statements to the extent applicable.

c) New accounting standards/amendments notified but not yet effective

The following Accounting Standards have been modified on miscellaneous issues with effect from April 01, 2022. Such changes include clarification/guidance on:

- 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 (the '10 percent' test).
- iii) Ind AS 16 Property, Plant and Equipment (PPE) – Clarification provided on accounting for excess of net sale proceeds of items produced over the cost of testing as deduction from the directly attributable costs considered as part of cost of an item of PPE.
- iv) Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets – Illustrative guidance provided on the cost of fulfilling a contract incremental costs of fulfilling the contract and allocation of other costs that relate directly to fulfilling contracts and clarification provided on recognising impairment



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loss that has occurred on assets used in fulfilling the contract before a separate provision for onerous contract established.

None of these amendments is expected to have any material impact on the financial statements of the Company.

2.22. Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



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Note	Particulars	As at March 31, 2022	As at March 31, 2021
3	Cash and cash equivalents		
	Cash-on-hand	-	0.08
	Balances with banks		
	(i) In current account	582.44	1,157.66
	(ii) in deposit account (with original maturity up to 3 months)	408.04	-
	Total	990.48	1,157.74
4	Bank balances other than cash and cash equivalents		
	Deposit account with banks		
	Balances with banks to the extent held as margin money (Refer note below)	221.45	523.55
	Total	221.45	523.55
	Details of balances with banks to the extent held as margin money or security against the borrowings and securitization transactions		
	Maturity period of less than 12 months		
(i)	Held as collateral against borrowings and securitization transactions	160.21	467.68
		160.21	467.68
	Maturity period of more than 12 months		
(ii)	Held as collateral against borrowings and securitization transactions	61.24	55.87
		61.24	55.87
	Total	221.45	523.55
5	Loans		
(A)	Term Loans at amortised cost		
	To clients	11,414.21	9,374.20
	To subsidiary (also, refer note 42)	1,419.58	455.43
	Total Gross	12,833.79	9,829.63
	Less : Impairment loss allowance	(352.53)	(153.44)
	Total	12,481.26	9,676.19
(B)	Secured / Unsecured Break-up		
(i)	Secured against tangible assets		
	Gross	1,081.22	374.53
	Less: Impairment allowance	-	-
		1,081.22	374.53
(ii)	Secured against receivables		
	Gross	-	5,975.28
	Less: Impairment allowance	-	(121.68)
		-	5,853.60
(iii)	Unsecured		
	Gross	11,752.57	3,479.82
	Less: Impairment allowance	(352.53)	(31.76)
		11,400.04	3,448.06
	Total (B) - (i) + (ii) + (iii)	12,481.26	9,676.19



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Note	Particulars	As at March 31, 2022	As at March 31, 2021
(C) Loans in/ outside India			
(i) Loans in India			
(a) Public sector		-	-
(b) Others		12,833.79	9,829.63
		12,833.79	9,829.63
Less : Impairment loss allowance		(352.53)	(153.44)
Total (i)		12,481.26	9,676.19
(ii) Loans outside India			
Less : Impairment loss allowance		-	-
Total (ii)		-	-
Total (C) = (i) + (ii)		12,481.26	9,676.19

Note: There is no loan asset measured at FVTOCI or FVTPL.

Summary of loans by stage distribution

	Gross Carrying Amount (A)	Impairment Loss Allowance (B)	Net Carrying Amount (A-B)
As at March 31, 2022			
Stage 1 - Considered good	11,731.86	29.48	11,702.38
Stage 2 - Significant increase in credit risk	767.04	43.03	724.01
Stage 3 - Credit impaired	334.89	280.02	54.87
	12,833.79	352.53	12,481.26
As at March 31, 2021			
Stage 1 - Considered good	8,556.60	27.46	8,529.14
Stage 2 - Significant increase in credit risk	1,109.75	26.54	1,083.21
Stage 3 - Credit impaired	163.28	99.44	63.84
	9,829.63	153.44	9,676.19

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Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at March 31, 2022	As at March 31, 2021
6	Investments		
	(A) Investments in subsidiaries carried at cost		
	(i) In equity shares of subsidiaries (Unquoted):		
	Samunnati Agro Solutions Private Limited		
	632,484 (previous year: 632,484;) equity shares of ₹10 each	780.10	780.10
	Samunnati Foundation		
	850,000 (previous year: 10,000) equity shares of ₹10 each	8.50	0.10
	Investments in Kamatan Farm Tech Private Limited		
	344,848 (previous year: Nil) equity shares of ₹10 each	813.64	-
	Investments in Samunnati Finance Private Limited		
	2,500,000 (previous year: Nil) equity shares of ₹10 each	25.00	-
	(B) Investments carried at amortised cost		
	(i) In Pass Through Certificates ("PTC")	183.87	222.25
	(ii) In non convertible debentures ("NCD")	-	53.69
	(C) Investments at fair value through profit or loss		
	In mutual funds		
	(i) SBI Mutual Fund - Savings Fund	-	100.00
	Total	1,811.11	1,156.14
	<i>Note: No impairment loss has been provided on the above investments.</i>		
	Out of above		
	In India	1,811.11	1,156.14
	Outside India	-	-
	Total	1,811.11	1,156.14

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at March 31, 2022	As at March 31, 2021
7	Other financial assets		
	Unsecured, considered good		
	Security deposits		
	Employee advances	8.03	8.25
	Deposits with financial institutions	5.22	4.64
	Interest accrued but not due on deposits with financial institutions	57.50	80.00
	Payment receivable on securitization	1.26	1.67
	Other receivables	-	13.40
	Total	9.73	3.37
		81.74	111.33
8	Current tax assets (Net)		
	Advance tax (net of provisions)	175.89	58.42
	Total	175.89	58.42
9	Deferred tax assets (net)		
	Deferred tax	245.22	105.09
		245.22	105.09

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2021	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2022
Fixed assets	2.01	(1.36)	-	-	0.65
Provisions for employee benefits	7.90	2.91	(0.38)	-	10.43
Impairment loss allowance	34.76	47.92	-	-	82.68
Employee stock option expenses	36.77	(36.77)	-	-	-
Carried forward losses	17.74	139.09	-	(9.30)	147.53
Others	5.91	(1.98)	-	-	3.93
Total	105.09	149.81	(0.38)	(9.30)	245.22

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2020	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2021
Fixed assets	3.82	(1.81)	-	-	2.01
Provisions for employee benefits	7.46	1.82	(1.38)	-	7.90
Impairment loss allowance	46.28	(11.52)	-	-	34.76
Employee stock option expenses	36.77	-	-	-	36.77
Carried forward losses	-	17.74	-	-	17.74
Others	11.18	(5.27)	-	-	5.91
Total	105.51	0.96	(1.38)	-	105.09



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10 Property, plant and equipment, right of use assets, intangible assets and Intangible assets under development

Particulars	Property, Plant and Equipment							Right of use assets	Intangible assets Computer Software	Intangible assets under development
	Freehold land	Furniture and fittings	Office equipment	Computers & accessories	Vehicles	Leasehold improvements	Total			
Gross block										
Balance as at April 01, 2020	2.31	8.59	10.64	14.96	19.21	23.20	78.91	20.87	1.94	24.35
Additions	-	0.13	0.30	5.11	2.30	0.09	7.93	-	28.17	1.58
Disposals/ deductions	-	(1.11)	(0.37)	-	-	(0.90)	(2.38)	-	(0.11)	(25.47)
Balance as at March 31, 2021	2.31	7.61	10.57	20.07	21.51	22.39	84.46	20.87	30.00	0.46
Additions	-	0.83	1.64	15.06	11.64	-	29.17	7.77	19.28	36.28
Disposals/ deductions	-	(0.13)	(0.06)	(0.14)	(4.49)	(0.02)	(4.84)	-	-	(9.06)
Balance as at March 31, 2022	2.31	8.31	12.15	34.99	28.66	22.37	108.79	28.64	49.28	27.68
Accumulated depreciation and amortisation										
Balance as at April 01, 2020	-	0.82	1.41	4.78	2.40	3.13	12.54	4.03	0.50	-
Charge for the year	-	0.70	1.59	6.26	4.94	4.67	18.16	5.62	4.31	-
Disposals	-	(0.33)	(0.13)	-	-	(0.16)	(0.62)	-	(0.04)	-
Balance as at March 31, 2021	-	1.19	2.87	11.04	7.34	7.64	30.08	9.65	4.77	-
Charge for the year	-	0.99	1.71	7.43	6.29	4.82	21.24	6.62	19.75	-
Disposals	-	(0.04)	(0.04)	(0.12)	(2.28)	(0.02)	(2.50)	-	-	-
Balance as at March 31, 2022	-	2.14	4.54	18.35	11.35	12.44	48.82	16.27	24.52	-
Net block										
Balance as at March 31, 2021	2.31	6.42	7.70	9.03	14.17	14.75	54.38	11.22	25.23	0.46
Balance as at March 31, 2022	2.31	6.17	7.61	16.64	17.31	9.93	59.97	12.37	24.76	27.68

Intangible Assets under Development ageing Schedule as on March 31, 2022

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	27.68	-	-	-	27.68
Projects temporarily suspended	-	-	-	-	-
Total	27.68	-	-	-	27.68

There is no project which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2022.

Intangible Assets under Development ageing Schedule as on March 31, 2021

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	0.46	-	-	-	0.46
Projects temporarily suspended	-	-	-	-	-
Total	0.46	-	-	-	0.46

There is no project which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2021.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at March 31, 2022	As at March 31, 2021
11	Other non-financial assets		
	<i>Unsecured, considered good</i>		
	Capital advances	-	0.57
	Prepaid expenses	26.86	21.38
	Advance paid to vendors	8.51	4.78
	Balances with government authorities	2.26	1.29
	Total	37.63	28.02

12 Payables

Trade Payables

a) Total outstanding dues of micro enterprise and small enterprise	0.67	0.13
b) Total outstanding dues of creditors other than micro enterprise and small enterprise	45.45	15.96
	46.12	16.09

(i) The classification of the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 is made on the basis of information made available to the Company.

(ii) Disclosure requirement as required under section 22 of Micro, Small, & Medium Enterprises Development Act, 2006 is as follows:

i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year.	0.67	0.13
ii) Interest paid by the Company in terms of section 16 of 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.	-	-
iii) Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	-	-
iv) Interest accrued and remaining unpaid at the end of each accounting year:	-	-
v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

Trade Payables Ageing

As at March 31, 2022

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	0.67	-	-	-	-	0.67
(ii) Others	33.40	11.81	0.24	-	-	45.45
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	34.07	11.81	0.24	-	-	46.12

Trade Payables Ageing

As at March 31, 2021

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	0.13	-	-	-	-	0.13
(ii) Others	13.16	2.46	0.34	-	-	15.96
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	13.29	2.46	0.34	-	-	16.09

13 Debt securities

At amortised cost

Non-convertible redeemable debentures (secured)

Total	5,301.33	4,213.92
	5,301.33	4,213.92

Debt securities in India

Debt securities outside India

Total	777.85	448.07
	4,523.48	3,765.85
	5,301.33	4,213.92

(also, refer note 32(a))



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at March 31, 2022	As at March 31, 2021
14	Borrowings (other than debt securities)		
	At amortised cost		
	Secured:		
	Term loans: (also, refer note 32(b))		
	from banks	2,201.06	1,729.69
	from other parties	3,106.01	1,556.87
	Interest accrued but not due on borrowings	19.41	5.96
	Working capital facilities from banks (also, refer note 32(b))	-	127.04
	Liabilities against securitisation (also, refer note (i) below)	-	59.76
	Total	5,326.48	3,479.32
	Borrowings in India	4,961.46	3,479.32
	Borrowings outside India	365.02	-
		5,326.48	3,479.32
	i) Liabilities against securitisation represents amounts received in respect of securitisation transactions (net of repayments & investments therein) as these transactions do not meet the de-recognition criteria specified under Ind As 109. These are secured by way of hypothecation of designated assets on finance receivables.		
	ii) There is no default as on March 31, 2022 and March 31, 2021 in repayment of borrowings and interest in all the above categories of the borrowings		
15	Other financial liabilities		
	At amortised cost		
	Lease liabilities (also refer note 36)	15.62	14.36
	Employee related payables	49.96	1.55
	Income received in advance	16.53	3.81
	Payable to subsidiaries (also, refer note 42)	-	3.43
	Other payables (also, refer note 42)*	8.82	5.65
	Total	90.93	28.80
	*Includes the amount received of Rs. 6.73 million (March 31, 2021 : Rs. 6.73 million) by invoking the bank guarantee of the borrower in default.		
16	Provisions		
	Provision for employee benefits: (also, refer note 31)		
	Gratuity	17.21	15.22
	Compensated absences	17.22	12.18
	Total	34.43	27.30
17	Other non-financial liabilities		
	Statutory dues payable	26.39	15.86
	Others	0.34	0.89
	Total	26.73	16.75

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at March 31, 2022		As at March 31, 2021	
	No. of shares	Amount	No. of shares	Amount
18 Share capital				
Authorised share capital				
Equity shares of ₹ 10 each	7,50,000	7.50	7,50,000	7.50
Compulsorily convertible preference shares of ₹ 10 each	17,50,000	17.50	17,50,000	17.50
Total	25,00,000	25.00	25,00,000	25.00
Issued, subscribed and paid-up:				
Equity shares of ₹ 10 each	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note 18(i))	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Compulsorily convertible preference shares of ₹ 10 each	16,83,819	16.84	16,16,195	16.16
Total	20,44,157	20.45	19,76,533	19.76

a) Reconciliation of number of equity shares and amount outstanding

Issued, subscribed and paid-up

Balance at the beginning of the year

5,73,861	5.74	5,73,861	5.74
----------	------	----------	------

Less: Equity shares held under trust for employees under ESOP scheme

5,73,861	5.74	5,73,861	5.74
----------	------	----------	------

(2,13,523)	(2.14)	(2,13,523)	(2.14)
------------	--------	------------	--------

Balance at the end of the year

3,60,338	3.60	3,60,338	3.60
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b) Reconciliation of number of preference shares and amount outstanding

Issued, subscribed and paid-up:

Balance at the beginning of the year

16,16,195	16.16	16,16,195	16.16
-----------	-------	-----------	-------

Shares issued during the year

67,624	0.68	-	-
--------	------	---	---

Balance at the end of the year

16,83,819	16.84	16,16,195	16.16
------------------	--------------	------------------	--------------

c) Shareholders holding more than 5 percent

Equity shares of ₹ 10 each

S G Anil Kumar

No. of shares	% of holding	No. of shares	% of holding
---------------	--------------	---------------	--------------

2,38,257	42%	2,38,257	42%
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Samunnati ESOP Welfare Trust

2,13,523	37%	2,13,523	37%
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Accel India V (Mauritius) Ltd

75,733	13%	75,733	13%
--------	-----	--------	-----

Compulsorily convertible preference shares of ₹ 10 each

Elevor M-III

4,21,522	25%	3,78,074	23%
----------	-----	----------	-----

Accel India V (Mauritius) Ltd

3,74,949	22%	3,74,949	23%
----------	-----	----------	-----

ResponsAbility Agriculture I, SLP

3,66,594	22%	3,66,594	23%
----------	-----	----------	-----

Teachers Insurance and Annuity Association of America

2,26,730	13%	2,26,730	14%
----------	-----	----------	-----

Accel Growth Fund V L.P

1,10,075	7%	1,10,075	7%
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Elevor I-IV AIF represented by its Trustee Vistra ITCL India Ltd

1,18,957	7%	99,340	6%
----------	----	--------	----

d) Equity shares held by promoters at the end of the year

Promoter Name	March 31, 2022		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	41.52%	-

Promoter Name	March 31, 2021		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	41.52%	-

- e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Company.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

- f) The Company has acquired 100% stake in Kamatan Farm Tech Private Limited ('KFTPL') through a share swap on April 16, 2021. Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL.

g) Terms and rights attached to equity shares

The Company has only one class of equity shares having a face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. 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.

h) Terms and rights attached to preference shares

The Company has issued Series A1, A2, A3, B, C and D compulsorily convertible preference shares having a face value of ₹ 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the Company.

Terms of conversion

Series	Date	Amount
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
		16.84

- i) The Company has given an interest and collateral free loan to Samunnati Employee Stock Option Plan Welfare Trust ("ESOP Trust") to provide financial assistance for purchase of equity shares of the Company under Employee Stock Option Scheme. The Company has established the ESOP Trust to which the stock options issuable have been transferred. The Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares). (Also refer note 30)

19 Other equity

	As at March 31, 2022	As at March 31, 2021
Statutory Reserve		
Opening balance	40.59	39.84
Add : Transfer from retained earnings	-	0.75
Balance as at the end of the year	40.59	40.59
Securities Premium		
Balance as at the beginning of the year	4,931.10	4,953.68
Premium on shares issued during the year	812.96	-
Debt issue expenses	11.39	(22.58)
Balance as at the end of the year	5,755.45	4,931.10
Employee stock options outstanding		
Balance as at the beginning of the year	205.29	164.31
Add: Employee stock option expenses	57.03	40.98
Less: Utilised during the year on exercise of options	-	-
Balance as at the end of the year	262.32	205.29
Capital redemption reserve		
Balance as at the beginning of the year	0.07	0.07
Add : Additions during the year	-	-
Less : Adjustments during the year	-	-
Balance as at the end of the year	0.07	0.07



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at March 31, 2022	As at March 31, 2021
Other comprehensive income		
Balance as at the beginning of the year		
Add : Other comprehensive income for the year	3.00	(1.11)
Less : Transferred to retained earnings	2.07	4.11
Balance as at the end of the year	-	-
	5.07	3.00
Retained earnings		
Balance as at the beginning of the year		
Add : Profit / (loss) for the year	(74.22)	(77.20)
Less : Transfers to statutory reserve	(666.19)	3.73
Balance as at the end of the year	-	(0.75)
	(740.41)	(74.22)
Total other equity	5,323.09	5,105.83

Description of the nature and purpose of other equity

Statutory reserve

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the provisions of the Companies Act 2013.

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Company.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.



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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	March 31, 2022	March 31, 2021
20	Interest income		
	On financial instruments measured at amortised cost		
	Loans	1,552.04	1,488.38
	Investments in Pass Through Certificates	24.42	6.06
	Security deposits held with lenders	15.53	27.19
	Fixed deposits	4.55	35.53
	Loans to subsidiary (also, refer note 42(b))	95.92	46.70
	Total	1,692.46	1,603.86
21	Other income		
	Income from subsidiary for shared services (also, refer note 42(b))	44.59	47.73
	Income from debt fund investments	16.58	9.65
	Income from mutual fund investments	13.84	4.00
	Recovery of defaults in loan serviced	0.92	4.72
	Miscellaneous income	6.53	6.87
	Total	82.46	72.97
22	Finance costs		
	On financial liabilities measured at amortised cost		
	Interest expense on:		
	Borrowings (other than debt securities)	401.37	309.04
	Debt securities	530.08	345.57
	Lease liability	1.98	1.53
	Other borrowing costs	43.74	27.96
	Total	977.17	684.10
23	Impairment on financial instruments		
	At amortised cost		
	Impairment of loans	200.24	(45.48)
	Bad debts written off	515.20	367.99
	Total	715.44	322.51
24	Employee benefit expenses		
	Salaries and wages (also, refer note 42)	507.25	385.25
	Gratuity and leave encashment expenses (also, refer note 31)	17.39	7.62
	Contribution to provident and other funds	23.12	12.74
	Employee stock option expenses (also refer note 30)	57.03	40.98
	Staff welfare expenses	22.91	19.17
	Total	627.70	465.76
25	Depreciation and amortization		
	(Also, refer note 10)		
	Depreciation on property, plant and equipment	21.24	18.16
	Amortisation charge on right of use assets	6.62	5.62
	Amortization of intangible assets	19.75	4.31
	Total	47.61	28.09

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	March 31, 2022	March 31, 2021
26 Other expenses			
Legal and professional charges		93.46	81.02
Service fee expenses		2.24	9.36
Technology and communication expenses		31.35	22.36
Membership and subscription charges		17.58	10.88
Travelling and conveyance		25.80	11.61
Insurance		3.23	1.51
Payments to auditors (also, refer note 28)		7.14	2.60
Repairs and maintenance - others		6.73	5.59
Rates and taxes		0.72	0.03
Rent (also, refer note 36)		9.35	9.80
Printing and stationery		3.98	3.36
Power and fuel		2.27	2.56
Sitting fees		3.13	2.32
Loss on sale of property, plant and equipment		-	0.74
Marketing expenses		10.34	5.41
CSR contribution (also, refer note 39)		0.87	1.88
Miscellaneous expenses		4.81	2.57
Total		223.00	173.60
27 Tax expense			
a) Income tax recognized in statement of profit and loss			
Current tax:			
In respect of current year		-	-
Deferred tax:			
In respect of current year origination and reversal of temporary differences		(149.81)	(0.96)
Total income tax recognized in statement of profit and loss		(149.81)	(0.96)
Total		(149.81)	(0.96)
b) Income tax recognized in other comprehensive income			
Deferred tax related to items recognized in Other Comprehensive Income during the year:			
Remeasurement of defined employee benefits		0.38	(1.38)
Total income tax recognized in other comprehensive income		0.38	(1.38)
28 Payments to auditors			
Statutory audit (Balance for FY 2020-21 for previous auditors)*		2.00	-
Statutory audit		3.13	1.70
Limited review*		1.85	0.55
Tax audit*		-	0.15
Certification*		0.11	0.10
Others*		0.04	-
Out of pocket expenses*		0.01	0.10
		7.14	2.60
*Includes GST of 9% for the current year			
29 Earnings Per Share (EPS)			
Net profit/ (loss) attributable to equity shareholders ₹ in millions (Basic and Diluted)		(666.19)	3.73
Weighted average number of equity shares used in computing basic EPS (in numbers)		3,60,338	3,60,338
Effect of potential dilutive equity shares (in numbers)		19,10,320	19,10,320
Weighted average number of equity shares used in computing diluted earnings per share (in numbers)		22,70,658	22,70,658
Basic EPS (₹) - face value of share ₹10 each		(1,846.11)	10.35
Diluted EPS (₹) - face value of share ₹10 each *		(1,846.11)	1.64

*Due to the loss incurred for the year ended March 31, 2022, the potential equity shares are considered as anti-dilutive.



30 Employee share based payments

ESOP 2015 Scheme

- a) On September 08, 2015, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors approved and the Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. On May 24, 2019, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee.

During the current year board of directors approved issue of 43,380 options to employees and the same was fully granted in the current year.

Particulars	No. of options as at March 31, 2022	Weighted Average Rate	No. of options as at March 31, 2021	Weighted Average Rate
Options outstanding at the beginning of the year	57,565	2,156	48,635	2,170
Granted during the year	43,380	5,022	11,413	7,500
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(15,232)	-	(2,483)	3,403
Options outstanding at the end of the year	85,713	3,473	57,565	3,173
Options exercisable as at the end of the period	10,930	739	15,880	690

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 393 days (previous year 318 days).

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.81%	5.86%	6.80%

Management Stock Option Scheme 2017

On December 20, 2017, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days (previous year: 212 days)

Particulars	No. of options as at March 31, 2022	Weighted Average Rate	No. of options as at March 31, 2021	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	15,000	2,902



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	2,938.71
Number of options granted	45,000
Exercise price range (weighted average)	3,752.55
Expected volatility (%)	60.28%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the Company has not fair valued such grants. Hence above disclosure is not presented for the same.

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022 (All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

31 Employee benefits

General description of defined benefit plans

a) Gratuity

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provide for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Company does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Company is exposed to a number of risks, the most significant of which are detailed below:

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.

Discount rate

Reduction in discount rate in subsequent valuations can increase the plan's liability.

Details of defined benefit plans as per actuarial valuation are as follows

	Year ended March 31, 2022	Year ended March 31, 2021
I. Amount recognized in the statement of Profit and Loss		
Current service cost	4.69	5.73
Net Interest cost	1.10	1.18
Total expenses included in employee benefit expenses	5.79	6.91
II. Amount recognized in Other Comprehensive income		
Remeasurement (gains)/ losses:		
Actuarial (gain)/ losses arising from changes in		
- Experience adjustments	(2.45)	(5.49)
Total amount recognized in other comprehensive income	(2.45)	(5.49)
	As at	As at
	March 31, 2022	March 31, 2021
III. Changes in the defined benefit obligation		
Opening defined benefit obligation	15.22	13.80
Current service cost	4.69	5.73
Interest expense	1.10	1.18
Remeasurement (gains)/losses arising from changes in -		
- Experience adjustments	(2.45)	(5.49)
Benefits paid	(1.35)	-
Closing defined benefit obligation	17.21	15.22
	As at	As at
	March 31, 2022	March 31, 2021
IV. Net defined benefit obligation		
Defined benefit obligation	17.21	15.22
Current portion of the above	2.45	2.07
Non current portion of the above	14.76	13.15



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

V. Maturity profile of defined benefit obligation (undiscounted)

	As at March 31, 2022	As at March 31, 2021
Within 1 year	2.45	2.08
Year 2	1.87	1.33
Year 3	1.96	1.76
Year 4	2.09	1.83
Year 5	2.72	1.98
Years 6-10	8.93	8.37
Years 11-15	3.24	3.17
Years 15+	3.01	2.63

Particulars

	As at March 31, 2022	As at March 31, 2021
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	6.90%	6.50%
Attrition rate	15.00%	15.00%
Rate of salary increase	7.00%	7.00%
In- service Morality rate	IAL2012-14Ult	IAL2012-14Ult
II. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows		
	Year ended March 31, 2022	Year ended March 31, 2021
One percentage point increase in discount rate	(0.85)	(0.81)
One percentage point decrease in discount rate	0.94	0.89
One percentage point increase in salary growth rate	0.94	0.85
One percentage point decrease in salary growth rate	(0.87)	(0.78)
Ten percentage point increase in attrition rate	(0.30)	(0.30)
Ten percentage point decrease in attrition rate	0.31	0.31

b) Compensated absences

The company permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The company does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

Particulars

	Year ended March 31, 2022	Year ended March 31, 2021
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	6.70%	6.50%
Rate of salary increase	7.00%	7.00%
Attrition rate over different age brackets	15.00%	15.00%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

II. Expenses recognized in Statement of profit and loss

Included under gratuity and leave encashment expenses

Year ended March 31, 2022	Year ended March 31, 2021
11.60	0.71

III. Net defined benefit obligation

Defined benefit obligation
Current portion of the above
Non current portion of the above

As at March 31, 2022	As at March 31, 2021
17.22	12.18
6.21	3.34
11.01	8.84



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

32 Details of security, repayment terms and applicable interest rates on debt securities and borrowings

a) Debt securities

For balances outstanding as at March 31, 2022

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.71%	0.40	150.00	150.40	Book debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.94%	0.79	300.00	300.79	
48 Months	50,000	12-Dec-18	12-Dec-22	12.30%	366.19	-	366.19	
36 Months	5,00,000	17-Jun-20	17-Jun-23	12.75%	50.39	25.00	75.39	
36 Months	10,00,000	19-Jun-20	19-Jun-23	13.00%	0.20	50.00	50.20	
33 months	8,75,000	25-Sep-20	25-Jun-23	12.40%	41.90	247.50	289.40	
36 Months	10,00,000	17-Jul-20	17-Jul-23	12.00%	21.21	250.00	271.21	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	127.84	336.00	463.84	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	126.84	336.00	462.84	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	0.23	354.00	354.23	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	7.64	506.25	513.89	
36 months	10,00,000	05-Apr-21	05-Apr-24	11.64%	21.46	400.00	421.46	
36 months	1,00,000	26-Jul-21	15-Jul-26	10.70%	7.27	345.00	352.27	
36 months	10,00,000	06-Sep-21	06-Sep-24	10.85%	1.78	244.00	245.78	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	134.39	246.67	381.05	
48 Months	10,00,000	15-Feb-22	15-Feb-26	12.16%	8.41	594.00	602.41	
					916.91	4,384.42	5,301.33	

For balances outstanding as at March 31, 2021

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
30 Months	1,00,000	09-Oct-18	09-Apr-21	12.60%	214.19	-	214.19	Book debts
37 Months	1,00,000	13-May-18	07-Jun-21	12.10%	351.95	-	351.95	
33 months	10,00,000	30-Nov-18	31-Aug-21	12.60%	249.35	-	249.35	
72 Months	10,00,000	24-Sep-18	21-Sep-21	12.60%	455.85	-	455.85	
48 Months	1,00,000	12-Dec-18	12-Dec-22	12.30%	13.10	353.10	366.20	
36 Months	8,33,333	17-Jun-20	17-Jun-23	12.80%	52.16	75.00	127.16	
36 Months	10,00,000	19-Jun-20	19-Jun-23	13.00%	0.24	50.00	50.24	
33 months	10,00,000	25-Sep-20	25-Jun-23	11.70%	41.85	288.75	330.60	
36 Months	10,00,000	17-Jul-20	17-Jul-23	12.00%	21.43	250.00	271.43	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.10%	16.01	448.00	464.01	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.10%	16.01	448.00	464.01	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	0.12	354.00	354.12	
60 months	5,000	20-Aug-20	20-Aug-25	12.40%	8.56	506.25	514.81	
					1,440.82	2,773.10	4,213.92	

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b) Borrowings (other than debt securities)

For balances outstanding as at March 31, 2022

I. Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 months	12.50%	12	70.71	6	38.72	109.43	Book debts
36 months	11.80%	12	52.26	7	33.40	85.67	Book debts
24 months	11.75%	8	94.71	0	-	94.71	Book debts and Cash Collateral
39 months	9.45%	12	134.40	16	170.40	304.80	Book debts and Cash Collateral
18 months	11.50%	12	478.77	1	43.82	522.60	Book debts
18 months	12.25%	12	102.68	1	9.07	111.75	Book debts
24 months	11.25%	12	143.63	9	107.20	250.83	Book debts
24 months	10.60%	12	150.00	12	150.00	300.00	Book debts and Cash Collateral
Quarterly repayment of principal							
36 months	12.00%	4	250.00	0	-	250.00	Book debts
35 months	11.75%	4	50.00	2	25.00	75.00	Book debts
36 months	11.50%	4	51.21	7	87.50	138.71	Book debts
30 months	11.60%	4	300.00	6	450.00	750.00	Book debts
Annual repayment of principal							
48 months	10.69%	0	4.65	3	365.02	369.67	Book debts
			1,883.02		1,480.14	3,363.16	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
6 months	8.75%	1	199.00	Book debts and Cash Collateral
12 months	10.90%	1	95.00	
12 months	10.75%	1	155.00	
Monthly Repayment of Principal				
9 months	11.50%	9	167.28	Book debts and Cash Collateral
9 months	11.35%	9	268.31	
6 months	11.35%	6	250.70	
12 months	10.75%	12	25.67	Book Debts
12 months	11.25%	12	503.33	
12 months	12.00%	9	245.44	
12 months	12.50%	12	100.07	Book debts and Cash Collateral
III.OD backed by FD		Not Applicable	-	

2,009.80

For balances outstanding as at March 31, 2021

I. Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 months	12.75%	12	62.56	18	109.30	171.86	Book debts and Post Dated Cheques
36 months	13.50%	8	6.68	-	-	6.68	
36 months	13.50%	8	6.68	-	-	6.68	
36 months	13.50%	8	8.91	-	-	8.91	
24 Months	12.50%	8	16.71	-	-	16.71	
24 Months	12.50%	8	16.71	-	-	16.71	
36 months	9.45%	9	50.45	27	149.60	200.05	Book debts and Cash Collateral
24 Months	10.00%	12	82.57	-	-	82.57	
24 Months	11.75%	12	125.00	12	93.75	218.75	
36 months	11.80%	12	46.47	19	85.44	131.91	Book debts
18 months	14.00%	5	51.12	-	-	51.12	
Quarterly repayment of principal							
36 months	12.00%	4	250.00	4	250.00	500.00	Book debts and Cash Collateral
35 Months	11.75%	4	50.00	6	75.00	125.00	Book debts
			773.86		763.09	1,536.95	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Quarterly repayment of principal				
12 months	11.00%	3	143.00	Book debts and Cash Collateral
12 months	8.00%	3	8.00	
Monthly Repayment of Principal				
12 Months	9.00%	12	200.00	Book debts and Cash Collateral
6 months	11.00%	1	150.00	
6 months	9.00%	1	201.00	
6 months	8.00%	1	7.00	
9 months	13.00%	3	167.00	Book debts and Post Dated Cheques
9 months	12.00%	6	336.00	
9 months	12.00%	9	500.00	
12 months	12.00%	5	22.00	Book debts
8 months	7.00%		29.00	
III.OD backed by FD		Not Applicable	127.00	Cash Collateral

Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

33 Fair value measurement

33 Financial instruments by category

a) Financial instruments measured at amortized cost

Particulars	As at March 31, 2022 Carrying value	As at March 31, 2021 Carrying value
Financial assets		
Cash and cash equivalents	990.48	1,157.74
Other Bank Balances	221.45	523.55
Loans	12,481.26	9,676.19
Investments	1,811.11	1,056.14
Other financial assets	81.74	111.33
	15,586.04	12,524.95
Financial liabilities		
Trade Payables	46.12	16.09
Debt securities	5,301.33	4,213.92
Borrowings (other than debt securities)	5,326.48	3,479.32
Other financial liabilities	90.93	28.80
	10,764.86	7,738.13

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

b) Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
As at March 31, 2022					
Financial assets					
Investments	-	-	-	-	-
As at March 31, 2021					
Financial assets					
Investments	100.00	100.00	100.00	-	-

33 Fair value measurement hierarchy

The Company records certain financial assets and financial liabilities at fair value on a recurring basis. The Company determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability.

The guidance specifies a hierarchy of valuation techniques based on whether the inputs to each measurement are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's assumptions about current market conditions. The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The Company determines fair values of its financial instruments according to the following hierarchy:

Level 1 - Valuation based on quoted market price: Financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

Level 2- Valuation using observable inputs: Financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 - Valuation technique with significant unobservable inputs: Financial instruments valued using valuation techniques where one or more significant inputs are unobservable.



34 Financial Risk Management Framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include market risk (including interest rate risk and other price risk), credit risk and liquidity risk. Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

(b) Credit risk management

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Company provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments and other financial assets	Low credit risk	Life time expected credit loss
Loans	Low credit risk	12 month expected credit loss
Loans	Moderate credit risk	Life time expected credit loss
Loans	High credit risk	Life time expected credit loss or fully provided for

Financial assets that expose the entity to credit risk

Particulars	Nature	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents (excluding cash on hand)	Low credit risk	990.48	1,157.66
Bank balance other than above	Low credit risk	221.45	523.55
Loans *	Low credit risk	11,731.86	8,556.60
Loans *	Moderate credit risk	767.04	1,109.75
Loans *	High credit risk	334.89	163.28
Investments	Low credit risk	1,811.11	1,156.14
Other financial assets	Low credit risk	81.74	111.33

(*) These represent gross carrying values of loans, without netting off impairment loss allowance

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

Loans

The Company closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Company assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.

The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India;
2. The client must possess the required KYC documents
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure

(i) Expected credit losses for financial assets other than loans

The Company have not made expected credit losses for financial assets other than loans.

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at March 31, 2022				
Gross carrying amount	990.48	221.45	1,811.11	81.74
Less: Expected credit losses	-	-	-	-
Net carrying amount	990.48	221.45	1,811.11	81.74
As at March 31, 2021				
Gross carrying amount	1,157.74	523.55	1,156.14	111.33
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,157.74	523.55	1,156.14	111.33

(ii) Movement of carrying amount and expected credit loss for loans

Definition of default:

The company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Segmentation for ECL risk profiling	Stage	Loans Days past due (DPD)
CBO/FPO and others	Stage 1	Upto 60 days
	Stage 2	61 days to 240 days
	Stage 3	More than 240 days
Agri enterprises	Stage 1	Upto 60 days
	Stage 2	61 days to 360 days
	Stage 3	More than 360 days



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Credit Quality of Loan Assets

Particulars	As at March 31, 2022	As at March 31, 2021
Stage 1	11,731.86	8,556.60
Stage 2	767.04	1,109.75
Stage 3	334.89	163.28
Total	12,833.79	9,829.63

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

As at March 31, 2022

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	8,556.60	1,109.75	163.28
New assets originated during the year, netted off repayments and derecognised portfolio	3,519.36	-	-
Transfer to stage 1	264.01	(263.91)	(0.10)
Transfer to stage 2	(348.51)	348.51	-
Transfer to stage 3	(99.54)	(427.30)	526.84
Amounts written off	(160.06)	(0.01)	(355.13)
Gross carrying value of closing balances	11,731.86	767.04	334.89

As at March 31, 2021

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	7,058.98	483.01	85.20
New assets originated during the year, netted off repayments and derecognised portfolio	2,246.75	139.75	103.18
Transfer to stage 1	139.50	(135.29)	(4.21)
Transfer to stage 2	(873.71)	955.56	(1.10)
Transfer to stage 3	(14.92)	(126.82)	141.74
Amounts written off	-	(206.46)	(161.53)
Gross carrying value of closing balances	8,556.60	1,109.75	163.28

As at March 31, 2022

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	27.46	26.54	99.44
New assets originated during the year, netted off repayments and derecognised portfolio	11.29	-	-
Transfer to stage 1	0.85	(0.85)	-
Transfer to stage 2	(8.33)	8.33	-
Transfer to stage 3	(60.62)	(260.23)	320.85
Impact of ECL on exposures transferred between stages during the	218.89	269.25	214.86
Amounts written off	(160.06)	(0.01)	(355.13)
ECL allowance - closing balances	29.48	43.03	280.02

As at March 31, 2021

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	99.19	24.57	75.16
New assets originated during the year, netted off repayments and derecognised portfolio	(43.31)	(9.81)	0.17
Transfer to stage 1	(6.64)	10.68	(4.04)
Transfer to stage 2	-	0.99	(0.99)
Transfer to stage 3	(0.29)	(16.15)	16.44
Impact of ECL on exposures transferred between stages during the	(21.49)	23.08	45.09
Amounts written off	-	(6.82)	(32.39)
ECL allowance - closing balances	27.46	26.54	99.44

i) If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease by ₹ 60.72 millions and ₹ (16.21) millions respectively. (As at March 31, 2021: ₹ 90.45 millions).



*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off.

(b) Liquidity Risk Management :

Liquidity risk refers to the risk that the Company cannot meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Company periodically. The Company believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 32 (a) and 32 (b) which details the Company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

(c) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Company is exposed to two types of market risk as follows:

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company is subject to interest rate risk, principally because the Company lend to customers at fixed interest rates and for periods that may differ from our funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Company assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Company has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended March 31,2022	Year ended March 31,2021
Interest sensitivity*		
Interest rates – increase by 0.50%	14.61	25.66
Interest rates – decrease by 0.50%	(14.61)	(25.66)

* Holding all other variables constant

Price Risk

The Company's exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Company has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.

Foreign currency risk

The Company does not have any unhedged foreign currency exposure and hence does not have any foreign currency risk.



Samunnati Financial Intermediation & Services Private Limited**Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022***(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)***35 Capital management**

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to comply with externally imposed capital requirement and maintain strong credit ratings
- to provide an adequate return to shareholders

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Company determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

	As at March 31, 2022	As at March 31, 2021
Net debt to equity ratio		
Debt	10,627.81	7,693.24
Less: Cash and bank balances & other bank balances	(1,211.93)	(1,681.29)
Net debt	9,415.88	6,011.95
Total equity	5,343.54	5,125.59
Net debt to equity ratio (%)	176.21%	117.29%

36 Leases

As a lessee

a) Additions to right of use asset

Particulars

Property plant and equipment

	Year ended March 31, 2022	Year ended March 31, 2021
	7.77	-

b) Carrying value of right of use asset

Particulars

Right of use asset as on the opening date

Additions during the year

Depreciation charge for the year

Balance as at the year end

	As at March 31, 2022	As at March 31, 2021
	11.22	16.84
	7.77	-
	(6.62)	(5.62)
	12.37	11.22

c) Maturity analysis of lease liability

Contractual Undiscounted Cash Flows

Less than 1 year

One to five years

Total undiscounted lease liability

Lease liabilities included in the statement of financial position

	8.45	5.73
	8.72	10.40
	17.17	16.13
	15.62	14.36

d) Amounts recognized in Statement of profit or loss

Interest on lease liabilities

Depreciation charge for the year

Expenses relating to short-term leases

	Year ended March 31, 2022	Year ended March 31, 2021
	1.98	1.53
	6.62	5.62
	9.35	9.80

37 Operating segments

The Company has only one business segment and geographical segment, since it is only into the business of loan financing and operates only within India. Therefore, reporting under Ind AS 108 on 'Operating Segments', is not applicable for its financial statements.



Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)
38 Contingent liabilities
Claims against the company not acknowledged as debts :

The Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18 and AY 18-19 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961.

The Company has obtained a stay on collection of the demand provided below. The Company considers the claims to be erroneous and is not payable under the provisions of Income Tax Act, 1961.

As at March 31, 2022

	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

As at March 31, 2021

	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

Others

	As at March 31, 2022	As at March 31, 2021
Amounts provided as MRR against securitization transactions	-	52.59
Principal sub-ordination	-	32.66
Cash collateral	-	-

39 Corporate Social Responsibility

The Company has incurred an expenditure of ₹0.87 millions (Previous year ₹1.88 millions) towards CSR activities which includes contribution / donations made to the foundation which are engaged in activities prescribed under Section 135 of the Companies Act, 2013 read with Schedule VII to the said Act.

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Company during the year is ₹ 0.87 millions (previous year: ₹ 1.4 millions)

Particulars	For the year ended					
	March 31, 2022			March 31, 2021		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	0.70	0.17	0.87	1.88	-	1.88

40 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	March 31, 2021	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2022
Debt securities	4,213.92	1,081.96	-	5.45	5,301.33
Borrowings (other than debt securities)	3,479.32	1,808.87	-14.54	52.83	5,326.48
Total	7,693.24	2,890.83	-14.54	58.28	10,627.81

Particulars	March 31, 2020	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2021
Debt securities	1,622.97	2,568.37	-	22.58	4,213.92
Borrowings (other than debt securities)	3,171.25	285.48	-	22.59	3,479.32
Total	4,794.22	2,853.85	-	45.17	7,693.24



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

41 Maturity analysis of asset and liabilities

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

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						
Financial assets						
Cash and cash equivalents	990.48	-	990.48	1,157.74	-	1,157.74
Other bank balances	160.21	61.24	221.45	467.68	55.87	523.55
Loans	9,446.08	3,035.18	12,481.26	7,944.05	1,732.14	9,676.19
Investments	178.90	1,632.21	1,811.11	371.65	784.49	1,156.14
Other Financial Assets	73.71	8.03	81.74	89.68	21.65	111.33
	10,849.38	4,736.66	15,586.04	10,030.80	2,594.15	12,624.95
Non- Financial assets						
Current tax assets (net)	-	175.89	175.89	-	58.42	58.42
Deferred tax assets (net)	-	245.22	245.22	-	105.09	105.09
Property, plant and equipment	-	59.97	59.97	-	54.38	54.38
Right of use assets	-	12.37	12.37	-	11.22	11.22
Intangible assets under development	-	27.68	27.68	-	0.46	0.46
Other Intangible assets	-	24.76	24.76	-	25.23	25.23
Other non-financial assets	37.63	-	37.63	27.45	0.57	28.02
	37.63	545.89	583.52	27.45	255.37	282.82
LIABILITIES						
Financial Liabilities						
Trade Payables	45.88	0.24	46.12			
Debt Securities	916.92	4,384.41	5,301.33	1,440.82	2,773.10	4,213.92
Borrowings (Other than Debt Securities)	3,853.32	1,473.16	5,326.48	2,663.86	815.46	3,479.32
Other financial liabilities	25.35	65.58	90.93	36.26	8.63	44.89
	4,841.47	5,923.39	10,764.86	4,140.94	3,597.19	7,738.13
Non- Financial Liabilities						
Provisions	8.66	25.77	34.43	5.41	21.89	27.30
Other non-financial liabilities	26.39	0.34	26.73	15.86	0.89	16.75
	35.05	26.11	61.16	21.27	22.78	44.05

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

42 Related party disclosures

a) Names of related parties and relationship

Relationship	Name of the related party
Wholly owned subsidiaries	Samunnati Agro Solutions Private Limited Samunnati Finance Private Limited (w.e.f September 22, 2021) Kamatan Farm Tech Private Limited (w.e.f. April 16, 2021) Samunnati Foundation
Key management personnel (KMP)	Executive Director 1. Anil Kumar S G - Director and CEO 2. Gurunath Neelamani - Whole-time Director KMP 1. Mr. Ashok Dhamankar - CFO (until April 22, 2022) 2. Mr. Lalit Malik – CFO (w.e.f April 22, 2022) 3. Ashwini Venkataraman - Company Secretary (w.e.f. November 06, 2020 till September 15, 2021) 4. Mr. Arunkumar Sridharan Company Secretary (w.e.f. March 11, 2022) Independent directors 1. Mr. Narasimhan Srinivasan 2. Mr. Sunil Satyapal Gulati 3. Dr. Venkatesh Tagat Nominee directors 4. Ms. Jyotsna Krishnan 5. Mr. Mahendran Balachandran 6. Mr. Akshay Dua 7. Ms. Rekha Natrajan Unnithan
Entity in which KMP has significant influence	Samunnati ESOP Welfare Trust

b) Related party transactions

Nature of transactions	Year ended March 31, 2022	Year ended March 31, 2021
Samunnati Agro Solutions Private Limited		
Loans given	3,000.00	700.00
Loans repaid	2,050.00	670.00
Interest income on loans	95.75	46.70
Corporate guarantee provided	249.77	350.00
Income from subsidiary for shared services	44.59	47.73
Salaries and wages (deputation charges paid)	2.10	19.11
Samunnati Foundation		
Donations made	-	2.18
Investment in share capital	8.40	0.10
Kamatan Farm Tech Private Limited		
Investment in equity shares	813.64	-
Loan given	5.50	-
Interest income	0.17	-
Samunnati Finance Private Limited		
Investment in equity shares	25.00	-
Reimbursement of expenses	0.32	-
Anil Kumar S G		
Remuneration *	21.75	18.12
Gurunath N		
Remuneration *	11.86	8.28
Nitin Chaudhary		
Remuneration *	9.12	8.86
Loans given	-	1.00
Loans repaid	0.15	0.85



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Nature of transactions	Year ended March 31, 2022	Year ended March 31, 2021
Ashok Dhamankar Remuneration *	16.94	12.74
Niranjan Chandrasekaran Remuneration *	-	0.17
Ashwini Venkataraman Remuneration *	0.28	0.28
Arunkumar Sridharan Remuneration *	0.10	-
Sitting fees paid Sunil Satyapal Gulati	1.26	0.83
Narasimhan Srinivasan	1.11	0.70
Venkatesh Tagat	0.76	0.53

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Company, including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure, since the exact amount is not ascertainable.

c) Balances at the end of the year

Particulars	As at March 31, 2022	As at March 31, 2021
Samunnati Agro Solutions Private Limited		
Loans and advances (including interest accrued)	1,413.91	455.43
Corporate guarantee provided	599.77	350.00
Deputation cost payable	0.61	3.43
Kamatan Farm Tech Private Limited		
Loans and advances (including interest accrued)	5.67	-
Samunnati Foundation		
Other receivables	0.51	-
Samunnati ESOP Welfare Trust		
Advances given	-	0.11



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43 Additional disclosure pursuant to the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, (as amended) issued by the RBI

	₹	₹
	As at March 31, 2022	As at March 31, 2022
Liabilities side:	Amount outstanding	Amount overdue
1) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a) Debentures		
-Secured	5,301.33	-
-Unsecured	-	-
(b) Deferred credits	-	-
(c) Term loans	5,326.48	-
(d) Inter-corporate loans and borrowing	-	-
(e) Commercial paper	-	-
(f) Public deposits	-	-
(g) Cash credit	-	-
Assets side:		As at March 31, 2022
		Amount outstanding
2) Break up of loans and advances including bills receivable (receivable from financing activity)		
(a) Secured		1,081.22
(b) Unsecured - includes loans to subsidiary		11,400.04
3) Break up of leased assets and stock on hire and other assets counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors :		-
(a) Financial lease		-
(b) Operating lease		-
(ii) Stock on hire including hire charges under sundry debtors :		-
(a) Assets on hire		-
(b) Repossessed Assets		-
(iii) Other loans counting towards AFC activities		-
(a) Loans where assets have been repossessed		-
(b) Loans other than (a) above		-
4) Break-up of Investments		
Current Investments		
Quoted		
(i) Shares		
(a) Equity		-
(b) Preference		-
(ii) Debentures and Bonds		-
(iii) Units of mutual funds		-
(iv) Government Securities		-
(v) Pass through certificates		-
Unquoted		
(i) Shares		-
(ii) Debentures and Bonds		-
(iii) Units of mutual funds		-
(iv) Government Securities		-
(v) Pass through certificates		183.87
Long term investments		
Quoted		
(i) Shares		
(a) Equity		-
(b) Preference		-
(ii) Debentures and Bonds		-
(iii) Units of mutual funds		-
(iv) Government Securities		-
(v) Others (please specify)		-



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Unquoted

(i) Shares	-
(a) Equity	1,627.24
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Investment in securitized assets	-

5) Borrower group-wise classification of assets financed as in 2 (a) and (b) above :

Category	As at March 31, 2022		
	Secured	Unsecured	Total
1) Related parties			
(a) Subsidiaries	-	1,419.58	1,419.58
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2) Other than related parties	1,081.22	9,980.46	11,061.68
Total	1,081.22	11,400.04	12,481.26

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

Category	As at March 31, 2022	
	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV
1) Related Parties		
(a) Subsidiaries	1,627.24	Not applicable
(b) Companies in the same group	-	-
(c.) Other related parties	-	-
2) Other than related parties	183.87	183.87
Total	1,811.11	183.87

7) Other Information

	As at March 31, 2022
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	473.92
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	172.86
(iii) Assets acquired in satisfaction of debt	-

8) Capital to Risk Asset Ratio ('CRAR'):

Particulars	As at March 31, 2022	As at March 31, 2021
CRAR (percent)	20.43%	39.32%
CRAR – Tier I Capital (percent)	20.16%	39.08%
CRAR – Tier II Capital (percent)	0.27%	0.24%
Amount of subordinated debt raised as Tier-II capital	-	-
Amount raised by issue of perpetual debt instruments	-	-

9) Investments

Particulars	As at March 31, 2022	As at March 31, 2021
Value of Investments		
(i) Gross value of investments		
(a) In India	1,811.11	1,156.14
(b) Outside India	-	-
(ii) Provisions for impairment		
(a) In India	-	-
(b) Outside India	-	-
(iii) Net value of investments		
(a) In India	1,811.11	1,156.14
(b) Outside India	-	-
Movement of provisions held towards depreciation on investments		
(i) Opening Balance	-	-
(ii) Add: Provisions made during the year	-	-
(iii) Less: Write-off/write-back of excess provisions during the year	-	-
(iv) Closing Balance	-	-

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

10) The Company does not have derivative contracts as at March 31, 2021 and March 31, 2022.

11) Disclosures relating to Securitization

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
SPVs relating to outstanding securitisation transactions		
1. Number of SPVs sponsored by the NBFC for securitisation transactions as on the date of the balance sheet	-	2
2. Total amount of securitised assets as per books of the SPVs sponsored as on the date of the balance sheet	-	155.73
3. Total amount of exposures retained by the NBFC to comply with minimum retention requirement ('MRR')		
Off-balance sheet exposures		
First loss	-	-
Others	-	-
On-balance sheet exposures		
First loss (cash collateral)	-	32.66
Others (credit enhancement)	-	52.59
Amount of exposures to securitisation transactions other than MRR		
Off-balance sheet exposures		
Exposure to own securitizations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-

12) Details of financial assets sold to securitisation/reconstruction companies for asset reconstruction

The Company has not sold financial assets to securitisation/reconstruction companies for asset reconstruction in the current and previous year.

13) Details of assignment transactions undertaken

There were no assets sold through assignment transactions during the current and previous year.

14) Details of non-performing financial assets purchased or sold

The Company has not purchased or sold any non performing financial assets during the current and previous year.

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

15) Asset liability management maturity pattern of certain items of assets and liabilities

As at March 31, 2022

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings
1 to 7 days	844.42	1.00	474.45	1,319.87	48.20
8 to 14 days	259.88	-	2.08	261.96	24.68
14 days to 1 month	1,206.46	17.50	-	1,223.96	240.69
1 - 2 months	1,329.35	19.06	2.59	1,351.00	399.41
2 - 3 months	1,519.97	19.00	33.82	1,572.79	729.15
3 - 6 months	2,000.42	53.97	39.07	2,093.46	1,340.02
6 - 12 months	2,638.11	68.37	75.00	2,781.48	2,018.52
1 - 3 years	2,070.22	4.97	61.24	2,136.43	5,298.46
3 - 5 years	699.17	-	-	699.17	575.16
> 5 years	265.79	1,627.24	-	1,893.03	-
Total	12,833.79	1,811.11	688.25	15,333.15	10,674.29

As at March 31, 2021

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings
1 to 7 days	888.39	153.69	-	1,042.08	139.79
8 to 14 days	123.79	-	-	123.79	287.95
14 days to 1 month	452.89	23.15	-	476.04	235.33
1 - 2 months	1,020.76	24.05	59.53	1,104.34	297.39
2 - 3 months	1,748.18	25.66	110.24	1,884.08	811.43
3 - 6 months	1,514.84	77.37	54.18	1,646.39	1,630.74
6 - 12 months	2,195.20	67.73	325.40	2,588.33	754.19
1 - 3 years	1,246.30	4.29	55.87	1,306.46	3,167.17
3 - 5 years	639.28	-	-	639.28	369.25
> 5 years	-	780.20	-	780.20	-
Total	9,829.63	1,156.14	605.22	11,590.99	7,693.24

Note:

- The Company do not have any foreign currency assets or liabilities as at March 31, 2022 and March 31, 2021.
- Amounts overdue against standard assets are considered under 1 to 7 days bucket.
- Amounts overdue against non-performing assets are considered under 3 to 5 years bucket.

16) Exposure to real estate sector

The Company does not have any direct exposures to real estate sector.

17) Exposure to capital market

The Company does not have any exposure to capital market as at March 31, 2022 and March 31, 2021.

18) Details of financing of parent company products

This disclosure is not applicable as the Company does not have any holding / parent company.

19) Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded

The Company has not exceeded Single Borrower Limit (SGL) nor has exceeded the Group Borrower Limit (GBL).

20) Advances against intangible securities

The Company has not given any advances against the rights, licenses, authorisations, etc.

21) Registration obtained from other financial regulators

During the year Company has not obtained any approvals from other financial regulators.

22) Disclosure of penalties imposed by RBI and other regulators

There were no penalties imposed on the Company by RBI or any other regulator.

23) Related party transactions

Refer note 42 for Related party transactions.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

24) Ratings assigned by credit rating agencies and migration of ratings during the year

Instrument	Name of the rating agency	As at March 31, 2022		As at March 31, 2021	
		Amount rated (in millions)	Rating assigned	Amount rated (in millions)	Rating assigned
Non Convertible Debentures and Market Linked Debentures	ICRA	NA	NA	1,477	BBB (stable)
Non Convertible Debentures	CARE	450	BBB (stable)	450	BBB (stable)
Term loans	CARE	NA	NA	400	BBB (stable)
Term loans (Long Term rating)	CRISIL	3000	BBB+ (stable) (Reaffirmed)	2000	BBB+ (stable)
Commercial Paper	CRISIL	400	A2+ (Reaffirmed)	1000	A2+ (Reaffirmed)
Non Convertible Debentures (Short Term)	CRISIL	350	A2+ (Reaffirmed)	350	A2+ (Assigned)
Non Convertible Debentures (Long Term)	CRISIL	4,285	BBB+ (stable) (Reaffirmed)	3,250	BBB+ (stable) (Reaffirmed)
Term loans (Proposed)	Infomerics	2,000	BBB+ (stable)	2,000	A- (stable)

25) Provisions and contingencies (shown under the head expenditure in Statement of profit and loss)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Provision for depreciation on investments	-	-
Provision towards NPA	194.99	59.19
Provision made towards income tax	-	-
Provision for standard assets	5.25	(104.67)
Provision for depreciation and amortisation on property, plant and equipment, right of use assets and other intangible assets	47.61	28.09
Provision for employee benefits (Gratuity and compensated absences)	17.39	7.62

26) Draw down from reserves

Refer Statement of Changes in Equity for details relating to draw down from reserves.

27) Concentration of deposits, advances, exposures and NPAs

Particulars	As at March 31, 2022	As at March 31, 2021
i. Concentration of advances		
Total advances to twenty largest borrowers	2,945.66	2,935.05
Percentage of advances to twenty largest borrowers to total advances of the NBFC	26.17%	30.33%
ii. Concentration of exposures (undrawn limits not considered)		
Total exposures to twenty largest borrowers/customers	2,945.66	2,935.05
Percentage of exposures to twenty largest borrowers/customers to total exposure of the NBFC on borrowers/ customers	26.17%	30.33%
iii. Concentration of exposures		
Total exposures to top four NPA accounts	63.99	162.52
iv. Sector-wise NPAs		
All of the Company' NPAs are related to agricultural and allied activities.		



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

v. Movement of NPAs

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
A Net NPAs to Net Advances (%)	1.38%	3.18%
B Movement of NPAs (Gross)		
a) Opening balance	424.50	223.77
b) Additions during the year	563.07	529.29
c) Reductions during the year	42.55	29.64
d) Write-off during the year	471.10	298.92
e) Closing balance	473.92	424.50
C Movement of Net NPAs		
a) Opening balance	307.60	166.06
b) Additions during the year	154.23	402.60
c) Reductions during the year	288.97	261.06
d) Closing balance	172.86	307.60
D Movement of provisions for NPAs (excluding provision on standard assets)		
a) Opening balance	116.90	57.71
b) Provisions made during the year	408.84	126.69
c) Utilisation during the year	167.68	28.95
d) Write-back of excess provisions	57.00	38.55
e) Closing balance	301.06	116.90

vi. Overseas assets

The Company does not have any overseas assets as at March 31, 2022 and March 31, 2021.

28) There are no off-balance sheet SPVs sponsored by the Company as at March 31, 2022 and March 31, 2021 that are required to be consolidated.

29) Customer complaints*

	Year ended March 31, 2022	Year ended March 31, 2021
i) No. of complaints pending at the beginning of the year	-	-
ii) No. of complaints received during the year	10	11
iii) No. of complaints redressed during the year	10	11
iv) No. of complaints pending at the end of the year	-	-

*Based on the information available with the management and relied upon by the auditors

30) Public Disclosure on Liquidity risk as at March 31, 2022

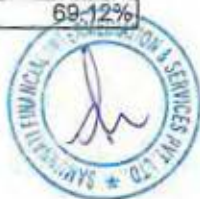
(i) Funding Concentration based on significant Counterparty (both deposits and borrowings)

S.No.	Number of Significant Counterparties	Amount	% of Total borrowings	% of Total liabilities
1	22	10,162.72	95.62%	93.87%

(ii) Top 20 large deposits (amount in millions and % of Total Deposits) Nil

(iii) Top 10 borrowings (amount in millions and % of Total Borrowings)

Amount	% of Total Borrowings
7,345.74	69.12%



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

(iv) Funding concentration based on significant instrument/product

S.No.	Name of the instrument	Amount	% of Total liabilities
1	Cash credit	-	0.00%
2	Commercial paper	-	0.00%
3	Non convertible debentures	5,301.33	49.88%
4	Overdraft facilities	-	0.00%
5	Short-term Loans	2,002.43	18.84%
6	Long-term loans	3,324.05	31.28%
Total		10,627.81	100.00%

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 the Company. Total liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus and computed basis extant regulatory ALM guidelines.

(v) Stock Ratios

S.No	Particulars	% of Public funds	% of Total liabilities	% of Total assets
a	Commercial Paper as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
b	Non-convertible debentures (Original Maturity less than 1 year) as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
c	Short Term Liabilities as a % of total public funds, total liabilities and total assets	45.88%	45.04%	30.16%

(vi) Institutional set-up for Liquidity risk management

Nature of risk:

- Liquidity risk arises from mismatches in the timing of cash flows and loan collection defaults.
- Funding risk arises from:
 - Inability to raise incremental borrowings to fund business requirement or repayment obligations
 - When assets cannot be funded at the expected term resulting in cashflow mismatches
 - Volatile market conditions impacting sourcing of funds from banks and money markets

Measurement, monitoring and management of risk

Liquidity and funding risk is measured by:

- Identification of gaps in the structural and dynamic liquidity statements,
- Assessment of incremental borrowings required for meeting the repayment obligation as well as the Company's business plan in line with prevailing market conditions.

Monitored by:

- assessment of the gap between visibility of funds and the near term liabilities given current liquidity conditions and evolving regulatory directions for NBFCs,
- a constant calibration of sources of funds in line with emerging market conditions in banking and money markets
- periodic reviews by Asset Liability Committee (ALCO) relating to the liquidity position and stress tests assuming varied 'what if' scenarios and comparing probable gaps with the liquidity buffers maintained by the Company.

Managed by:

The Company's treasury team under the guidance of ALCO through various means like liquidity buffers, sourcing of long term funds, positive asset liability mismatch, keeping strong pipeline of sanctions and approvals from banks and assignment of loans.

Executive governance structure- Management level Asset Liability Committee (ALCO): The Company's ALCO monitors Asset Liability mismatches to ensure that there are no imbalances or excessive concentrations on either side of the Balance Sheet. The Company continuously monitors liquidity in the market. As a part of its Asset-Liability Management (ALM) strategy, the Company maintains a liquidity buffer managed by an active investment to reduce this risk. As on March 31, 2022, the Company has liquidity of ₹ 990.48 millions. The Company maintains a judicious mix of borrowings from banks, Agri Development Institutes, NBFCs and other impact investors and continues to diversify its sources of borrowings. This strategy of balancing varied sources of funds has helped the Company to maintain a healthy asset liability position and contain interest rate movements. During the financial year 2021-22, the weighted average cost of borrowings moved down by 11 basis points despite volatile market conditions. The Company continues to evaluate new sources of borrowing by way of new routes of funding like Commercial Papers, NCDs, Market Linked Debentures, Special Liquidity Schemes of RBI etc.



11) Asset classification as per IRAC norms

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms	Remarks
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)	
Performing assets							
Standard	Stage 1	11,731.86	29.48	11,702.38	63.16	(33.68)	0 - 60 days
	Stage 2	628.01	21.99	606.02	12.07	9.92	60 - 90 days
Subtotal		12,359.87	51.47	12,308.40	75.23	(23.76)	
Non-Performing Assets (NPA)							
Substandard	Stage 2	139.03	21.04	117.99	26.77	(5.73)	90 - 240/360 days
Substandard	Stage 3	213.30	177.00	36.30	67.24	109.76	More than 240/360 days
Doubtful - up to 1 year	Stage 3	74.87	62.25	12.62	25.87	36.38	More than 240/360 days
1 to 3 years	Stage 3	46.72	40.77	5.95	26.64	14.13	More than 240/360 days
More than 3 years	Stage 3	-	-	-	-	-	More than 240/360 days
Subtotal for doubtful		121.59	103.02	18.57	52.51	50.51	
Loss	Stage 3	-	-	-	-	-	
Subtotal for NPA		473.92	301.06	172.86	146.52	154.54	
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-	
	Stage 2	-	-	-	-	-	
	Stage 3	-	-	-	-	-	
Subtotal		-	-	-	-	-	
Total	Stage 1	11,731.86	29.48	11,702.38	63.16	(33.68)	
	Stage 2	767.04	43.03	724.01	38.84	4.19	
	Stage 3	334.89	280.02	54.87	119.75	160.27	
	Total	12,833.79	352.53	12,481.26	221.75	130.78	

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44 Covid-19 impact

The Outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and corresponding slowdown in the economic activities. The Company has developed estimates and applied management overlays for the purpose of determination of the provision for impairment of financial assets and provisions held by the company are in excess of the RBI prescribed norms. As the pandemic situation is dynamic and still evolving, the extent to which it will continue to impact the Company's results is dependent on ongoing as well as future developments, which are highly uncertain. The Company will continue to monitor future economic conditions and update its assessment.

Considering the unique and wide spread impact of COVID-19, the Company has estimated credit loss ("ECL") allowance towards its loan assets and managed portfolio of Rs. 352.53 million, based on the information available at this point in time including economic forecasts. The Company believes that it has considered all the possible impact of the known events arising out of COVID-19 pandemic in the preparation of these financial statements.

The underlying forecasts and assumptions applied by the Company in determination of ECL allowance are subject to uncertainties which are often outside the control of the Company and accordingly, actual results may differ from these estimates. Any potential excess/shortfall based on actual experience will be adjusted in the relevant period in future. The Company will continue to closely monitor the impact and any material changes in both the internal and external environments. The Company has been duly servicing its debt obligations. The Company's Management believes that Capital Adequacy and Liquidity position remains strong and shall continue to be an area of focus.

45 Additional regulatory disclosures

- a. The Company owns freehold land and the title deeds of the freehold land is held in the name of the Company.
- b. The Company does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Company.
- c. The Company has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Company.
- d. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are either:
 - (a) repayable on demand or
 - (b) without specifying any terms or period of repayment during the current year.
- e. The Company has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- f. No benami property are held by the Company and or no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- g. The Company has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2022

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

- h. The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, the following are the transactions with struck off Companies:

Name of the struck off company	Nature of transactions with struck off company	Balance outstanding as at March 31, 2022	Balance outstanding as at March 31, 2021
Aamrapalli Agro Producer Company Limited*	Receivables	-	1.12

* The balances was completely written off in the current year. The Company does not hold any relationship with the struck off Company.

- i. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- j. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

k. Ratios

Particulars	Year ended March 31 2022	Year ended March 31 2021
Capital to risk-weighted assets ratio (CRAR)	20.43%	39.32%
CRAR – Tier I Capital (percent)	20.16%	39.08%
CRAR – Tier II Capital (percent)	0.27%	0.24%

- l. The Company has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Company.
- m. Other than the transactions that are carried out as part of Company's normal lending business:
- A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- n. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- o. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

- 46 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.



47 Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018


Kothandaraman V

Partner

Membership No.: 025973

Place: Chennai

Date: May 26, 2022

For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

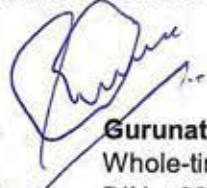

S G Anil Kumar
Director and CEO
DIN : 01189011


Lalit Malik
Group Chief Financial Officer

Place: Chennai

Date: May 26, 2022




Gurunath Neelamani
Whole-time Director
DIN : 02799586


Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 26, 2022

INDEPENDENT AUDITORS' REPORT

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31 March 2023, and the consolidated statement of Profit and Loss (including Other Comprehensive Income), the consolidated statement of changes in equity and the consolidated cash flows statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group, as at 31 March 2023, and their consolidated loss, consolidated total comprehensive income, their consolidated statement of changes in equity and consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI"), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the consolidated 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 consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated 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 matters to be communicated in our report.



Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 6 and Note 25 to the Consolidated Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Holding Company. The Holding Company has loans aggregating Rs. 11,166.77 million as at 31 March 2023. The Holding Company has made a provision for impairment loss aggregating Rs. 1,013.26 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter. Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Additionally, the economic and business consequences of the COVID 19 pandemic as described in Note 49 to the consolidated Ind AS financial statements, slowdown of economic activity, moratoriums granted to borrowers, the related regulatory directives and also the applicable accounting directions, further affect provisioning under the ECL approach. Note 2.5 to the consolidated Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	Read and assessed the Holding Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis. 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 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 in view of Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors (including COVID-19 pandemic). Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Assessed disclosures included in the consolidated Ind AS financial statements in respect of expected credit losses including the specific disclosures made with regard to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL estimation.



Information Other than the Consolidated Financial Statements and Auditors' Report Thereon

The Holding 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 Holding Company's Directors report but does not include the consolidated financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the reports containing 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.

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

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act, that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Management and Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.



Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 controls 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 Holding Company and its subsidiary companies, which are companies incorporated in India have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of the consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.



We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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, based on our audit, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law have been kept by the Group in electronic mode on servers physically located in India relating to preparation of the aforesaid consolidated financial statements so far as it appears from our examination of those books except that we were unable to verify the back up of books of accounts maintained in electronic mode for the period from August 5, 2022 to March 31, 2023 in respect of all the subsidiaries, as necessary logs in respect of such period are not available with the Group.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Holding Company and its subsidiaries as on 31 March 2023 taken on record by the Board of Directors of the Holding Company and its subsidiaries incorporated in India, none of the directors of the Group companies, incorporated in India 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 adequacy of the internal financial controls over financial statements of the Holding Company and its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report



expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.

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 consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 37 to the consolidated financial statements.
- ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 17 to the consolidated financial statements in respect of such items as it relates to the Group.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.
- iv. (a) The respective management of Holding Company, its subsidiary companies, incorporated in India has represented that, to the best of their 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 Holding Company, its subsidiary companies incorporated in India 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 Holding Company, its subsidiary companies incorporated in India ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The respective management of the Holding Company, its subsidiary companies incorporated in India have represented that, to the best of it's 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 Holding Company, its subsidiary companies incorporated in India 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, performed by us whose financial statements/ financial information have been audited under the Act, 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 Group have 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.



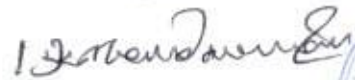
3. With respect to the matter to be included in the Auditor's Report under section 197(16):

Since the Holding Company and its subsidiaries are 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



V Kothandaraman

Partner

Membership No. 025973

UDIN: 23025973BGZBXN3639



Place of Signature: Chennai

Date: 30 May 2023

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 Samunnati Financial Intermediation & Services Private Limited ("the Holding Company") on the consolidated financial statements as of and for the year ended 31 March 2023.

- (i) As required by Paragraph (xxi) of Companies (Auditor's Report) Order (CARO), there have been no qualifications or adverse remarks by the respective auditors in the CARO reports of the companies incorporated in India included in the consolidated financial statements except:

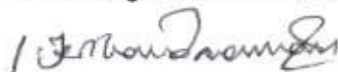
Sr. No.	Name	CIN	Holding Company / Subsidiary incorporated in India	Clause number of the CARO report which is qualified or adverse
1	Samunnati Financial Intermediation & Services Private Limited	U65990TN2014PTC096252	Holding Company	Clause 3(iii)(c), 3(iii)(d), 3(xi)(a)
2	Samunnati Agro Solutions Private Limited	U74999TN2016PTC112925	Subsidiary	Clause 3(ii)(b), 3(vii)(a)
3	Samunnati Agri Innovations Lab Private Limited	U74999TN2017PTC149059	Subsidiary	Clause 3(vii)(a)

As referred to in Note 1 of the consolidated financial statements, above responses in respect of clause 3(xxi) do not include comments in respect of Samunnati Foundation which is not in scope and hence not included in consolidated financial statements.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No.003990S/S200018



V Kothandaraman

Partner

Membership No. 025973

UDIN: 23025973BGZBXN3639



Place of Signature: Chennai

Date: 30 May 2023

Annexure B

Referred to in paragraph 2(f) on 'Report on Other Legal and Regulatory Requirements' of our report of even date on the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited.

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2023, we have audited the internal financial controls over financial reporting of the Holding Company and all its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Holding company, its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies 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 ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 internal financial controls over financial reporting based on our audit of the Company and its subsidiary companies, which are companies incorporated in India. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the 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 internal financial controls system over financial reporting of the Holding Company, its subsidiary companies, which are companies incorporated in India.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

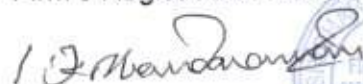
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary companies, which are companies incorporated in India, have, in all material respects, adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **PKF Sridhar & Santhanam LLP**
Chartered Accountants
Firm's Registration No.003990S/S200018



V Kothandaraman
Partner
Membership No. 025973
UDIN: 23025973BGZBXN3639



Place of Signature: Chennai
Date: 30 May 2023

Samunnati Financial Intermediation & Services Private Limited

Consolidated Balance Sheet as at 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at 31 March 2023	As at 31 March 2022
ASSETS			
Financial assets			
a) Cash and cash equivalents	3	1,247.45	1,167.65
b) Bank balances other than (a) above	4	421.01	512.15
c) Trade receivables	5	2,846.82	3,477.40
d) Loans	6	10,153.51	11,061.68
e) Investments	7	11.92	192.37
f) Other financial assets	8	59.90	152.09
		14,740.61	16,563.34
Non-financial assets			
a) Inventories	9	1,056.56	849.16
b) Non-current tax assets (net)	10	354.45	189.33
c) Deferred tax assets (net)	11	824.05	396.54
d) Property, plant and equipment	12	139.68	108.13
e) Biological Assets	12	0.59	0.64
f) Right of use assets	12	32.64	31.23
g) Other intangible assets	12	869.85	800.48
h) Intangible assets under development	12	22.92	71.50
i) Other non-financial assets	13	441.42	243.94
		3,742.16	2,690.95
Total assets		18,482.77	19,254.29
LIABILITIES AND EQUITY			
Liabilities			
Financial liabilities			
a) Trade payables	14		
- Total outstanding dues of micro enterprises and small enterprises		-	0.67
- Total outstanding dues of creditors other than micro enterprises and small enterprises		306.21	697.42
b) Borrowings			
(i) Debt securities	15	5,075.53	5,294.84
(ii) Borrowings (other than debt securities)	16	7,963.48	8,017.28
c) Other financial liabilities	17	211.82	176.19
		13,557.04	14,186.40
Non-financial liabilities			
a) Provisions	18	51.28	44.46
b) Other non-financial liabilities	19	294.37	216.69
		345.65	261.15
Equity			
a) Equity share capital	20	21.25	20.45
b) Other equity	21	4,558.83	4,786.29
		4,580.08	4,806.74
Total Liabilities and Equity		18,482.77	19,254.29

Summary of significant accounting policies 2

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: May 30, 2023



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: May 30, 2023

Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: May 30, 2023

Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Consolidated Statement of profit and loss for the year ended 31 March 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	Year ended 31 March 2023	Year ended 31 March 2022
I Revenue from operations			
(i) Interest income	22	1,745.41	1,640.28
(ii) Sale of traded goods	22	16,885.84	21,155.79
(iii) Other operating revenue	22	143.22	132.99
		18,774.47	22,929.06
II Other income	23	223.25	58.08
III Total income (I+II)		18,997.72	22,987.14
Expenses			
(i) Finance costs	24	1,491.71	1,215.52
(ii) Impairment on financial instruments	25	1,308.96	1,006.72
(iii) Purchase of stock-in-trade	26	16,727.45	21,590.20
(iv) Changes in inventories of stock-in-trade	27	(291.01)	(845.11)
(v) Employee benefit expenses	28	880.87	878.33
(vi) Depreciation and amortization	29	60.74	64.79
(vii) Other expenses	30	706.99	403.79
IV Total expenses		20,885.71	24,314.24
V Loss before tax (III-IV)		(1,887.99)	(1,327.10)
VI Tax expense	31		
(i) Current tax		5.10	-
(ii) Deferred tax		(427.72)	(260.71)
VII Loss for the year (V-VI)		(1,465.37)	(1,066.39)
VIII Other comprehensive income (OCI)			
(i) Items that will not be reclassified to profit or loss			
- Remeasurement gain / (loss) on defined benefit plans		(0.94)	(2.28)
(ii) Income tax impact thereon	31	0.21	0.34
Other comprehensive income (i)+(ii)		(0.73)	(1.94)
IX Total comprehensive income/(loss) for the year (VII+VIII)		(1,464.64)	(1,064.45)
X Earnings per equity share (face value ₹ 10/- per equity share)	32		
Basic (₹)		(703.95)	(521.68)
Diluted (₹)		(703.95)	(521.68)

Summary of significant accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: May 30, 2023

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN : 01189011

Gurunath Neelamani
Gurunath Neelamani
Whole-time Director
DIN : 02799586

Arunkumar Sridharan
Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Consolidated statement of cash flows for the year ended 31 March 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
A. Operating activities		
Profit / (loss) before tax	(1,887.99)	(1,327.10)
Adjustments for:		
Depreciation and amortization	60.74	64.79
Employee stock option expenses	58.29	57.03
Gratuity and leave encashment expenses	26.79	26.95
Loss on sale of property, plant and equipment	0.38	0.08
Income from mutual funds	(42.18)	(14.40)
Income from debt funds	(1.31)	(16.58)
Interest expenses towards financing activities	250.79	194.82
Interest expense on lease liability	4.05	4.37
Unwinding interest of debt component of OCRPS	1.03	-
MTM gain booked on ECB loans	(17.84)	-
Impairment on financial instruments	660.73	200.24
Impairment on trade receivables	72.51	220.56
Bad debts written off	651.56	515.20
Provision on Inventory	83.61	20.15
Amortisation of origination costs of borrowings	97.42	87.27
Cash generated from operations before working capital changes	18.58	33.38
Changes in working capital:		
Loans	(404.12)	(2,556.36)
Other financial assets	92.19	3.99
Trade receivables	558.06	(978.30)
Other non-financial assets	(197.48)	(169.92)
Net movement in provisions	(20.91)	18.06
Other financial and non-financial liabilities	90.89	74.84
Inventories	(291.01)	(846.63)
Trade payables	(391.88)	620.25
Cash used in operations	(545.68)	(3,800.69)
Income taxes paid (net of refunds)	(170.22)	(117.52)
Net cash used in operating activities (A)	(715.90)	(3,918.21)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(116.83)	(178.96)
Proceeds from sale of property, plant and equipment	1.96	8.22
Movement in capital advances	-	0.57
Movement in deposits with banks and financial institutions	91.14	139.59
Purchase of investments	(16,360.24)	(26,370.45)
Proceeds from sale of investments	16,540.69	26,634.03
Interest income received on investments measured at amortised cost, FVTPL	43.49	30.98
Net cash (used in) investing activities (B)	200.21	263.98
C. Financing activities		
Issue of Compulsorily Convertible Preference Shares	800.00	0.69
Issue of Optionally convertible redeemable preference shares	400.00	-
Proceeds from debt securities	1,235.00	2,078.23
Repayment of debt securities	(1,454.31)	(990.82)
Repayment of principal portion of lease liability	(23.74)	(6.01)
Repayment of interest portion of lease liability	(4.05)	(4.37)
Proceeds from other than debt securities	12,627.17	9,756.38
Repayment of other than debt securities	(12,635.34)	(7,082.50)
Interest expenses	(349.24)	(282.09)
Net cash generated from financing activities (C)	595.49	3,469.51
Net increase in cash and cash equivalents (A+B+C)	79.80	(184.72)
Cash and cash equivalents at the beginning of the year	1,167.65	1,352.37
Cash and cash equivalents at the end of the year	1,247.45	1,167.65



Samunnati Financial Intermediation & Services Private Limited
Consolidated statement of cash flows for the year ended 31 March 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year (also, refer note 3)		
- Cash on hand	0.23	-
- In deposit accounts (with original maturity of 3 months or less)	179.46	408.23
- Balances with banks in current accounts	1,067.76	759.42
Total	1,247.45	1,167.65

Summary of significant accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018


V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: May 30, 2023

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: May 30, 2023


Gurunath Neelamani
Whole-time Director
DIN : 02799586
Place: Chennai
Date: May 30, 2023


Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Consolidated Statement of Changes in Equity for the year ended 31 March 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

A. Equity share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	5.74	5.74	16.84	16.16	22.58	21.90
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated Balance at the beginning of the year	5.74	5.74	16.84	16.16	22.58	21.90
Issued during the year	-	-	0.80	0.68	0.80	0.68
Buyback of shares	-	-	-	-	-	-
Sub-total	5.74	5.74	17.64	16.84	23.39	22.58
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	17.64	16.84	21.25	20.45

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Equity component of compound financial instruments	Other comprehensive income	Retained Earnings	Total
Balance as at 01 April 2021	40.59	4,931.10	205.29	0.07	-	3.73	(186.74)	4,994.04
Changes in accounting policy or prior period errors (Refer Note 21)	-	-	-	-	-	-	(1.13)	(1.13)
Restated Balance as at 01 April 2021	40.59	4,931.10	205.29	0.07	-	3.73	(187.87)	4,992.91
Comprehensive income for the year	-	-	-	-	-	1.94	(1,066.39)	(1,064.45)
Issue expenses for debt securities	-	11.39	-	-	-	-	-	11.39
Premium on issue of shares	-	812.96	-	-	-	-	-	812.96
Equity Component of Debt Securities issued during the year	-	-	-	-	(23.55)	-	-	(23.55)
Employee stock options expense	-	-	57.03	-	-	-	-	57.03
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	40.59	5,755.45	262.32	0.07	(23.55)	5.67	(1,254.26)	4,786.28
Changes in accounting policy or prior period errors (Refer Note 21)	-	-	-	-	23.55	1.69	(28.18)	(2.94)
Restated Balance as at 31 March 2022 after above adjustments	40.59	5,755.45	262.32	0.07	-	7.36	(1,282.44)	4,783.35
Comprehensive income for the year	-	-	-	-	-	0.73	(1,465.37)	(1,464.64)
Transfer to statutory reserve	-	-	-	-	-	-	-	-
Premium on issue of shares	-	799.06	-	-	-	-	-	799.06
Equity Component of Debt Securities issued during the year	-	-	-	-	382.77	-	-	382.77
Issue expenses for debt securities	-	-	-	-	-	-	-	-
Employee stock options expense	-	-	58.29	-	-	-	-	58.29
Balance as at 31 March 2023	40.59	6,554.51	320.61	0.07	382.77	8.09	(2,747.81)	4,558.83

Summary of significant accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: May 30, 2023



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S.G Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: May 30, 2023

Gurunath Neelamani
Whole-time Director
DIN : 02799586
Place: Chennai
Date: May 30, 2023

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

1. Corporate Information

Samunnati Financial Intermediation & Services Private Limited ('The Holding Company') is a Non-Banking Financial Institution (NBFI) incorporated on June 23, 2014. The Holding Company has received certificate of registration dated February 25, 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Holding Company provides secured and unsecured loans to farmers, farmer producer organizations, community based organizations and Agri-enterprises. The Holding Company commenced active NBFI operations from the month of July 2016. The Holding Company is a NBFC - Systemically Important Non-Deposit taking Company ('NBFC-ND-SI') per regulations of Reserve Bank of India ('RBI').

The Holding Company has five wholly owned subsidiaries as at the year end 31 March 2023.

The following are the details of the subsidiaries:

1. Samunnati Agro Solutions Private Limited ('Agro') which was incorporated on 14 October 2016, and undertakes wholesale trading activities related to agricultural inputs and commodities.
2. Samunnati Agri Innovations Lab Private Limited (Formerly called as Kamatan Farm Tech Private Limited) - The Company has acquired 100% stake in Samunnati Agri Innovations Lab Private Limited (Formerly called as Kamatan Farm Tech Private Limited) ('KFTPL') through a share swap on 16 April 2021. Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL.
3. Samunnati Finance Private Limited ('SFPL') was incorporated on 22 September 2021 and is registered under the Companies Act 2013 as a company limited by shares.
4. Samunnati Foundation ('the Foundation') was incorporated on 09 March 2020 and is registered under section 8 of the Companies Act 2013 as a company with limited liability. The main objects of the Company are to undertake social oriented programs, activities as deemed appropriate, referred to in schedule VII to the Companies Act 2013, read with section 135 of the Act.
5. Samunnati Investment Management Services Private Limited ('SIMS') was incorporated on 08 March 2022 and is registered under the Companies Act 2013 as a company limited by shares.

The Holding Company along with its Subsidiaries, shall hereinafter, be collectively referred to as 'the Group'.*

*Samunnati Foundation was consolidated to the group financial statements up to FY 2020-21. However the same has not been consolidated from the previous year as the intent of the investment is not considered to be commercial in nature so as to get any return on the investments.

2. Basis of preparation of financial statements

2.1 Statement of compliance with Ind AS and basis for preparation and presentation of financial statements

These consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The Group has adopted Ind AS from April 01, 2020. 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 adopted.

These consolidated financial statements were approved by the Holding Company Board of Directors and authorised for issue on May 30, 2023.

b) Principles of consolidation

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and can affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the financial statements of the Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions within Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Samunnati Foundation ('the Foundation') is not for profit company hence the same has not been consolidated.

2.2 Functional and presentation currency

These consolidated financial statements are presented in Indian Rupees ('INR' or 'Rs.' or '₹') which is also the Group functional currency. Amounts less than the rounding off norms adopted by the Group are disclosed as 0. All amounts are rounded-off to the nearest millions, unless otherwise indicated.

2.3 Historical cost convention

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the Accounting Policies set out below.

The financial statements are prepared on a 'going concern' basis using accrual concept except for the cash flow information.

2.4 Measurement of fair value changes

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has established policies and procedures with respect to the measurement of fair values. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

2.5 Critical accounting estimates and judgements

In preparing these consolidated financial statements, management of the Group has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Estimation of uncertainties relating to the global health pandemic from COVID-19

The Group has made detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, financial and non-financial assets. Based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. The Group continues to evaluate them as highly probable considering the present business trends. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 which may be different from that estimated as at the date of approval of the financial statements. The Group will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Effective Interest Rate (EIR) Method

The Holding Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets for Loans

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses, if the credit risk on a financial instrument has not increased significantly since initial recognition.

Lifetime expected credit losses means expected credit losses that result from all possible default events over the expected life of a financial asset.

12-month expected credit losses means the portion of Lifetime ECL that represent the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Group performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Group compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.
- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Group recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision.

For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans and receivables from trading activities. The Group recognizes lifetime ECL for impaired financial assets.



Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

The loan assets in the books of the Holding Company are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review.

As part of the regular review, in line with changes in loan portfolio and their repayment pattern, the Holding Company has revised the definition of stages, as under:

Name of the Pool of loan assets	Stage	Loans Days Past Due (DPD)	
		Adopted upto FY'22	w.e.f FY'23
Farmer Collectives	Stage 1	Upto 60 Days	Upto 60 Days
	Stage 2	61 Days to 240 Days	61 Days to 180 Days
	Stage 3	More than 240 Days	More than 180 Days
Agri enterprises	Stage 1	Upto 60 Days	Upto 60 Days
	Stage 2	61 Days to 360 Days	61 Days to 180 Days
	Stage 3	More than 360 Days	More than 180 Days

Estimation of Expected Credit Loss:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Holding Company uses historical information to determine PD. Considering the different categories of customers, the Holding Company has bifurcated its loan portfolio into five pools. For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information. For receivables from trading activities, Agro's management had calculated the PD using Incremental 30 DPD approach considering fresh slippage using historical information.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments or principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.



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Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

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Loss Given Default (LGD) – The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Holding Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements. Further the management of the subsidiary Agro had considered the insured portion of receivable consists nil exposure at default.

Forward looking information - While estimating the expected credit losses, the Group reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Group analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Group based on its internal data. While the internal estimates of PD, LGD rates by the Group may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

The impact on account of change in default definition and staging has resulted in an additional ECL of Rs. 327.83 million for FY'23.

Impairment of financial instruments for trade receivables from trading and allied activities

The Group applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivables and other contractual rights to receive cash or other financial asset.

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

For trade receivables or any contractual right to receive cash or another financial asset that results from transactions that are within the scope of Ind AS 115, the Group follows 'simplified approach' and measures the loss allowance at an amount equal to lifetime expected credit losses. This impairment allowance is computed based on historical credit loss experience and management assessment.

Impairment of non-financial assets (PPE)

The impairment assessment of non-financial assets is determined based on estimation of recoverable amount of such assets. The assumptions used in computing the recoverable amount are based on management judgement considering the timing of future cash flows, discount rates and the risks specific to the asset.

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long-term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.



Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Group's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

2.6 Revenue recognition

a) Recognition of interest income on loans

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost, debt instruments measured at FVTOCI and debt instruments designated at FVTPL. The 'effective interest method' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded 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.

a) Recognition of interest income on loans

The Holding Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Holding Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Holding Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Sale of goods

To determine whether to recognise revenue from contracts with customers, Agro follows a 5-step process:

- 1 Identifying the contract with customer
- 2 Identifying the performance obligations
- 3 Determining the transaction price
- 4 Allocating the transaction price to the performance obligations
- 5 Recognising revenue when/as performance obligation(s) are satisfied.

Revenue from sale of products or services is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration expected to be received in exchange for those products or services.



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Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duty. Agro has assessed its revenue arrangements based on the substance of the transaction and business model against specific criteria to determine if it is acting as principal or agent."

c) Dividend and interest income on investments

Dividends are recognized in Statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

Interest income from investments is recognized when it is certain that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7 Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Life in Years
Furniture and fittings	10
Office equipment	5
Computers and accessories	3
Vehicles	4 – 8
Leasehold improvements	5

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment loss, if any.

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates



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of useful life. Amortisation is calculated using the straight line method to write down the cost of intangible assets over their estimated useful lives.

The intangible assets are amortised within three years.

2.8 Foreign exchange transactions and translations**a) Initial recognition**

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.

2.9 Financial Instruments**a) Recognition and initial measurements**

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)



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Amortised cost

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Group measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Group measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the Group's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Group changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Group makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.



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c) Financial liabilities and equity instruments**Classification of debt and equity**

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Group are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.

d) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by a Group are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109 "Financial Instruments"; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 115 "Revenue from contracts with customers".

e) Derecognition**Financial assets**

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Group enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.



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Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

f) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

g) Write offs

Financial assets are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Group determines that the borrower/customer does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.10 Employee benefits**a) Short-term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

b) Contribution to provident fund and other funds

Group's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Group has no further obligation other than the contributions made.

c) Gratuity

The Group's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or



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credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.

d) Leave encashment/ compensated absences /sick leave

The Group provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.11 Finance cost

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.

2.12 Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Minimum alternate tax ('MAT') credit entitlement is recognized as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. This is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent it is not reasonably certain that normal income tax will be paid during the specified period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred



Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

Provisions are recognized when the Group has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.



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In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Group can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.15 Leases

The Group's lease asset classes primarily consist of leases for office premises. The Group assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

2.16 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.17 Earnings per share

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Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Group's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.18 Inventories

Inventories are measured at the lower of cost and the net realizable value. Costs includes cost of purchase and other costs incurred in bringing the inventories to the present location and condition, net of discounts and rebates and is determined on weighted average basis. Cost is determined on FIFO basis. Net realizable value represents the estimated selling price of inventories in the ordinary course of business, less the estimated costs necessary to make the sale.

2.19 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind-AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

Operating segments identified by the Group comprises as under:

1. Financing - Providing loans to borrowers and securitisation of such loans.
2. Trading and allied activities - Trading of agricultural products and allied activities

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments. Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprises as a whole and are not allocable to a segment on a reasonable basis have been disclosed as 'Unallocated', if any. Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as 'Unallocated', if any.

2.20 Recent accounting pronouncements**New and amended standards adopted by the Group:**

The Group has applied the following amendments (wherever applicable) for the first time for their annual reporting period commencing April 1, 2022:

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 recognised 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.

Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets –



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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.

New Standards/Amendments notified but not yet effective:

Ministry of Corporate Affairs (MCA), on March 31, 2023, through the Companies (Indian Accounting Standards (Ind AS)) Amendment Rules, 2023 amended certain existing Ind ASs on miscellaneous issues with effect from 1st April 2023. Following are few key amendments relevant to the Group:

- (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 Holding Company does not expect the effect of this on the financial statements to be material, based on preliminary evaluation. However, it may be noted that we expect there would be a change in Accounting policies section of the financial statements as the standard would require presentation of 'material accounting policies' as against 'significant accounting policies' disclosed so far.

2.21 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2023	As at 31 March 2022
3 Cash and cash equivalents		
Cash-on-hand	0.23	-
Balances with banks		
(i) In current account	1,067.76	759.42
(ii) in deposit account (with original maturity up to 3 months)	179.46	408.23
	1,247.45	1,167.65
4 Bank balances other than cash and cash equivalents		
Deposit account with banks -		
- Balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments (Refer note below)	218.08	221.45
- with original maturity of more than 3 months but less than 12 months	202.93	290.70
	421.01	512.15
Details of balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments		
Maturity period of less than 12 months		
(i) Held as collateral against borrowings and securitisation transactions	196.05	160.21
	196.05	160.21
Maturity period of more than 12 months		
(ii) Held as collateral against borrowings and securitisation transactions	22.03	61.24
	22.03	61.24
Total	218.08	221.45
5 Trade receivables		
Unsecured		
Considered good	2,561.37	3,288.03
Less: Allowance for expected credit loss	(14.87)	(31.42)
	2,546.50	3,256.61
Having significant increase in credit risk	323.49	252.97
Less: Allowance for expected credit loss	(42.00)	(42.91)
	281.49	210.06
Credit impaired	221.56	328.52
Less: Allowance for expected credit loss	(202.73)	(317.79)
	18.83	10.73
	2,846.82	3,477.40
(Refer Note 47 for ageing schedule of trade receivables)		
6 Loans		
(A) Term Loans at amortised cost		
To clients	11,166.77	11,414.21
Total- Gross	11,166.77	11,414.21
Less: Impairment loss allowance	(1,013.26)	(352.53)
Total- Net	10,153.51	11,061.68
(B) Secured/ Unsecured break up		
(i) Secured against tangible assets:		
Gross	1,075.49	1,081.22
Less: Impairment loss allowances	(83.69)	-
Net	991.80	1,081.22
(ii) Secured against receivables:		
Gross	-	-
Less: Impairment loss allowances	-	-
Net	-	-
(iii) Unsecured		
Gross	10,091.28	10,332.99
Less: Impairment loss allowances	(929.57)	(352.53)
Net	9,161.71	9,980.46
Total (B) = (i) + (ii) + (iii)	10,153.51	11,061.68



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2023	As at 31 March 2022
(C) Loans in/ outside India		
(i) Loans in India		
(a) Public sector	-	-
(b) Others	11,166.77	11,414.21
	11,166.77	11,414.21
Less : Impairment loss allowance	(1,013.26)	(352.53)
Total (i)	10,153.51	11,061.68
(ii) Loans outside India	-	-
Total (C) = (i) + (ii)	10,153.51	11,061.68

Note: There is no loan asset measured at FVTOCI or FVTPL.

Summary of loans by stage distribution

	Gross Carrying Amount (A)	Impairment Loss Allowance (B)	Net Carrying Amount (A-B)
As at 31 March 2023	10,353.18	347.21	10,005.97
Stage 1 - Considered good	154.61	31.28	123.33
Stage 2 - Significant increase in credit risk	658.98	634.77	24.21
Stage 3 - Credit impaired	11,166.77	1,013.26	10,153.51
As at 31 March 2022	10,312.28	29.48	10,282.80
Stage 1 - Considered good	767.04	43.03	724.01
Stage 2 - Significant increase in credit risk	334.89	280.02	54.87
Stage 3 - Credit impaired	11,414.21	352.53	11,061.68

7 Investments

(A) At amortised cost

(i) In Pass Through Certificates ("PTC")	3.42	183.87
(ii) Samunnati Foundation	8.50	8.50
850,000 (previous year: 850,000) equity shares of ₹10 each		
	11.92	192.37

Note: No impairment loss has been provided on the above investments.

Out of above

In India	11.92	192.37
Outside India	-	-
	11.92	192.37

8 Other financial assets

Unsecured, considered good

Security deposits	27.63	18.06
Employee advances	3.90	5.22
Deposits with financial institutions	-	111.50
Interest accrued but not due on deposits with financial institutions	9.13	13.17
Other receivables	19.24	4.14
	59.90	152.09

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	As at 31 March 2023	As at 31 March 2022
9 Inventories		
At lower of cost or net realisable value		
Stock in trade	1,160.32	869.31
Less: Provision for inventory	(103.76)	(20.15)
	1,056.56	849.16
10 Non-current tax assets (net)		
Advance income tax (net of provisions for tax)	354.45	189.33
	354.45	189.33

11 Deferred tax assets (net)

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2022	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2023
Fixed assets	(6.65)	(8.49)	-	-	(15.14)
Provisions for employee benefits	12.96	(0.46)	(0.21)	-	12.29
Provision for Inventory	-	17.78	-	-	17.78
Impairment loss allowance	176.71	140.79	-	-	317.50
Carried forward losses	33.73	273.40	-	-	307.13
Employee stock option expenses	175.86	-	-	-	175.86
Others	3.93	4.70	-	-	8.63
Total	396.54	427.72	(0.21)	-	824.05

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2021	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2022
Fixed assets	2.17	(8.82)	-	-	(6.65)
Provisions for employee benefits	8.02	5.28	(0.34)	-	12.96
Impairment loss allowance	74.68	102.17	-	(0.14)	176.71
Carried forward losses	18.06	24.97	-	(9.30)	33.73
Employee stock option expenses	35.77	139.09	-	-	175.86
Others	5.91	(1.98)	-	-	3.93
Total	145.61	260.71	(0.34)	(9.44)	396.54

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	As at 31 March 2023	As at 31 March 2022
13 Other non-financial assets		
Prepaid expenses	51.68	61.83
Advance paid to vendors	302.62	128.25
Balances with government authorities	85.39	53.86
Advances to employees	1.73	-
	441.42	243.94

14 Trade payables

i) Total outstanding dues of micro and small enterprises	-	0.67
ii) Total outstanding dues of creditors other than micro and small enterprises	306.21	697.42
	306.21	698.09

(Also refer note 48 for ageing of the trade payables)

Disclosures required by the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 are as under

(a) The principal amount remaining unpaid at the end of the year*	-	0.67
(b) The delayed payments of principal amount paid beyond the appointed date during the year	-	-
(c) Interest actually paid under Section 16 of MSMED Act	-	-
(d) Normal Interest due and payable during the year, as per the agreed terms	-	-
(e) Total interest accrued during the year and remaining unpaid	-	-
	-	0.67

*There are no micro, small and medium enterprises to whom the Group owes dues which are outstanding for more than 45 days at the Balance Sheet date, computed on unit wise basis.

The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

15 Debt securities

At amortised cost

Non-convertible redeemable debentures	5,075.53	5,294.84
	5,075.53	5,294.84

Note: There are no debt securities measured at FVTPL or designated as FVTPL

Debt securities in India	598.21	777.85
Debt securities outside India	4,477.32	4,516.99
Total	5,075.53	5,294.84

(also, refer note 44 A)

16 Borrowings (other than debt securities)

At amortised cost

Term loans:		
from banks	1,048.67	2,201.06
from other parties	5,141.00	4,448.80
Commercial paper	-	250.00
Working capital loan	1,747.89	1,092.88
Interest accrued but not due on borrowings	25.92	26.54
	7,963.48	8,017.28

Note: There are no Borrowings measured at FVTPL or designated as FVTPL

Borrowings in India	7,231.42	7,652.26
Borrowings outside India	732.06	365.02
	7,963.48	8,017.28

(also, refer note 44 B)

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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2023	As at 31 March 2022
17 Other financial liabilities		
Unamortised interest income	1.61	23.02
Lease liability	34.91	36.35
Employee related payables	74.84	72.57
Provision for expenses	1.25	-
Financial liability of compound financial instrument	18.26	-
MTM Cost on ECB Borrowing	8.00	25.84
Other payables	53.22	18.41
Interest accrued but not due on borrowings	19.73	-
	211.82	176.19
18 Provisions		
Provision for employee benefits		
Gratuity	25.07	20.39
Compensated absences	26.21	24.07
	51.28	44.46
19 Other non-financial liabilities		
Advance received from customers	236.75	178.54
Statutory dues payable	57.28	37.81
Others	0.34	0.34
	294.37	216.69

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12. Property, plant and equipment, right of use assets, intangible assets and intangible assets under development

Particulars	Property, plant and equipment									Biological assets	Right of use assets	Other intangible assets			Intangible assets under development
	Freehold land	Furniture and fittings	Office equipment	Computers & accessories	Vehicles	Leasehold improvements	Plant & Machinery	Building	Total			Goodwill on Consolidation	Computer Software	Total	
Gross block															
Balance as at 01 April 2021	2.31	9.15	11.17	25.16	23.01	23.37	-	-	94.17	0.48	33.39	-	30.32	30.32	15.38
Additions	27.76	2.58	3.29	19.95	18.69	-	5.16	-	77.43	0.17	33.10	775.67	19.57	795.24	65.18
Disposals/ deductions	-	(0.63)	(0.45)	(0.14)	(4.49)	(0.02)	-	-	(5.73)	-	(0.48)	-	-	-	(9.06)
Balance as at 31 March 2022	30.07	11.10	14.01	44.97	37.21	23.35	5.16	-	165.87	0.65	66.01	775.67	49.89	825.56	71.50
Additions	42.03	0.25	3.04	3.71	3.25	-	1.01	11.00	64.29	-	27.84	-	109.53	109.53	76.97
Disposals/ deductions	-	(0.33)	-	(4.83)	(4.66)	-	(1.22)	-	(11.04)	-	(1.67)	-	(49.71)	(49.71)	(125.55)
Balance as at 31 March 2023	72.10	11.02	17.05	43.85	35.80	23.35	4.95	11.00	219.12	0.65	92.18	775.67	109.71	885.38	22.92
Accumulated depreciation and amortization															
Balance as at 01 April 2021	-	1.54	3.13	14.03	7.89	7.64	-	-	34.23	-	15.80	-	5.11	5.11	-
Charge for the year	-	1.18	2.02	9.51	7.65	5.22	0.25	-	25.83	0.01	18.98	-	19.97	19.97	-
Disposals	-	(0.06)	(0.06)	(0.12)	(2.28)	0.20	-	-	(2.32)	-	-	-	-	-	-
Balance as at 31 March 2022	-	2.66	5.09	23.42	13.26	13.06	0.25	-	57.74	0.01	34.78	-	25.08	25.08	-
Charge for the year	-	1.33	1.98	11.37	8.79	4.98	0.32	0.12	28.89	0.05	24.76	-	7.04	7.04	-
Disposals	-	(0.13)	-	(4.59)	(2.43)	-	(0.04)	-	(7.19)	-	-	-	(18.59)	(18.59)	-
Balance as at 31 March 2023	-	3.86	7.07	30.20	19.62	18.04	0.53	0.12	79.44	0.06	59.54	-	15.53	15.53	-
Net block															
As at 31 March 2022	30.07	8.44	8.92	21.55	23.95	10.29	4.91	-	108.13	0.64	31.23	775.67	24.81	800.48	71.50
As at 31 March 2023	72.10	7.16	9.98	13.65	16.18	5.31	4.42	10.88	139.68	0.59	32.64	775.67	94.18	869.85	22.92

Intangible Assets under Development ageing Schedule as on March 31, 2023

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	5.66	17.26	-	-	22.92
Projects temporarily suspended	-	-	-	-	-
Total	5.66	17.26	-	-	22.92

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2023.

Intangible Assets under Development ageing Schedule as on March 31, 2022

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	more than 3 years	
Projects in Progress	56.58	12.53	2.39	-	71.50
Projects temporarily suspended	-	-	-	-	-
Total	56.58	12.53	2.39	-	71.50

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2022.



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	As at 31 March 2023		As at 31 March 2022	
	No. of shares	Amount	No. of shares	Amount
20 Equity share capital				
Authorised share capital				
Equity shares of ₹ 10 each	750,000	7.50	750,000	7.50
Compulsorily convertible preference shares of ₹ 10 each	2,300,000	23.00	1,750,000	17.50
Total	3,050,000	30.50	2,500,000	25.00
Issued				
Equity shares of ₹ 10 each	573,861	5.74	573,861	5.74
Compulsorily convertible preference shares of ₹ 10 each	1,763,819	17.64	1,683,819	16.16
Subscribed and paid-up:				
Equity shares of ₹ 10 each	573,861	5.74	573,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note h) below	(213,523)	(2.14)	(213,523)	(2.14)
Compulsorily convertible preference shares of ₹ 10 each	1,763,819	17.64	1,683,819	16.84
Total	2,124,157	21.25	2,044,157	20.45
a) Reconciliation of number of equity shares and amount outstanding				
Issued, subscribed and paid-up				
Balance at the beginning of the year	573,861	5.74	573,861	5.74
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	573,861	5.74	573,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme	(213,523)	(2.14)	(213,523)	(2.14)
Balance at the end of the year	360,338	3.60	360,338	3.60
b) Reconciliation of number of preference shares and amount outstanding				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	1,683,819	16.84	1,616,195	16.16
Shares issued during the year	80,000	0.80	67,624	0.68
Balance at the end of the year	1,763,819	17.64	1,683,819	16.84
c) Shareholders holding more than 5 percent				
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of ₹ 10 each				
S G Anil Kumar	238,257	42%	238,257	42%
Samunnati ESOP Welfare Trust	213,523	37%	213,523	37%
Accel India V (Mauritius) Ltd	75,733	13%	75,733	13%
Compulsorily convertible preference shares of ₹ 10 each				
Elevar M-III	421,522	24%	421,522	25%
Accel India V (Mauritius) Ltd	384,949	22%	374,949	22%
ResponsAbility Agriculture I, SLP	366,594	21%	366,594	22%
Teachers Insurance and Annuity Association of America	266,730	15%	226,730	13%
Accel Growth Fund V L.P	110,075	6%	110,075	7%
Elevar I-IV AIF represented by its Trustee Vistra ITCL	148,957	8%	118,957	7%

d) Equity shares held by promoters at the end of the year

Promoter Name	March 31, 2023		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	238,257	41.52%	-



Samunnati Financial Intermediation & Services Private Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023***(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)*

Promoter Name	March 31, 2022		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	238,257	41.52%	-

- e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Holding Company.

f) Terms and rights attached to equity shares

The Holding Company has only one class of equity shares having a face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

g) Terms and rights attached to preference shares

The holding Company has issued Series A1, A2, A3, B, C, D, D1 and Pre-Series E series compulsorily convertible preference shares having a face value of Rs. 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the holding

The holding Company has issued Pre-Series E Optionally Convertible Redeemable Preference Shares ("Pre-Series E OCRPS") having a face value of Rs. 10 per share. At the option of the holders of Pre-Series E OCRPS, these shares, may be converted into Pre-Series E Compulsorily Convertible Cumulative Preference Shares ("Pre-Series E CCPS"). The Pre-Series E OCRPS Conversion Ratio shall initially be 1:1 and shall be subject to adjustments as per the terms of issue ("Pre-Series E OCRPS Conversion Ratio"). The holders of Pre-Series E OCRPS shall, at any time prior to 19 (nineteen) years from the date of issuance of the same, be entitled to call upon the holding Company to convert all (and not less than all) of the Pre-Series E OCRPS in accordance with the Pre-Series E OCRPS Conversion Ratio by issuing a Notice to the Company. The Pre-Series E OCRPS, if not converted earlier, shall automatically convert into Pre-Series E CCPS at the then applicable conversion rate, (i) on the latest permissible date prior to the issue of Shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or (ii) on the day following the completion of 19 years from the date of issuance of the same. The holders of Pre-Series E OCRPS shall not be entitled to attend meetings of Shareholders of the Company and will not be entitled to any voting rights prior to conversion of the Pre-Series E OCRPS into Pre-Series E CCPS. Only so long as the Pre-Series E OCRPS have not been converted to Pre-Series E CCPS, the holder of the Pre-Series E OCRPS shall be entitled to seek redemption of all or any of the Pre-Series E OCRPS at such IRR and within such timelines, as per the terms of issue.

Terms of conversion

Series	Date	Amount
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
Pre-Series E	10 Oct 2041	0.70
Pre-Series E	12 Oct 2041	0.10
Pre-Series E OCRPS	30 Nov 2041	0.40
		18.04



- h) The Holding Company has given an interest and collateral free loan to ESOP Trust to provide financial assistance for purchase of equity shares of the Holding Company under Employee Stock Option Scheme. The Holding Company has established the ESOP Trust to which the stock options issuable have been transferred. The Holding Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares). Also, refer note 33.

21 Other equity

	As at 31 March 2023	As at 31 March 2022
Statutory Reserve	40.59	40.59
Securities Premium	6,554.51	5,755.45
Employee stock options outstanding	320.61	262.32
Capital Redemption Reserve	0.07	0.07
Equity component of compound financial instruments	382.77	(23.55)
Other comprehensive income	8.09	5.67
Retained earnings* (Refer Note below)	(2,747.81)	(1,254.26)
	4,558.83	4,786.29

* Note: Samunnati Foundation was consolidated in the FY 20-21. However the same has not been consolidated from the FY 21-22 as the intent of the investment is not commercial in nature so as to get any return on the investments. Consequently the retained earnings impact of the FY 20-21 amounting Rs. 1.13 million has been eliminated in the previous year consolidation. Regrouping with corrections have been carried out in the current year pertaining to the previous year in the equity component of compound financial instruments, other comprehensive income and retained earnings.

Description of the nature and purpose of other equity

Statutory reserve

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of the Holding Company's profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the provisions of the Companies Act 2013.

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Holding Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Holding Company.

Equity component of compound financial instruments

Equity component of compound financial instruments represents the Equity portion of Debt Securities.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Group's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.



Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

Year ended	Year ended
31 March 2023	31 March 2022

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2023	Year ended 31 March 2022
30 Other expenses		
Legal and professional charges	179.64	144.45
Service fee expenses	18.45	2.24
Technology and communication expenses	39.08	31.48
Membership and subscription charges	15.42	17.58
Travelling and conveyance	70.40	42.33
Insurance	29.35	45.39
Payments to auditors (also, refer note below)	10.68	9.83
Repairs and maintenance - others	10.61	11.73
Rates and taxes	3.04	2.15
Rent	16.29	16.02
Impairment of trade receivables	72.51	-
Printing and stationery	3.79	4.14
Power and fuel	6.04	3.32
Sitting fees	2.65	3.37
Loss on sale of property, plant and equipment	0.38	0.08
Marketing expenses	12.45	10.49
Provision for Inventory	83.61	20.15
Bad debts written off	3.33	-
Miscellaneous expenses (also, refer note 38)	129.27	39.04
	706.99	403.79
31 Tax expenses		
a) Income tax recognized in statement of profit and loss		
Current tax:		
In respect of current year	0.07	-
In respect of prior years	5.03	-
	5.10	-
Deferred tax:		
In respect of current year origination and reversal of temporary differences	(427.72)	(260.71)
Total income tax recognized in statement of profit and loss	(427.72)	(260.71)
b) Income tax recognized in other comprehensive income		
Deferred tax related to items recognized in Other Comprehensive Income during the year:		
Remeasurement of defined employee benefits	0.21	0.34
Total income tax recognized in other comprehensive income	0.21	0.34
32 Earnings Per Share (EPS) after considering compulsorily convertible preference shares		
Net (loss) attributable to equity shareholders ₹ in millions (Basic and Diluted)	(1,465.37)	(1,066.39)
Weighted average number of equity shares used in computing basic EPS (in numbers)	360,338	360,338
Weighted average number of CCPS used in computing basic EPS (in numbers)	1,721,298	1,683,819
Total weighted average number of shares used in computing Basic EPS (in numbers)	2,081,636	2,044,157
Basic EPS (₹) - face value of share ₹10 each	(703.95)	(521.68)
Diluted EPS (₹) - face value of share ₹10 each	(703.95)	(521.68)

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ESOP 2015 Scheme

- a) On September 08, 2015, the Board of Directors approved and the Holding Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the Holding Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1- 4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors approved and the Holding Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. On May 24, 2019, the Board of Directors approved and the Holding Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee. On February 10, 2022 the Board approved the Employees Stock Option Plan 2022 to broaden the terms and conditions, including those on vesting, exercise, lapse, surrender, etc. and the same was approved by the Holding Company on March 07, 2022.

During the current year board of directors did not approve any ESOP to employees.

Particulars	No. of options as at March 31, 2023	Weighted Average Rate	No. of options as at March 31, 2022	Weighted Average Rate
Options outstanding at the beginning of the year	85,713	3.173	57,565	2,156
Granted during the year	-	-	43,380	5,022
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(11,259)	-	(15,232)	-
Options outstanding at the end of the year	74,454	3.441	85,713	3,173
Options exercisable as at the end of the period	10,930	739	10,930	739

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 191 days (previous year 393 days)

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43	-
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77	-
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.81%	5.86%	6.80%	6.80%

On December 20, 2017, the Board of Directors approved and the Holding Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Holding Company's Board of Directors approved and the Holding Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days(previous year: 0 days)

Particulars	No. of options as at March 31, 2023	Weighted Average Rate	No. of options as at March 31, 2022	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	45,000	2,902

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	2,938.71
Number of options granted	45,000
Exercise price range (weighted average)	3,752.55
Expected volatility (%)	60.29%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the Holding Company has not fair valued such grants. Hence above disclosure is not presented for the same.



34 Employee benefits**General description of defined benefit plans****a) Gratuity**

In accordance with applicable Indian laws, the Group provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provide for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Group does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Group is exposed to a number of risks, the most significant of which are detailed below:

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.

Discount rate

Reduction in discount rate in subsequent valuations can increase the plan's liability.

Details of defined benefit plans as per actuarial valuation are as follows

	Year ended Mar 31, 2023	Year ended Mar 31, 2022
Amount recognized in the statement of Profit and Loss		
Current service cost	8.45	6.12
Net Interest cost	1.70	1.25
Total expenses included in employee benefit expenses	10.15	7.37
Amount recognized in Other Comprehensive Income		
Remeasurement (gains)/ losses:		
Actuarial (gain)/ losses arising from changes in		
- Experience adjustments	(0.94)	(2.28)
Total amount recognized in other comprehensive Income	(0.94)	(2.28)
	Year ended March 31, 2023	As at March 31, 2022
Changes in the defined benefit obligation		
Opening defined benefit obligation	20.39	16.86
Opening addition from acquisition of Kamatan Farm Tech Private Limited	-	1.35
Current service cost	8.45	6.12
Interest expense	1.70	1.25
Remeasurement (gains)/losses arising from changes in -		
- Experience adjustments	(0.94)	(2.28)
Benefits paid	(0.91)	(2.91)
(Disposals)/Acquisitions (Net)	(3.62)	-
Closing defined benefit obligation	25.07	20.39
	Year ended March 31, 2023	As at March 31, 2022
Net defined benefit obligation		
Defined benefit obligation	25.07	20.39
Current portion of the above	3.50	2.46
Non current portion of the above	21.57	17.93
V. Maturity profile of defined benefit obligation (undiscounted)	As at March 31, 2023	As at March 31, 2022
Within 1 year	3.87	2.46
1 to 5 years	10.79	9.79
More than 5 years	29.63	20.71



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at March 31, 2023	As at March 31, 2022
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.20%	6.7% - 6.9%
Attrition rate	15.00%	15.00%
Rate of salary increase	7.00%	7.00%
In- service Mortality rate	IAL2012-14Ult	IAL2012-14Ult

	Year ended March 31, 2023	Year ended March 31, 2022
II. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows		
One percentage point increase in discount rate	(1.31)	(1.08)
One percentage point decrease in discount rate	1.47	1.20
One percentage point increase in salary growth rate	1.49	1.21
One percentage point decrease in salary growth rate	(1.37)	(1.11)

b) Compensated absences

The Group permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Group, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The Group does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.20%	6.7% - 6.9%
Rate of salary increase	7.00%	15.00%
Attrition rate over different age brackets	7.00%	7.00%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

	Year ended March 31, 2023	Year ended March 31, 2022
II. Expenses recognized in Statement of profit and loss		
Included under gratuity and leave encashment expenses	16.64	19.58
III. Net defined benefit obligation		
Defined benefit obligation	26.21	24.07
Current portion of the above	7.62	8.20
Non current portion of the above	18.59	15.87

35 Capital management

The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholder. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Group determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

Net debt to equity ratio

	As at 31 March 2023	As at 31 March 2022
Debt	13,039.01	13,312.12
Less: Cash and cash equivalents and other bank balances	(1,668.46)	(1,679.80)
Net debt	11,370.55	11,632.32
Total equity	4,580.08	4,806.74
Net debt to equity ratio (%)	248.26%	242.00%

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36 Leases

As a lessee

a) Additions to right of use asset

Particulars

Leased premises

Year ended	Year ended
31-Mar-23	31-Mar-22
27.84	33.10

b) Carrying value of right of use asset

Particulars

Right of use asset as on the opening date

Additions during the year

Disposals/ deductions

Depreciation charge for the year

Balance as at the year end

As at	As at
31-Mar-23	31-Mar-22
31.23	17.59
27.84	33.10
(1.67)	(0.48)
(24.76)	(18.98)
32.64	31.23

c) Maturity analysis of lease liability

Contractual Undiscounted Cash Flows

Less than 1 year

One to five years

Total undiscounted lease liability

24.67	20.09
13.88	20.02
38.54	40.11

Lease liabilities included in the statement of financial position

34.91	36.35
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d) Amounts recognized in Statement of profit or loss

Interest on lease liabilities

Depreciation charge for the year

Expenses relating to short-term leases

Year ended	Year ended
31-Mar-23	31-Mar-22
4.05	4.37
24.76	18.98
16.29	16.02

37 Contingent liabilities and commitments (to the extent not provided for)

Contingent liabilities

Claims against the Group not acknowledged as debts :

The Holding Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18, AY 2018-19 and AY 2020-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Holding Company has obtained a stay on collection of the demand provided below. The Holding Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at 31 March 2023	AY 2016-17	AY 2018-19	AY 2020-21
Amount of demand	10.24	0.26	106.03
Amount paid against stay	2.10	-	21.21
As at 31 March 2022	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

38 Corporate Social Responsibility

The Group has not incurred any expenditure during the current year (P.Y. ₹ 0.87 millions) towards CSR activities which includes contribution / donations made to the foundation which are engaged in activities prescribed under Section 135 of the Companies Act, 2013 read with Schedule VII to the said Act.

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Group during the year is Nil (previous year: Rs. 0.87 millions)

Particulars	For the year ended					
	March 31, 2022			31 March 2021		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	-	-	-	0.7	0.17	0.87

39 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	31 March 2022	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination cost	31 March 2023
(i) Debt securities	5,294.84	616.75	(219.31)	(616.75)	-	5,075.53
(ii) Borrowings (other than debt securities)	8,017.28	773.49	(8.17)	(916.54)	97.42	7,963.48
Total	13,312.12	1,390.24	(227.48)	(1,533.29)	97.42	13,038.01

Particulars	31 March 2021	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination cost	31 March 2022
(i) Debt securities	4,213.92	532.06	1087.41	(544.00)	5.45	5,294.84
(ii) Borrowings (other than debt securities)	5,343.40	596.19	2699.72	(674.86)	52.83	8,017.28
Total	9,557.32	1,128.25	3,787.13	(1,218.86)	58.28	13,312.12

relates to financing and operating activities

* interest payments in the nature of operating activities



40 Financial Risk Management Framework

The Holding Company's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Group manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include credit risk, liquidity risk and market risk (including interest rate risk and other price risk). Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Group will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Group's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Group continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

(b) Credit risk management

Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Group assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Group has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Group assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Group provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments, Trade receivables - considered good and other financial assets,	Low credit risk	Life time expected credit loss
Loans- Considered good	Low credit risk	12 month expected credit loss
Loans & Trade receivables - having significant increase in credit risk	Moderate credit risk	Life time expected credit loss
Loans & Trade receivables - credit impaired	High credit risk	Life time expected credit loss or fully provided for

Financial assets that expose the group to credit risk

Particulars	Nature	As at 31 March 2023	As at 31 March 2022
Cash and cash equivalents (excluding cash on hand)	Low credit risk	1,247.45	1,167.65
Bank balance other than above*	Low credit risk	421.01	512.15
Trade receivables- considered good*	Low credit risk	2,561.37	3,288.03
Trade receivables- having significant increase in credit risk *	Moderate credit risk	323.49	252.97
Trade receivables- credit impaired*	High credit risk	221.56	328.52
Loans - considered good*	Low credit risk	10,353.18	10,312.28
Loans - having significant increase in credit risk*	Moderate credit risk	154.61	767.04
Loans - credit impaired*	High credit risk	658.98	334.89
Investments	Low credit risk	11.92	192.37
Other financial assets	Low credit risk	59.90	152.09

(*) These represent gross carrying values of trade receivables & loans, without netting off impairment loss allowance

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.

Trade receivables

Trade receivables is typically unsecured and are derived from revenue earned from customers. To manage the credit risk, the Group periodically assesses the financial reliability of its customers, taking into account the financial condition, economic trends and historical payment pattern. The Group establishes an allowance for doubtful debts that represents its estimate of incurred losses in respect of the Group's trade receivables. Exposures to customers outstanding at the end of each reporting period are reviewed by the Group to determine incurred and expected credit losses.

Movement in the allowance for impairment in respect of trade receivables

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Balance at the beginning of the year	392.12	156.62
Balance taken over from Kamatan Farm Tech Private Limited	-	12.94
Add: Allowance for the year	72.49	220.56
Less: Written off during the year	(205.01)	-
Balance at the end of the year	259.60	392.12

The concentration of credit risk is limited due to the customer base being large and unrelated. In addition to the historical pattern of credit loss, the Group has considered the likelihood of increased credit risk and consequential default considering emerging situations due to COVID-19. The Group closely monitors its customers and assesses conditions such as change in payment terms, inability of the customer to pay etc. depending on severity of each case. Basis this assessment, the allowance for impairment of trade receivables as at March 31, 2023 is considered adequate.

Loans

The Group closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Group assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.



The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India;
2. The client must possess the required KYC documents
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure

(i) Expected credit losses for financial assets other than loans and trade receivables

The Group have not made expected credit losses for financial assets other than loans and trade receivables

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at 31 March 2023				
Gross carrying amount	1,247.45	421.01	11.92	59.90
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,247.45	421.01	11.92	59.90
As at 31 March 2022				
Gross carrying amount	1,167.65	512.15	192.37	152.09
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,167.65	512.15	192.37	152.09

ii. Movement of carrying amount and expected credit loss for loans

Definition of default:

The Holding Company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Stage	Loans Days past due (DPD)
Stage 1	Upto 60 days
Stage 2	61 days to 180 days
Stage 3	More than 180 days

Credit Quality of Loan Assets

Particulars	As at 31 March 2023	As at 31 March 2022
Stage 1	10,353.18	10,312.28
Stage 2	154.61	767.04
Stage 3	658.98	334.89
Total	11,166.77	11,414.21

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

Particulars	Stage 1	Stage 2	Stage 3
As at 31 March 2023			
Gross carrying value of opening balances	10,312.28	767.04	334.89
Adjustments to opening balances due to change in definition of default	-	(75.36)	75.36
Revised gross carrying value of opening balances	10,312.28	691.68	410.25
New assets originated during the year, netted off repayments and derecognised portfolio*	907.77	(441.69)	(65.29)
Transfer to stage 1	255.39	(254.83)	(0.56)
Transfer to stage 2	(224.89)	224.90	(0.01)
Transfer to stage 3	(891.74)	(65.41)	957.15
Amounts written off	(5.63)	(0.04)	(642.56)
Gross carrying value of closing balances	10,353.18	154.61	658.98

Particulars	Stage 1	Stage 2	Stage 3
As at 31 March 2022			
Gross carrying value of opening balances	8,101.17	1,109.75	163.28
New assets originated during the year, netted off repayments and derecognised portfolio	2,555.21	-	-
Transfer to stage 1	264.01	(263.91)	(0.10)
Transfer to stage 2	(348.51)	348.51	-
Transfer to stage 3	(99.54)	(427.30)	526.84
Amounts written off	(160.06)	(0.01)	(355.13)
Gross carrying value of closing balances	10,312.28	767.04	334.89



Movement in expected credit loss of loans:

As at 31 March 2023

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	29.48	43.03	280.02
New assets originated during the year, netted off repayments and derecognised portfolio	(0.55)	(27.48)	(44.57)
Transfer to stage 1	0.64	(0.64)	(0.00)
Transfer to stage 2	(13.99)	13.99	(0.00)
Transfer to stage 3	(608.66)	(44.64)	653.31
Impact of ECL on exposures transferred	945.91	47.07	388.57
Amounts written off	(5.63)	(0.05)	(642.56)
ECL allowance - closing balances	347.21	31.28	634.77

As at 31 March 2022

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	27.46	26.54	99.44
New assets originated during the year, netted off repayments and derecognised portfolio	11.29	-	-
Transfer to stage 1	0.85	(0.85)	-
Transfer to stage 2	(8.33)	8.33	-
Transfer to stage 3	(60.62)	(260.23)	320.85
Impact of ECL on exposures transferred	218.89	269.25	214.86
Amounts written off	(160.06)	(0.01)	(355.13)
ECL allowance - closing balances	29.48	43.03	280.02

i) If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease ₹ 67.89 millions and ₹ 83.06 millions respectively. (As at March 31, 2022: ₹ 60.72 millions and ₹ 16.21) millions respectively)

*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off.

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation, interest strip assets and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

(b) Liquidity Risk Management :

Liquidity risk refers to the risk that the Group cannot meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Group reputation. The Group maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Group periodically. The Group believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 44 which details the Group's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Group may be required to pay.

(c) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Group is exposed to two types of market risk as follows:

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group is subject to interest rate risk, principally because the Group lend to customers at fixed interest rates and for periods that may differ from the Group's funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Group assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Group has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended 31 March 2023	Year ended 31 March 2022
Interest sensitivity*		
Interest rates – increase by 0.50%	20.34	15.08
Interest rates – decrease by 0.50%	(20.34)	(15.08)

* Holding all other variables constant

Price Risk

The Group exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Group has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.



Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The Group is exposed to currency risk to the extent that there is a mismatch between the currencies in which revenues and purchases are denominated, and the functional currency of the Group. The functional currency of the Group is the Indian Rupee (₹). The currency in which these transactions are primarily denominated are in Indian Rupee (₹). Certain export sale transactions of the Group are denominated in US dollars (USD).

Particulars	As at 31 March 2023	As at 31 March 2022
	Amount in Euro's	Amount in Euro's
Financial assets		
Trade receivables	0.12	0.00

41 Fair value measurements**a) Financial instruments measured at amortized cost**

	As at 31 March 2023	As at 31 March 2022
	Carrying value	Carrying value
Financial assets		
Cash and cash equivalents	1,247.45	1,167.65
Other Bank Balances	421.01	512.15
Trade receivables	2,846.82	3,477.40
Loans	10,153.51	11,061.68
Investments	11.92	192.37
Other financial assets	59.90	152.09
	14,740.61	16,563.34
Financial liabilities		
Trade payables	306.21	696.09
(i) Debt securities	5,075.53	5,294.84
(ii) Borrowings (other than debt securities)	7,963.48	8,017.28
Other financial liabilities	211.82	176.19
	13,557.04	14,186.40

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
Financial assets					
Investments					
As at 31 March 2023	-	-	-	-	-
As at 31 March 2022	-	-	-	-	-

42 Operating segments**a) Chief Operating Decision Maker**

Operating segments are reported in a manner consistent with the internal reporting to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

b) Operating Segment**Primary Segment (Business Segment)**

The Group is organised primarily into two operating segments i.e a) Financing - Providing loans to Agri enterprises, community based organisations and farmer producer organisations and securitisation of such loans b) Trading and allied activities - Trading of agricultural products and allied activities.

Secondary Segment (Geographical Segment)

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

c) Segment Revenue and Expenses

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment.

d) Segment Assets and Liabilities

Segment assets and segment liabilities represent assets and liabilities in respective segments.

e) Accounting Policies

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments.

	For the Year ended 31 March 2023			
	Financing	Trading and allied activities	Others	Total
Total income	1,887.71	17,110.01	-	18,997.72
Cost of goods sold	-	16,436.44	-	16,436.44
Finance costs	1,215.75	275.96	-	1,491.71
Depreciation and amortization	49.32	11.42	-	60.74
Employee benefit expenses	484.34	396.53	-	880.87
Profit/(loss) before tax	(1,444.50)	(443.49)	-	(1,887.99)
Tax expense	(313.51)	(109.11)	-	(422.62)
Profit/(loss) after tax	(1,130.99)	(334.38)	-	(1,465.37)



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	For the Year ended 31 March 2022			
	Financing	Trading and allied activities	Others	Total
Total income	1,723.78	21,263.36	-	22,987.14
Cost of goods sold	-	20,745.09	-	20,745.09
Finance Costs	977.17	238.35	-	1,215.52
Depreciation and Amortization	47.61	17.18	-	64.79
Employee Benefit Expenses	627.70	250.63	-	878.33
Profit/(Loss) Before Tax	(968.92)	(358.18)	-	(1,327.10)
Tax Expense	(149.81)	(110.90)	-	(260.71)
Profit/(Loss) after Tax	(819.11)	(247.28)	-	(1,066.39)

Particulars	For the Year ended 31 March 2023			
	Financing	Trading and allied activities	Others	Total
Segment Assets	13,162.61	5,320.16	-	18,482.77
Segment Liabilities	9,711.85	4,190.84	-	13,902.69

Particulars	For the Year ended 31 March 2022			
	Financing	Trading and allied activities	Others	Total
Segment Assets	13,122.46	6,131.84	-	19,254.30
Segment Liabilities	10,814.04	3,633.52	-	14,447.56

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Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)
43 Maturity analysis of asset and liabilities

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

Particulars	As at 31 March 2023			As at 31 March 2022		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
Cash and cash equivalents	1,247.45	-	1,247.45	1,167.65	-	1,167.65
Other bank balances	304.28	116.73	421.01	450.91	61.24	512.15
Trade receivables	2,846.82	-	2,846.82	3,477.40	-	3,477.40
Loans	5,404.23	4,749.28	10,153.51	8,026.50	3,035.18	11,061.68
Investments	3.42	8.50	11.92	178.90	13.47	192.37
Other financial assets	37.53	22.37	59.90	134.52	17.57	152.09
	9,843.73	4,896.88	14,740.61	13,435.88	3,127.46	16,563.34
Non- financial assets						
Inventories	1,056.56	-	1,056.56	849.16	-	849.16
Non-current tax assets (net)	-	354.45	354.45	-	189.33	189.33
Deferred tax assets (net)	-	824.05	824.05	-	396.54	396.54
Property, plant and equipment	-	139.68	139.68	-	108.13	108.13
Biological Assets	-	0.59	0.59	-	0.64	0.64
Right of use assets	-	32.64	32.64	-	31.23	31.23
Other intangible assets	-	869.85	869.85	-	800.48	800.48
Intangible assets under development	-	22.92	22.92	-	71.50	71.50
Other non-financial assets	435.85	5.57	441.42	243.94	-	243.94
	1,492.41	2,249.75	3,742.16	1,093.10	1,597.85	2,690.95
LIABILITIES						
Financial Liabilities						
Trade payables	306.21	-	306.21	698.09	-	698.09
Debt securities	2,080.15	2,995.38	5,075.53	914.70	4,380.14	5,294.84
Borrowings (other than debt securities)	6,413.33	1,550.15	7,963.48	6,110.96	1,906.32	8,017.28
Other financial liabilities	182.06	29.76	211.82	134.09	42.10	176.19
	8,981.75	4,575.29	13,557.04	7,857.84	6,328.56	14,186.40
Non- financial liabilities						
Provisions	11.12	40.16	51.28	10.66	33.80	44.46
Other non-financial liabilities	294.03	0.34	294.37	216.35	0.34	216.69
	305.15	40.50	345.65	227.01	34.14	261.15

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

44 Borrowing details as at March 31, 2023

A. Debt securities

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.06%	0.33	150.00	150.33	Book debts
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.27%	0.66	300.00	300.66	
72 Months	1,000,000	10-Aug-22	02-Aug-28	10.75%	9.28	585.00	594.28	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	513.67	0.05	513.72	
60 months	100,000	26-Jul-21	15-Jul-26	10.70%	7.17	345.00	352.17	
48 Months	1,000,000	15-Feb-22	15-Feb-26	12.16%	8.22	594.00	602.22	
36 Months	500,000	17-Jun-20	17-Jun-23	12.75%	25.13	-	25.13	
36 Months	1,000,000	19-Jun-20	19-Jun-23	13.00%	50.20	-	50.20	
36 Months	1,000,000	17-Jul-20	17-Jul-23	12.00%	271.12	-	271.12	
36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	694.80	-	694.80	
36 Months	1,000,000	31-Mar-21	01-Apr-24	12.30%	0.11	354.00	354.11	
36 months	1,000,000	05-Apr-21	05-Apr-24	11.64%	121.34	300.00	421.34	
36 months	1,000,000	06-Sep-21	06-Sep-24	10.85%	1.71	244.00	245.71	
36 months	100,000	28-Dec-21	27-Dec-24	11.60%	128.43	123.33	251.76	
33 months	875,000	25-Sep-20	25-Jun-23	12.40%	247.98	-	247.98	
					2,080.15	2,995.38	5,075.53	

B. Borrowings (other than debt securities)

I. Long-term

Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 months	12.50%	6	38.77	0	-	38.77	Book debts
36 months	11.80%	7	33.40	0	-	33.40	Book debts
36 months	9.50%	12	50.00	9	37.50	87.50	Cash Collateral
36 months	14.50%	1	5.30	0	-	5.30	Cash Collateral
39 months	11.65%	12	67.20	3	15.20	82.40	Book debts and Cash Collateral
40 months	11.65%	12	67.20	4	20.80	88.00	Book debts and Cash Collateral
18 months	12.75%	1	45.15	0	-	45.15	Book debts
18 months	12.25%	1	9.13	0	-	9.13	Book debts
24 months	11.25%	9	107.56	0	-	107.56	Book debts
24 months	10.60%	12	150.00	0	-	150.00	Book debts and Cash Collateral
25 months	12.00%	12	36.18	11	36.60	72.79	Book debts
24 months	13.25%	12	151.67	12	150.00	301.67	Book debts
13 months	13.05%	1	11.19	0	-	11.19	Book debts



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Quarterly repayment of principal							
35 months	11.75%	2	25.22	0	-	25.22	Book debts
36 months	11.50%	4	50.77	3	37.50	88.27	Book debts
36 months	9.75%	4	18.33	6	27.50	45.83	Book debts
30 months	11.60%	4	300.00	2	150.00	450.00	Book debts
24 months	14.50%	4	125.00	3	62.50	187.50	Book debts and corporate guarantee of holding company
12 months	13.35%	2	75.44	9	-	75.44	Book debts
12 months	13.75%	2	176.01	0	-	176.01	Book debts
Annual repayment of principal							
48 months	10.69%	1	122.28	2	240.70	362.98	Book debts
Bullet Repayment of principal							
37 months	11.18%	0	10.56	1	358.43	368.99	Book debts
38 months	14.50%	0	-	1	250.00	250.00	Book debts and corporate guarantee of holding company
Half Yearly repayment of principal							
24 months	5.25%	2	25.00	2	25.00	50.00	Book debts and Cash Collateral
24 months	5.50%	1	50.00	3	150.00	200.03	Book debts and Cash Collateral
Pledge Loan							
13 to 20 months	7.75% to 8.75%		464.41		-	464.41	Book debts and corporate guarantee of holding company
			2,215.78		1,561.73	3,777.54	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
12 months	9.30%	1	95.00	Book debts and Cash Collateral
12 months	10.25%	1	50.00	Book debts and Cash Collateral
12 months	11.00%	1	155.00	Book debts and Cash Collateral
3 months	9.95%	1	500.00	Book debts and corporate
3 months	11.25%	1	50.00	guarantee of holding company



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Monthly Repayment of Principal				
12 months	14.50%	1	9.16	Book debts and Cash Collateral
12 months	12.75%	5	417.71	Book debts and Cash Collateral
				First charge over all the current
				assets and movable fixed
12 months	12.70%	6	113.33	assets and corporate
				guarantee issued by Holding
				company
6 months	12.60%	3	201.38	Book debts and Cash Collateral
6 months	13.40%	4	201.12	Book debts and Cash Collateral
6 months	12.00%	6	601.51	Book debts and Cash Collateral
6 months	12.90%	3	50.00	
6 months	11.60%	1	86.38	Book Debts and corporate
6 months	11.50%	6	500.00	guarantee issued by Holding
4 months	12.00%	3	150.00	company
3 months	12.25%	1	86.68	
Pledge Loan				
2 to 12 months	7.75 to 8.75%		270.92	Book debts and corporate
				guarantee of holding company
Bill Discounting Facility				
1 to 3 months	8.15 to 12.75%		365.57	Book debts
Factoring				
	7.85% to 10.05%	Not Applicable	262.84	Book debts
III.OD backed by FD				
	11.25%	Not Applicable	50.12	
			4,216.73	

Borrowing details as at March 31, 2022

A Debt securities

Original Maturity of Loan	Face Value	Date of Allotment	Maturity Date	Rate of Interest	Balance outstanding			Security Details
					Due within one year	Due beyond one year	Total	
Non Convertible Redeemable Debentures								
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.71%	0.40	150.00	150.40	
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.94%	0.79	300.00	300.79	
48 Months	50,000	12-Dec-18	12-Dec-22	12.30%	366.19	-	366.19	
36 Months	500,000	17-Jun-20	17-Jun-23	12.75%	50.39	25.00	75.39	
36 Months	1,000,000	19-Jun-20	19-Jun-23	13.00%	0.20	50.00	50.20	
33 months	875,000	25-Sep-20	25-Jun-23	12.40%	41.90	247.50	289.40	
36 Months	1,000,000	17-Jul-20	17-Jul-23	12.00%	21.21	250.00	271.21	
36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	127.84	336.00	463.84	



(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	126.84	336.00	462.84
36 Months	1,000,000	31-Mar-21	01-Apr-24	12.30%	0.23	354.00	354.23
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	7.64	506.25	513.89
36 months	1,000,000	05-Apr-21	05-Apr-24	11.64%	21.46	400.00	421.46
60 months	100,000	26-Jul-21	15-Jul-26	10.70%	7.27	345.00	352.27
36 months	1,000,000	06-Sep-21	06-Sep-24	10.85%	1.78	244.00	245.78
36 months	100,000	28-Dec-21	27-Dec-24	11.60%	134.39	246.67	381.06
48 Months	1,000,000	15-Feb-22	15-Feb-26	12.16%	8.41	594.00	602.41
					916.91	4,384.42	5,301.33

B Borrowings (other than debt securities)

I. Long Term

Original Maturity of Loan	Rate of Interest	Balance outstanding					Security Details
		Due within one year		Due beyond one year		Total	
		No. of Instalments	Amount	No. of Instalments	Amount		
Monthly repayment of principal							
36 months	12.50%	12.00	70.71	6.00	38.72	109.43	Book Debts
36 months	11.80%	12.00	52.26	7.00	33.40	85.67	Book Debts
24 months	11.75%	8.00	94.71	-	-	94.71	Book Debts, Post dated cheques and Cash Collateral
39 months	9.45%	12.00	134.40	16.00	170.40	304.80	
18 months	11.50%	12.00	478.77	1.00	43.82	522.60	Book Debts
18 months	12.25%	12.00	102.68	1.00	9.07	111.75	Book Debts
24 months	11.25%	12.00	143.63	9.00	107.20	250.83	Book Debts, Post dated cheques
24 months	10.60%	12.00	150.00	12.00	150.00	300.00	
37 Months	9.50%	12.00	44.59	25.00	92.91	137.50	
19 Months	12.25%	12.00	11.34	7.00	6.62	17.96	
36 Months	14.50%	12.00	25.04	24.00	50.08	75.12	
Quarterly repayment of principal							
36 months	12.00%	4.00	250.00	-	-	250.00	Promissory Note and Book Debts
35 months	11.75%	4.00	50.00	2.00	25.00	75.00	Promissory Note and Book Debts
36 months	11.50%	4.00	51.21	7.00	87.50	138.71	
30 months	11.60%	4.00	300.00	6.00	450.00	750.00	Book Debts and Post dated
Annual repayment of principal							
48 months	10.69%	-	4.65	3.00	365.02	369.67	Book Debts
			1,964.00		1,629.74	3,593.74	



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

II.Short Term

III.Short Term				
Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
6 months	8.75%	1	199.00	Book debts and Cash Collateral
12 months	10.90%	1	95.00	
12 months	10.75%	1	155.00	
Monthly Repayment of Principal				
9 months	11.50%	9	167.28	Book debts and Cash Collateral
9 months	11.35%	9	268.31	
6 months	11.35%	6	250.70	
12 months	10.75%	12	25.67	Book Debts
12 months	11.25%	12	503.33	
12 months	12.00%	9	245.44	
12 months	12.50%	12	100.07	Book debts and Cash Collateral
3 Months	7.75%	2	64.47	
2 Months	7.95%	1	94.74	
2 Months	8.15%	1	300.00	
2 Months	8.50%	1	50.00	
7 Months	8.50%	3	5.64	
3 Months	8.75%	2	100.59	
1 Months	11.15%	1	300.00	
12 Months	11.25%	10	135.00	
6 Months	11.00%	6	188.66	
6 Months	11.70%	6	100.00	
9 Months	11.80%	9	362.37	
12 Months	12.00%	9	180.00	
Quarterly Repayment of Principal				
3 months	7.75%	1	90.19	
4 months	11.75%	1	250.00	
3 months	7.50%	1	14.55	
3 months	7.80%	1	6.43	
3 months	8.40%	1	17.99	
3 months	8.50%	1	17.76	
3 months	9.10%	1	81.56	
Half Yearly Repayment of Principal				
7 months	8.50%	1	87.69	Book debts and Cash Collateral
III.OD backed by FD		Not Applicable	23.77	
			4,481.22	



45 Related party disclosure

a) Names of related parties and relationship

Relationship	Name of the related party
Key management personnel (KMP)	Anil Kumar S G - Director and CEO Gurunath N - Director Pravesh Sharma - Director of Subsidiary Company (w.e.f April 27, 2021)) Hemendra Mathur, Director of Subsidiary Company Anuj Vijay Kumar Narang, Director of Subsidiary Company (w.e.f November 16, 2021) Nitin Chaudhary - Head, Strategy (Director till October 30, 2021) Ashok Dhamankar - Group Chief Financial Officer Mr. Lalit Malik – CFO (w.e.f April 22, 2022 to May 29, 2023) Mr. Ashwini Venkataraman - Company Secretary (up to September 15, 2021) Mr. Arunkumar Sridharan Company Secretary (w.e.f. March 11, 2022) Independent directors: Sunil Satyapal Gulati Narasimhan Srinivasan Venkatesh Tagat Nominee directors: Mahendran Balachandran Jyotsna Krishnan Akshay Dua Rekha Natrajan Unnithan

b) Related party transactions

Nature of transactions	Year ended 31 March 2023	Year ended 31 March 2022
Anil Kumar S G Remuneration *	23.02	21.75
Gurunath N Remuneration *	8.20	11.86
Nitin Chaudhary Remuneration *	-	9.12
Loans repaid	-	0.15
Anuj Vijay Kumar Narang Remuneration *	9.74	-
Pravesh Sharma Remuneration paid	5.99	1.43
Salary deduction of Director (Loan recovery)	23.20	1.10
Ashok Dhamankar Remuneration *	-	16.94
Mr. Lalit Malik Remuneration *	13.71	-
Ashwini Venkataraman Remuneration *	-	0.28
Arunkumar Sridharan Remuneration *	3.20	0.10
Sitting fees paid Sunil Satyapal Gulati	0.85	1.26
Narasimhan Srinivasan	0.65	1.11
Venkatesh Tagat	0.95	0.98
Hemendra Mathur	0.02	0.02

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Group, including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure, since the exact amount is not ascertainable.

c) Balances at the end of the year

Particulars	As at 31 March 2023	As at 31 March 2022
Pravesh Sharma Loan receivable	-	2.32



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

46 Additional Information on the entities included in the consolidated financial statements

Name of the entity in the Group	As at 31 March 2023		As at 31 March 2022	
	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets
Parent / The Holding Company	3,425.20	74.78%	3,083.85	64.16%
Subsidiaries(Indian):				
Samunnati Agro Solutions Private Limited	1,147.25	25.05%	1,703.47	35.44%
Samunnati Agri Innovations Lab Private Limited (Formerly "Kamatan Farm Tech Private Limited")	(17.94)	-0.39%	19.39	0.40%
Samunnati Finance Private Limited	25.33	0.55%	0.03	0.00%
Samunnati Investment Management Services Private Limited	0.24	0.01%	-	0.00%
	4,580.08		4,806.74	

Year ended 31 March 2023

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	(1,130.31)	77.13%	0.65	89.04%	(1,129.66)	77.13%
Subsidiaries:						
Samunnati Agro Solutions Private Limited	(181.80)	12.41%	(0.06)	-8.22%	(181.86)	12.42%
Samunnati Agri Innovations Lab Private Limited (Formerly "Kamatan Farm Tech Private Limited")	(152.60)	10.41%	0.14	19.18%	(152.46)	10.41%
Samunnati Finance Private Limited	0.20	-0.01%	-	0.00%	0.20	-0.01%
Samunnati Investment Management Services Private Limited	(0.86)	0.06%	-	0.00%	(0.86)	0.06%
	(1,465.37)		0.73		(1,464.64)	

Year ended 31 March 2022

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	(815.56)	76.48%	2.07	106.70%	(813.49)	76.42%
Subsidiaries:						
Samunnati Agro Solutions Private Limited	(209.55)	19.65%	0.13	6.70%	(209.42)	19.67%
Kamatan Farm Tech Private Limited	(41.31)	3.87%	(0.26)	-13.40%	(41.57)	3.91%
Samunnati Finance Private Limited	0.03	0.00%	-	0.00%	0.03	0.00%
	(1,066.39)		1.94		(1,064.45)	



47 Trade receivables ageing schedule

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
As at March 31, 2023							
Undisputed Trade Receivables – considered good	2,315.30	246.06	-	-	-	-	2,561.36
Undisputed Trade Receivables – which have significant increase in credit risk	-	237.00	86.50	-	-	-	323.50
Undisputed Trade receivable – credit impaired	-	-	-	86.27	6.38	128.91	221.56
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	2,315.30	483.06	86.50	86.27	6.38	128.91	3,106.42
Less: Allowance for expected credit loss							(259.60)
Net Total							2,846.82

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
As at March 31, 2022							
Undisputed Trade Receivables – considered good	2,817.03	471.00	-	-	-	-	3,288.03
Undisputed Trade Receivables – which have significant increase in credit risk	-	133.00	119.97	-	-	-	252.97
Undisputed Trade receivable – credit impaired	-	-	4.60	96.80	125.16	101.96	328.52
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	2,817.03	604.00	124.57	96.80	125.16	101.96	3,869.52
Less: Allowance for expected credit loss							(392.12)
Net Total							3,477.40

48 Trade payables ageing schedule

As at March 31, 2023						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	3.47	281.92	8.05	8.54	4.23	306.21
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	3.47	281.92	8.05	8.54	4.23	306.21

As at March 31, 2022						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	0.67	-	-	-	-	0.67
(ii) Others	32.52	643.19	17.51	1.38	2.82	697.42
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	33.19	643.19	17.51	1.38	2.82	698.09

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49 Covid-19 impact

The Group continues to monitor and assess the impact of COVID 19 pandemic on its operation and financials, including the possibility of higher defaults by the customers. The Group has considered the information available upto the date of these financial statements and have made adequate provisions in this regard to the extent it is required.

Estimates and associated judgments / assumptions applied in preparation of these financial statements 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. In addition to these early indicators available, the Group has also used potential stress on the expected credit losses on loans and accordingly recognized an expected credit loss (including write-offs) amounting to Rs. 1,384.80 million during the year. The impact assessment of COVID-19 is a continuing process given its uncertainty in nature and duration, this may have corresponding impact in the financial position. The Group will continue to monitor any material changes to the future economic conditions.

50 Additional regulatory disclosures

- The Group owns freehold land and the title deeds of the freehold land is held in the name of the Group.
- The Group does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Group.
- The Group has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Group.
- The Group has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- No benami property are held by the Group and or no proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- The Group has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.
- The Group has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, the following are the transactions with struck off Companies:

Name of the struck off company ^a	Nature of transactions with struck off company	Balance outstanding as at March 31, 2023	Balance outstanding as at March 31, 2022
Itarsi Oils & Flours Private Limited	Advance to Suppliers	-	0.38

^a The balances was completely written off in the year.

^bThe Group does not hold any relationship with the struck off Companies.

- There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Group has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Group.
- Other than the transactions that are carried out as part of Group's normal lending business:
 - The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
 - The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group 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



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

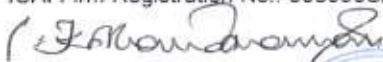
- l. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- m. The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 51 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 Group 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.
- 52 The Holding Company has since issued Compulsorily Convertible Preference Shares (CCPS) amounting to Rs. 1,340 million on April 05, 2023. This Pre-Series E funding will be utilized by the Company towards expansion of its business.
- 53 Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: May 30, 2023



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited



S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: May 30, 2023



Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: May 30, 2023



Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 30, 2023

Independent Auditors' Report

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the accompanying standalone financial statements of Samunnati Financial Intermediation & 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 loss 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

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. 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
Provision for expected credit loss (ECL) on loans (Refer Note 5 and Note 23 to the Standalone Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Company. The Company has loans aggregating Rs. 11,461.30 million as at 31 March 2023. The Company has made a provision for impairment loss aggregating Rs. 1,013.26 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter.	Read and assessed the Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis. 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 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

Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Additionally, the economic and business consequences of the COVID 19 pandemic as described in Note 46 to the standalone Ind AS financial statements, slowdown of economic activity, moratoriums granted to borrowers, the related regulatory directives and also the applicable accounting directions, further affect provisioning under the ECL approach. Note 2.5 to the standalone Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	or default categories in view of Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors (including COVID-19 pandemic). Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Assessed disclosures included in the standalone Ind AS financial statements in respect of expected credit losses including the specific disclosures made with regard to the management's evaluation of the uncertainties arising from COVID-19 and its impact on ECL estimation.
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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 financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated. When we read the reports containing 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.

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, loss 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 Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31 March 2023 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 38 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 15 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 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.

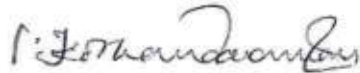
v. The Company has not paid/declared any dividend during the financial year. Accordingly, reporting on compliance with the provisions of Section 123 of the Act is not applicable.

vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only w.e.f. 01 April 2023, reporting under this clause is not applicable.

3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

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



V Kothandaraman
Partner
Membership No. 025973
UDIN: 23025973BGZBXK3431



Place of Signature: Chennai
Date: 30 May 2023

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 Samunnati Financial Intermediation & 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) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at Balance Sheet date.

In respect of immovable properties of land and building that have been taken on lease and disclosed as 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 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 not been sanctioned working capital limits in excess of five crore rupees from banks or financial institution on the basis of security of current assets and hence the question of filing quarterly returns or statements by the company with such banks or financial institutions does not arise. Accordingly, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- (iii)
- Based on our audit procedures & according to the information and explanation given to us, the Company has made investments in and granted loans or advances in the nature of the loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties in respect of which:
- (a) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
 - (b) The investments made and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans provided, during the year 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 2.5 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loan assets. In accordance with that policy, loan assets with balances as at 31 March 2023, aggregating Rs. 658.98 million were categorised as credit impaired ("Stage 3") and Rs. 154.61 million 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 5 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating Rs. 10,647.71 million, 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 Rs. 964.02 million were 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 Rs. 681.06 million. 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 Act does not arise. Accordingly, paragraph 3(iii)(f) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantee or security to any director of the Company and hence the provisions of Section 185 of the Act is not applicable to the Company. The Company has complied with the provisions of Section 186 as applicable.
- (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. 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, 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 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 the Dues	Amount demanded (Rs. in millions)	Amount paid (Rs in millions)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax and interest	10.24	2.10	AY 2016-17	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and interest	0.26	-	AY 2018-19	Assessing Officer
Income Tax Act, 1961	Income tax and interest	106.03	21.21	AY 2020-21	Assessing Officer

(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 subsidiaries. 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 subsidiaries. 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 preferential allotment or private placement of preference shares (fully, partially or optionally convertible) during the year and 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.

(xi)

(a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, except for 1 instance aggregating to Rs.175.69 million for which the Management has initiated necessary legal proceedings for recovery of the amount, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of such case by the Management (Refer Note 45 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) 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 required to be registered 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 conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
 - (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. 1,248.05 in the financial year and Rs. 768.39 million 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.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No.003990S/S200018



V Kothandaraman

Partner

Membership No. 025973

UDIN: 23025973BGZBXK3431



Place of Signature: Chennai

Date: 30 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 Samunnati Financial Intermediation & 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.

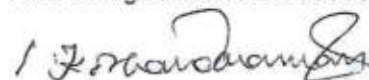
Opinion

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



V Kothandaraman

Partner

Membership No. 025973

UDIN: 23025973BGZBXK3431



Place of Signature: Chennai

Date: 30 May 2023

Samunnati Financial Intermediation & Services Private Limited

Balance Sheet as at March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Note	As at March 31, 2023	As at March 31, 2022
Assets			
Financial assets			
Cash and cash equivalents	3	935.83	990.48
Bank balances other than (a) above	4	218.08	221.45
Loans	5	10,448.04	12,481.26
Investments	6	2,679.90	1,811.11
Other financial assets	7	32.38	81.74
		14,314.23	15,586.04
Non-financial assets			
Current tax assets (net)	8	296.23	175.89
Deferred tax assets (net)	9	563.60	245.22
Property, plant and equipment	10	42.77	59.97
Right of use assets	10	13.61	12.37
Intangible assets under development	10	22.92	27.68
Other intangible assets	10	38.96	24.76
Other non-financial assets	11	31.25	37.63
		1,009.34	583.52
Total assets		15,323.57	16,169.56
Liabilities and Equity			
Liabilities			
Financial liabilities			
Payables			
Trade Payables	12		
(i) total outstanding dues of micro enterprises and small enterprises		-	0.67
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		22.84	45.45
Debt securities	13	5,075.53	5,301.33
Borrowings (other than debt securities)	14	4,437.07	5,300.64
Other financial liabilities	15	127.90	116.77
		9,663.34	10,764.86
Non-financial liabilities			
Provisions	16	31.88	34.43
Other non-financial liabilities	17	26.89	26.73
		58.77	61.16
Equity			
Share capital	18	21.25	20.45
Other equity	19	5,580.21	5,323.09
		5,601.46	5,343.54
Total liabilities and equity		15,323.57	16,169.56
Summary of significant accounting policies	2		

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

V. Kothandaraman

V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: May 30, 2023



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

S. G. Anand Kumar

S. G. Anand Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: May 30, 2023

Gurunath Neelamani

Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: May 30, 2023

S. Arunkumar Sridharan

Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of profit and loss for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Note	FY ended March 31, 2023	FY ended March 31, 2022
I Revenue from operations			
i Interest income	20	1,884.03	1,703.16
ii Bad debts recovered		88.25	30.01
		1,972.28	1,733.17
II Other income	21	78.99	82.73
III Total income (I+II)		2,051.27	1,815.90
Expenses			
i Finance costs	22	1,215.74	977.17
ii Impairment on financial instruments	23	1,308.96	756.15
iii Employee benefit expenses	24	484.34	627.70
iv Depreciation and amortization	25	49.32	47.61
v Other expenses	26	290.28	223.27
IV Total expenses		3,348.64	2,631.90
V Profit / (Loss) before tax (III-IV)		(1,297.37)	(816.00)
VI Tax expense	27		
i Current tax		5.03	-
ii Deferred tax		(318.60)	(149.81)
		(313.57)	(149.81)
VII Profit/ (loss) for the year (V-VI)		(983.80)	(666.19)
VIII Other comprehensive income (OCI)			
i Items that will not be reclassified to profit or loss			
a) Remeasurement gains and (losses) on defined benefit plans		0.88	2.45
ii Income tax impact thereon	27	(0.22)	(0.38)
Other comprehensive income (i)+(ii)		0.66	2.07
IX Total comprehensive income for the year (VII+VIII)		(983.14)	(664.12)
X Earnings per equity share: after considering Compulsorily convertible preference shares (face value Rs. 10/- per equity share)	29		
Basic (Rs.)		(472.61)	(325.90)
Diluted (Rs.)		(472.61)	(325.90)
Summary of significant accounting policies	2		

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: May 30, 2023

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S. G. Anil Kumar

S. G. Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: May 30, 2023

Gurunath Neelamani

Gurunath Neelamani
Whole-time Director
DIN : 02799586
Place: Chennai
Date: May 30, 2023

S. Arunkumar

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Statement of Audited Standalone Cash Flows for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A. Operating activities		
Profit / (loss) before tax	(1,297.37)	(816.00)
Adjustments for:		
Depreciation and amortization	49.32	47.61
Employee stock option expenses	58.29	57.03
Gratuity and leave encashment expenses	12.42	17.39
Loss/(Profit) on sale of property, plant and equipment	(0.92)	(0.27)
Income from mutual funds	(35.66)	(13.84)
Income from debt funds	(1.31)	(16.58)
Interest expenses towards financing activities	1,214.02	975.19
Interest expense on lease liability	1.72	1.98
Unwinding interest of debt component of OCRPS	1.03	-
MTM gain booked on ECB loans	(17.84)	-
Impairment on financial instruments	660.73	200.24
Bad debts written off	648.23	555.91
Amortisation of origination costs of borrowings	75.60	43.74
	2,665.63	1,868.40
Cash generated from operations before working capital changes	1,368.26	1,052.40
Changes in working capital:		
Loans	724.26	(3,561.22)
Other financial assets	49.36	29.02
Other non-financial assets	6.38	(9.61)
Net movement in provisions	(14.09)	(7.81)
Trade payables	(23.28)	30.03
Other financial and non-financial liabilities	10.27	70.13
Cash used in operations	2,121.16	(2,397.06)
Income taxes paid (net of refunds)	(125.37)	(108.17)
Net cash generated from / (used in) operating activities (A)	1,995.79	(2,505.23)
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(30.50)	(74.07)
Proceeds from sale of property, plant and equipment	1.96	2.59
Movement in capital advances	-	0.57
Movement in deposits with banks and financial institutions	3.37	302.10
Purchase of investments	(17,155.17)	(23,686.62)
Proceeds from sale of investments	16,286.38	23,845.29
Interest income received on investments measured at amortised cost, FVTPL and at cost	36.97	30.42
Net cash generated from / (used in) investing activities (B)	(856.99)	420.28
C. Financing activities		
Utilisation of securities premium	-	10.72
Issue of Compulsorily Convertible Preference Shares	800.00	0.68
Issue of Optionally convertible redeemable preference shares	400.00	-
Proceeds from debt securities	585.00	2,078.23
Repayment of debt securities	(810.80)	(990.82)
Repayment of principal portion of lease liability	(12.74)	(9.35)
Repayment of interest portion of lease liability	(1.72)	(1.98)
Proceeds from other than debt securities	4,541.71	6,466.97
Repayment of other than debt securities	(5,487.39)	(4,675.02)
Interest paid	(1,207.51)	(961.74)
Net cash generated from / (used in) financing activities (C)	(1,193.45)	1,917.69
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(54.65)	(167.26)
Cash and cash equivalents at the beginning of the year	990.48	1,157.74
Cash and cash equivalents at the end of the year	935.83	990.48

Samunnati Financial Intermediation & Services Private Limited

Statement of Audited Standalone Cash Flows for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand	-	-
- Balances with banks in current accounts	935.83	582.44
-in deposit account (with original maturity up to 3 months)	-	408.04
Total	935.83	990.48

Summary of significant accounting policies

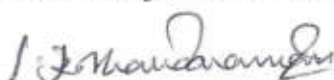
The accompanying notes form an integral part of the financial statements.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



V Kothandaraman

Partner

Membership No.: 025973

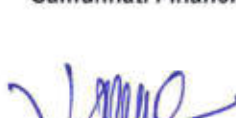
Place: Chennai

Date: May 30, 2023



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited



S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: May 30, 2023



Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: May 30, 2023



Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of Changes in Equity for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

A. Share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2023	Year ended March 31, 2022
Balance at the beginning of the year	5.74	5.74	16.84	16.16	22.58	21.90
Changes in Share Capital due to prior period errors	-	-	-	-	-	-
Issued during the year	-	-	0.80	0.68	0.80	0.68
Sub-total	5.74	5.74	17.64	16.84	23.38	22.58
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	17.64	16.84	21.25	20.45

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)	Other comprehensive income	Retained Earnings	Total
Balance as at April 01, 2021	40.59	4,931.10	205.29	0.07	-	3.00	(74.22)	5,105.83
Changes in accounting policies or prior period errors	-	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	-	2.07	(666.19)	(664.12)
Premium on issue of shares	-	812.96	-	-	-	-	-	812.96
Employee stock options expense	-	-	57.03	-	-	-	-	57.03
Issue expenses for debt securities	-	11.39	-	-	-	-	-	11.39
Balance as at March 31, 2022	40.59	5,755.45	262.32	0.07	-	5.07	(740.41)	5,323.09
Changes in accounting policies or prior period errors	-	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	-	0.66	(983.80)	(983.14)
Premium on issue of shares	-	799.20	-	-	-	-	-	799.20
Employee stock options expense	-	-	58.29	-	-	-	-	58.29
Issued during the year	-	-	-	-	382.77	-	-	382.77
Balance as at March 31, 2023	40.59	6,554.65	320.61	0.07	382.77	5.73	(1,724.21)	5,580.21

Summary of significant accounting policies
The accompanying notes form an integral part of the financial statements.
As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No. 0039905/5200018

V Kothandaraman

Partner
Membership No.: 025973
Place: Chennai
Date: May 30, 2023



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

V S Anil Kumar

Director and CEO
DIN : 01189011
Place: Chennai
Date: May 30, 2023

Gurunath Neelamani

Whole-time Director
DIN : 02799585
Place: Chennai
Date: May 30, 2023

S. Arunkumar

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: May 30, 2023

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

1. Corporate information:

Samunnati Financial Intermediation & Services Private Limited ("The Company") is a Non-Banking Financial Institution (NBFI) incorporated on June 23, 2014. The Company has received certificate of registration dated February 25, 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Company provides secured and unsecured loans to farmers, farmer producer organizations, community based organizations and Agri-enterprises. The company commenced active NBFI operations from the month of July 2016. The Company is a NBFC - Systemically Important Non-Deposit taking Company ('NBFC-ND-SI') per regulations of Reserve Bank of India ('RBI').

2. Basis of preparation of financial statements

2.1. Statement of compliance with Ind AS and basis for preparation and presentation of financial statements

These standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

The company has adopted Ind AS from April 01, 2020, 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 adopted.

These standalone financial statements were approved by the Company's Board of Directors and authorized for issue on May 30, 2023.

2.2. Functional and presentation currency

These financial statements are presented in Indian Rupees ('INR' or 'Rs.') which is also the Company's functional currency. Amounts less than the rounding off norms adopted by the Company are disclosed as 0. All amounts are rounded-off to the nearest millions, unless otherwise indicated.

2.3. Historical cost convention

The financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the Accounting Policies set out below.

The financial statements are prepared on a 'going concern' basis using accrual concept except for the cash flow information.

2.4. Measurement of fair value changes

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has established policies and procedures with respect to the measurement of fair values. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).



2.5. Critical accounting estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Estimation of uncertainties relating to the global health pandemic from COVID-19

The Company has made detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment, investments, financial and non-financial assets. Based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company continues to evaluate them as highly probable considering the present business trends. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 which may be different from that estimated as at the date of approval of the financial statements. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

Effective Interest (EIR) Method

The Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses if the credit risk on a financial instrument has not increased significantly since initial recognition.

Lifetime expected credit losses means expected credit losses that result from all possible default events over the expected life of a financial asset.

12-month expected credit losses means the portion of Lifetime ECL that represent the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Company performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Company compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.
- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Company recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision.

For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans. The Company recognizes lifetime ECL for impaired financial assets.

The loans are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review.

As part of the regular review, in line with changes in loan portfolio and their repayment pattern, the Company has revised the definition of stages, as under.

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The loan portfolio are segmented into two broad categories i.e., Farmer Collectives and Agri enterprises.

Name of the Pool of loan assets	Stage	Loans Days Past Due (DPD)	
		Adopted upto FY'22	w.e.f FY'23
Farmer Collectives	Stage 1	Upto 60 Days	Upto 60 Days
	Stage 2	61 Days to 240 Days	61 Days to 180 Days
	Stage 3	More than 240 Days	More than 180 Days
Agri enterprises	Stage 1	Upto 60 Days	Upto 60 Days
	Stage 2	61 Days to 360 Days	61 Days to 180 Days
	Stage 3	More than 360 Days	More than 180 Days

The company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each business vertical based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Estimation of Expected Credit Loss:

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Company uses historical information to determine PD. Considering the different categories of customers, loan type etc the Company has bifurcated its loan portfolio into five pools. For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.

Loss Given Default (LGD) - The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements.

Forward looking information - While estimating the expected credit losses, the Company reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Company analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Company based on its internal data. While the internal estimates of PD, LGD rates by the Company may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The impact on account of change in default definition and staging has resulted in an additional ECL of Rs. 327.83 million for FY'23.

Impairment of non-financial assets (PPE)

The impairment assessment of non-financial assets is determined based on estimation of recoverable amount of such assets. The assumptions used in computing the recoverable amount are based on management judgement considering the timing of future cash flows, discount rates and the risks specific to the asset.

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long-term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Company's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

2.6. Revenue recognition**a) Recognition of interest income on loans**

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost, debt instruments measured at FVTOCI and debt instruments designated at FVTPL. The 'effective interest method' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded 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 the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Dividend and interest income on investments

Dividends are recognized in Statement of profit and loss only when the right to receive 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.

Interest income from investments is recognized when it is certain that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7. Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Life in Years
Furniture and fittings	10
Office equipment	5
Computers and accessories	3
Vehicles	4 – 8
Leasehold improvements	5

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

2.8. Intangible assets

Intangible assets are stated at cost less accumulated amortization and accumulated impairment loss, if any.

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates of useful life. Amortisation is calculated using the straight-line method to write down the cost of intangible assets over their estimated useful lives.

The Intangible assets are amortised within three years.

2.9. Investment in subsidiaries

Investments in subsidiaries are measured at cost less accumulated impairment, if any.

2.10. Foreign exchange transactions and translations**a) Initial recognition**

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.

2.11. Financial Instruments

a) Recognition and initial measurements

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)

Amortised cost

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Company measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Company measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Company subsequently measures all equity investments at fair value through profit or loss, unless the Company's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Company makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.

c) Financial liabilities and equity instruments

Classification of debt and equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Company are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.

d) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by a Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109 "Financial Instruments"; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 115 "Revenue from contracts with customers".

e) Derecognition**Financial assets**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

f) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

g) Write offs

Loans are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.12. Employee benefits**a) Short-term employee benefits**

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

b) Contribution to provident fund and other funds

Company's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Company has no further obligation other than the contributions made.

c) Gratuity

The Company's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.

d) Leave encashment/ compensated absences/ sick leave.

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.13. Finance cost

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.



2.14. Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Minimum alternate tax ('MAT') credit entitlement is recognized as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the specified period. In the year in which MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. This is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent it is not reasonably certain that normal income tax will be paid during the specified period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequence that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.15. Impairment of assets other than financial assets

The Company reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been

recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

2.16. Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Company and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.17. Leases

The Company's lease asset classes primarily consist of leases for office premises. The Company assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

2.18. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.19. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.20. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company is primarily engaged in financing agri businesses. The Company's activity falls within a single primary business segment. The Company operates primarily in India and there is no other geographical segment.

2.21. Recent accounting pronouncements

New and amended standards adopted by the Company:

The Company has applied the following amendments (wherever applicable) for the first time for their annual reporting period commencing April 1, 2022:

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 recognised 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.

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.

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Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

New Standards/Amendments notified but not yet effective:

Ministry of Corporate Affairs (MCA), on March 31, 2023, through the Companies (Indian Accounting Standards (Ind AS)) Amendment Rules, 2023 amended certain existing Ind ASs on miscellaneous issues with effect from 1st April 2023. Following are few key amendments relevant to the Company:

- (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. However, it may be noted that we expect there would be a change in Accounting policies section of the financial statements as the standard would require presentation of 'material accounting policies' as against 'significant accounting policies' disclosed so far.

2.22. Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Note	Particulars	As at March 31, 2023	As at March 31, 2022
3	Cash and cash equivalents		
	Balances with banks		
	(i) In current account	935.83	582.44
	(ii) in deposit account (with original maturity up to 3 months)	-	408.04
	Total	935.83	990.48
4	Bank balances other than cash and cash equivalents		
	Deposit account with banks		
	Balances with banks to the extent held as margin money (Refer note below)	218.08	221.45
	Total	218.08	221.45
	Details of balances with banks to the extent held as margin money or security against the borrowings		
	Maturity period of less than 12 months		
(i)	Held as collateral against borrowings and securitization transactions	196.05	160.21
		196.05	160.21
	Maturity period of more than 12 months		
(ii)	Held as collateral against borrowings and securitization transactions	22.03	61.24
		22.03	61.24
	Total	218.08	221.45
5	Loans		
(A)	Term Loans at amortised cost		
	To clients	11,166.77	11,414.21
	To subsidiary (also, refer note 42)	294.53	1,419.58
	Total Gross	11,461.30	12,833.79
	Less : Impairment loss allowance	(1,013.26)	(352.53)
	Total	10,448.04	12,481.26
(B)	Secured / Unsecured Break-up		
(i)	Secured against tangible assets		
	Gross	1,075.49	1,081.22
	Less: Impairment allowance	(83.69)	-
		991.80	1,081.22
(ii)	Secured against receivables		
	Gross	-	-
	Less: Impairment allowance	-	-
		-	-
(iii)	Unsecured		
	Gross	10,385.81	11,752.57
	Less: Impairment allowance	(929.57)	(352.53)
		9,456.24	11,400.04
	Total (B) - (i) + (ii) + (iii)	10,448.04	12,481.26
(C)	Loans in/ outside India		
	(i) Loans in India		
	(a) Public sector	-	-
	(b) Others	11,461.30	12,833.79
		11,461.30	12,833.79
	Less : Impairment loss allowance	(1,013.26)	(352.53)
	Total (i)	10,448.04	12,481.26
	(ii) Loans outside India		
	Less : Impairment loss allowance	-	-
	Total (ii)	-	-
	Total (C) = (i) + (ii)	10,448.04	12,481.26

Note: There is no loan asset measured at FVTOCI or FVTPL.



Note	Particulars	As at March 31, 2023	As at March 31, 2022	
Summary of loans by stage distribution				
		Gross Carrying Amount (A)	Impairment Loss Allowance (B)	Net Carrying Amount (A - B)
As at March 31, 2023				
	Stage 1 - Considered good	10,647.71	347.21	10,300.50
	Stage 2 - Significant increase in credit risk	154.61	31.28	123.33
	Stage 3 - Credit impaired	658.98	634.77	24.21
As at March 31, 2022		11,461.30	1,013.26	10,448.04
	Stage 1 - Considered good	11,731.86	29.48	11,702.38
	Stage 2 - Significant increase in credit risk	767.04	43.03	724.01
	Stage 3 - Credit impaired	334.89	280.02	54.87
		12,833.79	352.53	12,481.26
6	Investments			
(A) Investments in subsidiaries carried at cost				
(i)	In equity shares of subsidiaries (Unquoted) :			
	Samunnati Agro Solutions Private Limited		1,779.34	780.10
	680,883 (previous year: 632,483) equity shares of Rs.10 each			
	Samunnati Foundation		8.50	8.50
	8,50,000 (previous year: 8,50,000) equity shares of Rs.10 each			
	Samunnati Agri Innovations Lab Private Limited (formerly known as 'Kamatan Farm Tech Private Limited')		863.64	813.64
	5,344,848 (previous year: 344,848) equity shares of Rs.10 each			
	Samunnati Finance Private Limited		25.00	25.00
	25,00,000 (previous year: 25,00,000) equity shares of Rs.10 each			
(B) Investments carried at amortised cost				
(i)	In Pass Through Certificates ('PTC')		3.42	183.87
	Total		2,679.90	1,811.11
Note: No impairment loss has been provided on the above investments.				
Out of above				
	In India		2,679.90	1,811.11
	Outside India		-	-
	Total		2,679.90	1,811.11

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Note	Particulars	As at March 31, 2023	As at March 31, 2022
7	Other financial assets		
	<i>Unsecured, considered good</i>		
	Security deposits	10.32	8.03
	Employee advances	3.90	5.22
	Deposits with financial institutions	-	57.50
	Interest accrued but not due on deposits with financial institutions	0.06	1.26
	Other receivables (also, refer note 42)	18.10	9.73
	Total	32.38	81.74
8	Current tax assets (Net)		
	Advance tax (net of provisions)	296.23	175.89
	Total	296.23	175.89
9	Deferred tax assets (net)		
	Deferred tax	563.60	245.22
	Total	563.60	245.22

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2022	(Charge) / credit to Statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2023
Fixed assets	0.65	(1.75)	-	-	(1.10)
Provisions for employee benefits	10.43	(2.19)	(0.22)	-	8.02
Impairment loss allowance	82.68	174.10	-	-	256.78
Employee stock option expenses	-	-	-	-	-
Carried forward losses	147.53	148.73	-	-	296.26
Lease Liability	3.93	(0.29)	-	-	3.64
Total	245.22	318.60	(0.22)	-	563.60

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2021	(Charge) / credit to Statement of profit and loss	(Charge) / credit to OCI	Others Adjustments	Balance as at March 31, 2022
Fixed assets	2.01	(1.36)	-	-	0.65
Provisions for employee benefits	7.90	2.91	(0.38)	-	10.43
Impairment loss allowance	34.76	47.92	-	-	82.68
Employee stock option expenses	36.77	(36.77)	-	-	-
Carried forward losses	17.74	139.09	-	(9.30)	147.53
Others	5.91	(1.98)	-	-	3.93
Total	105.09	149.81	(0.38)	(9.30)	245.22

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10 Property, plant and equipment, right of use assets, intangible assets and intangible assets under development

Particulars	Property, Plant and Equipment							Right of use assets	Intangible assets Computer Software	Intangible assets under development
	Freehold land	Furniture and fittings	Office equipment	Computers & accessories	Vehicles	Leasehold improvements	Total			
Gross block										
Balance as at April 01, 2021	2.31	7.61	10.57	20.07	21.51	22.39	84.46	20.87	30.00	0.46
Additions	-	0.83	1.64	15.06	11.64	-	29.17	7.77	19.28	36.28
Disposals/ deductions	-	(0.13)	(0.06)	(0.14)	(4.49)	(0.02)	(4.84)	-	-	(9.06)
Balance as at March 31, 2022	2.31	8.31	12.15	34.99	28.66	22.37	108.79	28.64	49.28	27.68
Additions	-	0.25	2.74	3.61	0.03	-	6.62	15.00	28.64	22.92
Disposals/ deductions	-	(0.19)	-	(4.83)	(2.67)	-	(7.69)	(1.66)	(16.59)	(27.68)
Balance as at March 31, 2023	2.31	8.37	14.89	33.77	26.02	22.37	107.72	41.98	61.33	22.92
Accumulated depreciation and amortisation										
Balance as at April 01, 2021	-	1.19	2.87	11.04	7.34	7.64	30.08	9.65	4.77	-
Charge for the year	-	0.99	1.71	7.43	6.29	4.82	21.24	6.62	19.75	-
Disposals	-	(0.04)	(0.04)	(0.12)	(2.28)	(0.02)	(2.50)	-	-	-
Balance as at March 31, 2022	-	2.14	4.54	18.35	11.35	12.44	48.82	16.27	24.52	-
Charge for the year	-	1.05	1.64	8.85	6.48	4.76	22.78	12.10	14.44	-
Disposals	-	(0.12)	-	(4.59)	(1.93)	-	(6.65)	-	(16.59)	-
Balance as at March 31, 2023	-	3.07	6.18	22.61	15.90	17.20	64.95	28.37	22.37	-
Net block										
Balance as at March 31, 2022	2.31	6.17	7.61	16.64	17.31	9.93	59.97	12.37	24.76	27.68
Balance as at March 31, 2023	2.31	5.30	8.71	11.16	10.12	5.17	42.77	13.61	38.96	22.92

Intangible Assets under Development ageing Schedule as on March 31, 2023

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	5.66	17.26	-	-	22.92
Projects temporarily suspended	-	-	-	-	-
Total	5.66	17.26	-	-	22.92

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2023.

Intangible Assets under Development ageing Schedule as on March 31, 2022

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	27.68	-	-	-	27.68
Projects temporarily suspended	-	-	-	-	-
Total	27.68	-	-	-	27.68

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at March 31, 2022.



Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Note	Particulars	As at March 31, 2023	As at March 31, 2022
11	Other non-financial assets		
	<i>Unsecured, considered good</i>		
	Prepaid expenses	19.59	26.86
	Advance paid to vendors	7.88	8.51
	Balances with government authorities	3.78	2.26
	Total	31.25	37.63
12	Payables		
	Trade Payables		
	a) Total outstanding dues of micro and small and medium enterprise	-	0.67
	b) Total outstanding dues of creditors other than micro and small and medium enterprise	22.84	45.45
		22.84	46.12

(i) The classification of the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 is made on the basis of information made available to the Company.

(ii) Disclosure requirement as required under Section 22 of the Micro, Small, & Medium Enterprises Development Act, 2006 is as follows:

i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year.	-	0.67
ii) Interest paid by the Company in terms of section 16 of 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.	-	-
iii) Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	-	-
iv) Interest accrued and remaining unpaid at the end of each accounting year:	-	-
v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

Trade Payables Ageing	As at March 31, 2023					
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	3.47	18.87	0.41	0.09	-	22.84
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	3.47	18.87	0.41	0.09	-	22.84

Trade Payables Ageing	As at March 31, 2022					
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	0.67	-	-	-	-	0.67
(ii) Others	33.40	11.81	0.24	-	-	45.45
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	34.07	11.81	0.24	-	-	46.12

13 Debt securities
At amortised cost

Non-convertible redeemable debentures (secured)

Total	5,075.53	5,301.33
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Debt securities in India

Debt securities outside India

Total	5,075.53	5,301.33
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(also, refer note 32(a))

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Note	Particulars	As at March 31, 2023	As at March 31, 2022
14	Borrowings (other than debt securities)		
	At amortised cost		
	Secured:		
	Term loans: (also, refer note 32(b))		
	from banks	1,048.67	2,201.06
	from other parties	3,362.48	3,080.17
	Interest accrued but not due on borrowings	25.92	19.41
	Total	4,437.07	5,300.64
	Borrowings in India	3,705.01	4,961.46
	Borrowings outside India	732.06	339.18
		4,437.07	5,300.64
There is no default as on March 31, 2023 and March 31, 2022 in repayment of borrowings and interest in all the above categories of the borrowings.			
15	Other financial liabilities		
	At amortised cost		
	Lease liabilities (also refer note 36)	14.46	15.62
	Employee related payables	35.97	49.96
	Income received in advance	1.61	16.53
	Payable to subsidiaries (also, refer note 42)	10.77	-
	Other payables*	38.83	8.82
	Mark-to-Market cost on external commercial borrowing	8.00	25.84
	Liability component of OCRPS	18.26	-
	Total	127.90	116.77
*Includes the amount received of Rs. 3.53 million (March 31, 2022 : Rs. 6.73 million) by invoking the bank guarantee of the borrower in default.			
16	Provisions		
	Provision for employee benefits: (also, refer note 31)		
	Gratuity	16.96	17.21
	Compensated absences	14.92	17.22
	Total	31.88	34.43
17	Other non-financial liabilities		
	Statutory dues payable	26.55	26.39
	Others	0.34	0.34
	Total	26.89	26.73

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	Amount	No. of shares	Amount
18 Share capital				
Authorised share capital				
Equity shares of Rs. 10 each	750,000	7.50	750,000	7.50
Compulsorily convertible preference shares of Rs. 10 each	2,300,000	23.00	1,750,000	17.50
Total	3,050,000	30.50	2,500,000	25.00
Issued, subscribed and paid-up:				
Equity shares of Rs. 10 each	573,861	5.74	573,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note 18(i))	(213,523)	(2.14)	(213,523)	(2.14)
Compulsorily convertible preference shares of Rs. 10 each	1,763,819	17.64	1,683,819	16.84
Total	2,124,157	21.25	2,044,157	20.45
a) Reconciliation of number of equity shares and amount outstanding				
Issued, subscribed and paid-up				
Balance at the beginning of the year	573,861	5.74	573,861	5.74
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	573,861	5.74	573,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme	(213,523)	(2.14)	(213,523)	(2.14)
Balance at the end of the year	360,338	3.60	360,338	3.60
b) Reconciliation of number of Compulsorily convertible preference shares and amount outstanding				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	1,683,819	16.84	1,616,195	16.16
Shares issued during the year	80,000	0.80	67,624	0.68
Balance at the end of the year	1,763,819	17.64	1,683,819	16.84
c) Shareholders holding more than 5 percent				
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of Rs. 10 each				
S G Anil Kumar	238,257	42%	238,257	42%
Samunnati ESOP Welfare Trust	213,523	37%	213,523	37%
Accel India V (Mauritius) Ltd	75,733	13%	75,733	13%
Compulsorily convertible preference shares of Rs. 10 each				
Elevor M-III	421,522	24%	421,522	25%
Accel India V (Mauritius) Ltd	384,949	22%	374,949	22%
ResponsAbility Agriculture I, SLP	366,594	21%	366,594	22%
Teachers Insurance and Annuity Association of America	266,730	15%	228,730	13%
Accel Growth Fund V L.P	110,075	6%	110,075	7%
Elevor I-IV AIF represented by its Trustee Vistra ITCL India Ltd	148,957	8%	118,957	7%

d) Shares held by promoters at the end of the year

Promoter Name	March 31, 2023		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	238,257	41.52%	-
Promoter Name	March 31, 2022		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	238,257	41.52%	-

e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Company.

f) The Company has acquired 100% stake in Samunnati Agri Innovations Lab Private Limited ("SAIL")(formerly known as "Kamatan Farm Tech Private Limited") through a share swap on April 16, 2021. Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ("CCPS") to the equity shareholders of SAIL.

g) Terms and rights attached to equity shares

The Company has only one class of equity shares having a face value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. 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.



Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

h) Terms and rights attached to preference shares

The Company has issued Series A1, A2, A3, B, C, D, D1 and Pre-Series E series compulsorily convertible preference shares having a face value of Rs. 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the Company.

The Company has issued Pre-Series E Optionally Convertible Redeemable Preference Shares ("Pre-Series E OCRPS") having a face value of Rs. 10 per share. At the option of the holders of Pre-Series E OCRPS, these shares, may be converted into Pre-Series E Compulsorily Convertible Cumulative Preference Shares ("Pre-Series E CCPS"). The Pre-Series E OCRPS Conversion Ratio shall initially be 1:1 and shall be subject to adjustments as per the terms of issue ("Pre-Series E OCRPS Conversion Ratio"). The holders of Pre-Series E OCRPS shall, at any time prior to 19 (nineteen) years from the date of issuance of the same, be entitled to call upon the Company to convert all (and not less than all) of the Pre-Series E OCRPS in accordance with the Pre-Series E OCRPS Conversion Ratio by issuing a Notice to the Company. The Pre-Series E OCRPS, if not converted earlier, shall automatically convert into Pre-Series E CCPS at the then applicable conversion rate, (i) on the latest permissible date prior to the issue of Shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or (ii) on the day following the completion of 19 years from the date of issuance of the same. The holders of Pre-Series E OCRPS shall not be entitled to attend meetings of Shareholders of the Company and will not be entitled to any voting rights prior to conversion of the Pre-Series E OCRPS into Pre-Series E CCPS. Only so long as the Pre-Series E OCRPS have not been converted to Pre-Series E CCPS, the holder of the Pre-Series E OCRPS shall be entitled to seek redemption of all or any of the Pre-Series E OCRPS at such IRR and within such timelines, as per the terms of issue.

Terms of conversion

Series	Date	Amount
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
Pre-Series E	10 Oct 2041	0.70
Pre-Series E	12 Oct 2041	0.10
Pre-Series E OCRPS	30 Nov 2041	0.40
		18.04

- i) The Company has given an interest and collateral free loan to Samunnati Employee Stock Option Plan Welfare Trust ("ESOP Trust") to provide financial assistance for purchase of equity shares of the Company under Employee Stock Option Scheme. The Company has established the ESOP Trust to which the stock options issuable have been transferred. The Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares). (Also refer note 30).

19 Other equity

	As at March 31, 2023	As at March 31, 2022
Statutory Reserve		
Opening balance	40.59	40.59
Add : Transfer from retained earnings	-	-
Balance as at the end of the year	40.59	40.59
Securities Premium		
Balance as at the beginning of the year	5,755.45	4,931.10
Premium on shares issued during the year	799.20	812.96
Debt issue expenses	-	11.39
Balance as at the end of the year	6,554.65	5,755.45
Employee stock options outstanding		
Balance as at the beginning of the year	262.32	205.29
Additions during the year	58.29	57.03
Less: Utilised during the year on exercise of options	-	-
Balance as at the end of the year	320.61	262.32
Capital Redemption Reserve		
Balance as at the beginning of the year	0.07	0.07
Add : Additions during the year	-	-
Less : Adjustments during the year	-	-
Balance as at the end of the year	0.07	0.07
Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)		
Balance as at the beginning of the year	-	-
Issued during the year	382.77	-
Less: Redeemed / converted during the year	-	-
Balance as at the end of the year	382.77	-



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

	As at March 31, 2023	As at March 31, 2022
Other comprehensive income		
Balance as at the beginning of the year	5.07	3.00
Add : Other comprehensive income for the year	0.66	2.07
Less : Transferred to retained earnings	-	-
Balance as at the end of the year	5.73	5.07
Retained earnings		
Balance as at the beginning of the year	(740.41)	(74.22)
Add : Comprehensive income for the year	(983.80)	(666.19)
Less : Transfer to statutory reserve	-	-
Balance as at the end of the year	(1,724.21)	(740.41)
Total other equity	5,580.21	5,323.09

Description of the nature and purpose of other equity

Statutory reserve

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the provisions of the Companies Act 2013.

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Company.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.

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Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Note	Particulars	March 31, 2023	March 31, 2022
20	Interest income		
	On financial instruments measured at amortised cost		
	Loans	1,702.92	1,562.74
	Investments in Pass Through Certificates	10.97	24.42
	Security deposits held with lenders	15.12	15.53
	Fixed deposits	16.40	4.55
	Loans to subsidiary (also, refer note 42(b))	138.62	95.92
	Total	1,884.03	1,703.16
	Recovery of defaults in loan serviced	88.25	30.01
21	Other income		
	Income from subsidiary for shared services (also, refer note 42(b))	24.36	44.59
	Income from debt fund investments	1.31	16.58
	Income from mutual fund investments	35.66	13.84
	Recovery of defaults in loan serviced	-	0.92
	Gain on sale of property, plant and equipment	0.92	0.27
	Miscellaneous income	16.74	6.53
	Total	78.99	82.73
22	Finance costs		
	On financial liabilities measured at amortised cost		
	Interest expense on:		
	Borrowings (other than debt securities)	521.67	401.37
	Debt securities	616.75	530.08
	Lease liability	1.72	1.98
	Other borrowing costs	75.60	43.74
	Total	1,215.74	977.17
23	Impairment on financial instruments		
	At amortised cost		
	Impairment of loans	660.73	200.24
	Bad debts written off	648.23	555.91
	Total	1,308.96	756.15
24	Employee benefit expenses		
	Salaries and wages (also, refer note 42)	382.92	507.25
	Gratuity and leave encashment expenses (also, refer note 31)	12.42	17.39
	Contribution to provident and other funds	15.22	23.12
	Employee stock option expenses (also, refer note 30)	58.29	57.03
	Staff welfare expenses	15.49	22.91
	Total	484.34	627.70
25	Depreciation and amortization		
	(Also, refer note 10)		
	Depreciation on property, plant and equipment	22.78	21.24
	Depreciation on right of use assets	12.10	6.62
	Amortization of intangible assets	14.44	19.75
	Total	49.32	47.61

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Note	Particulars	March 31, 2023	March 31, 2022
26 Other expenses			
Legal and professional charges		110.23	93.46
Service fee expenses		15.63	2.24
Technology and communication expenses		39.04	31.35
Membership and subscription charges		15.42	17.58
Travelling and conveyance		38.85	25.80
Insurance		1.91	3.23
Payments to auditors (also, refer note 28)		7.46	7.14
Repairs and maintenance - others		8.14	6.73
Rates and taxes		0.76	0.72
Rent (also, refer note 36)		7.82	9.35
Printing and stationery		3.70	3.98
Power and fuel		4.37	2.27
Sitting fees		2.23	3.13
Marketing expenses		12.18	10.34
CSR contribution (also, refer note 39)		-	0.87
Miscellaneous expenses		22.54	5.08
Total		290.28	223.27
27 Tax expense			
a) Income tax recognized in statement of profit and loss			
Current tax:			
In respect of current year		-	-
In respect of prior years		5.03	-
		5.03	-
Deferred tax:			
In respect of current year origination and reversal of temporary differences		(318.60)	(149.81)
Total income tax recognized in statement of profit and loss		(318.60)	(149.81)
Total		(313.57)	(149.81)
b) Income tax recognized in other comprehensive income			
Deferred tax related to items recognized in Other Comprehensive Income during the year:			
Remeasurement of defined employee benefits		(0.22)	(0.38)
Total income tax recognized in other comprehensive income		(0.22)	(0.38)
28 Payments to auditors*			
Statutory audit (Balance for FY2020-21 for previous auditors)*		-	2.00
Statutory audit		4.02	3.13
Limited review*		1.64	1.85
Tax audit (FY2021-22 & FY 2022-23)		0.46	-
Certification*		0.22	0.11
Others*		1.09	0.04
Out of pocket expenses*		0.03	0.01
		7.46	7.14
*Includes ineligible GST of 9% charged off to P&L in the current year			
# Includes ineligible GST of 9% charged off to P&L in the previous year			
29 Earnings Per Share (EPS) after considering compulsorily convertible preference shares:			
Net profit/ (loss) attributable to equity shareholders Rs. in millions (Basic and Diluted)		(983.80)	(666.19)
Weighted average number of equity shares used in computing basic EPS (in numbers)		360,338	360,338
Weighted average number of CCPS used in computing basic EPS (in numbers)		1,721,298	1,683,819
Total weighted average number of shares used in computing Basic EPS (in numbers)		2,081,636	2,044,157
Basic EPS (Rs.) - face value of share Rs.10 each		(472.61)	(325.90)
Diluted EPS (Rs.) - face value of share Rs.10 each		(472.61)	(325.90)



30 Employee share based payments

ESOP 2015 Scheme

- a) On September 08, 2015, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors approved and the Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. On May 24, 2019, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee. On February 10, 2022 the Board approved the Employees Stock Option Plan 2022 to broaden the terms and conditions, including those on vesting, exercise, lapse, surrender, etc. and the same was approved by the Company on March 07, 2022.

During the current year board of directors did not approve any ESOP to employees.

Particulars	No. of options as at March 31, 2023	Weighted Average Rate	No. of options as at March 31, 2022	Weighted Average Rate
Options outstanding at the beginning of the year	85,713	3,173	57,565	2,156
Granted during the year	-	-	43,380	5,022
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(11,259)	-	(15,232)	-
Options outstanding at the end of the year	74,454	3,441	85,713	3,173
Options exercisable as at the end of the period	10,930	739	10,930	739

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 191 days (previous year 393 days)

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43	-
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77	-
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.61%	5.66%	6.80%	6.80%

Management Stock Option Scheme 2017

On December 20, 2017, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days (previous year: 0 days)

Particulars	No. of options as at March 31, 2023	Weighted Average Rate	No. of options as at March 31, 2022	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	45,000	2,902

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	2,938.71
Number of options granted	45,000
Exercise price range (weighted average)	3,752.55
Expected volatility (%)	60.29%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the Company has not fair valued such grants. Hence above disclosure is not presented for the same.

31 Employee benefits**General description of defined benefit****a) Gratuity**

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provide for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Company does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Company is exposed to a number of risks, the most significant of which are detailed below:

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.

Discount rate

Reduction in discount rate in subsequent valuations can increase the plan's liability.

Details of defined benefit plans as per actuarial valuation are as follows:

	Year ended March 31, 2023	Year ended March 31, 2022
I. Amount recognized in the statement of Profit and Loss		
Current service cost	3.94	4.69
Net Interest cost	1.21	1.10
Total expenses included in employee benefit expenses	5.15	5.79
	Year ended March 31, 2023	Year ended March 31, 2022
II. Amount recognized in Other Comprehensive income		
Remeasurement (gains)/ losses:		
Actuarial (gain)/ losses arising from changes in		
- Experience adjustments	(0.88)	(2.45)
Total amount recognized in other comprehensive income	(0.88)	(2.45)
	As at March 31, 2023	As at March 31, 2022
III. Changes in the defined benefit obligation		
Opening defined benefit obligation	17.21	15.22
Current service cost	3.94	4.69
Interest expense	1.21	1.10
Remeasurement (gains)/losses arising from changes in -		
- Experience adjustments	(0.88)	(2.45)
- Disposals	(4.00)	-
Benefits paid	(0.52)	(1.35)
Closing defined benefit obligation	16.96	17.21
	As at March 31, 2023	As at March 31, 2022
IV. Net defined benefit obligation		
Defined benefit obligation	16.96	17.21
Current portion of the above	3.37	2.45
Non current portion of the above	13.59	14.76
	As at March 31, 2023	As at March 31, 2022
V. Maturity profile of defined benefit obligation (undiscounted)		
Within 1 year	3.37	2.45
Year 2	1.86	1.87
Year 3	2.05	1.96
Year 4	2.17	2.09
Year 5	1.94	2.72
Years 6-10	8.06	8.93
Years 11-15	3.40	3.24
Years 15+	3.08	3.01

Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

	As at March 31, 2023	As at March 31, 2022
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.20%	6.90%
Attrition rate	15.00%	15.00%
Rate of salary increase	7.00%	7.00%
In-service Morality rate	IAL2012-14Ult	IAL2012-14Ult
II. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows	Year ended March 31, 2023	Year ended March 31, 2022
One percentage point increase in discount rate	(0.79)	(0.85)
One percentage point decrease in discount rate	0.87	0.94
One percentage point increase in salary growth rate	0.87	0.94
One percentage point decrease in salary growth rate	(0.81)	(0.87)
Ten percentage point increase in attrition rate	(0.18)	(0.30)
Ten percentage point decrease in attrition rate	0.18	0.31

b) Compensated absences

The company permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The company does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

	Year ended March 31, 2023	Year ended March 31, 2022
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.20%	6.70%
Rate of salary increase	7.00%	7.00%
Attrition rate over different age brackets	15.00%	15.00%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

	Year ended March 31, 2023	Year ended March 31, 2022
II. Expenses recognized in Statement of profit and loss		
Included under gratuity and leave encashment expenses	7.27	11.60
III. Net defined benefit obligation	As at March 31, 2023	As at March 31, 2022
Defined benefit obligation	14.92	17.22
Current portion of the above	4.41	6.21
Non current portion of the above	10.51	11.01

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

32 Details of security, repayment terms and applicable interest rates on debt securities and borrowings

a) Debt securities

For balances outstanding as at March 31, 2023

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.06%	0.33	150.00	150.33	Book debts
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.27%	0.66	300.00	300.66	
72 Months	1,000,000	10-Aug-22	02-Aug-28	10.75%	9.28	585.00	594.28	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	513.67	0.05	513.72	
60 months	100,000	26-Jul-21	15-Jul-26	10.70%	7.17	345.00	352.17	
48 Months	1,000,000	15-Feb-22	15-Feb-26	12.16%	8.22	594.00	602.22	
36 Months	500,000	17-Jun-20	17-Jun-23	12.75%	25.13	-	25.13	
36 Months	1,000,000	19-Jun-20	19-Jun-23	13.00%	50.20	-	50.20	
36 Months	1,000,000	17-Jul-20	17-Jul-23	12.00%	271.12	-	271.12	
36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	694.80	-	694.80	
36 Months	1,000,000	31-Mar-21	01-Apr-24	12.30%	0.11	354.00	354.11	
36 months	1,000,000	05-Apr-21	05-Apr-24	11.64%	121.34	300.00	421.34	
36 months	1,000,000	06-Sep-21	06-Sep-24	10.85%	1.71	244.00	245.71	
36 months	100,000	28-Dec-21	27-Dec-24	11.60%	128.43	123.33	251.76	
33 months	875,000	25-Sep-20	25-Jun-23	12.40%	247.98	-	247.98	
					2,080.15	2,995.38	5,075.53	

For balances outstanding as at March 31, 2022

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.94%	0.79	300.00	300.79	Book debts
72 Months	1,000,000	24-Sep-18	24-Sep-24	12.71%	0.40	150.00	150.40	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	7.64	506.25	513.89	
60 months	100,000	26-Jul-21	15-Jul-26	10.70%	7.27	345.00	352.27	
48 Months	50,000	12-Dec-18	12-Dec-22	12.30%	366.19	-	366.19	
48 Months	1,000,000	15-Feb-22	15-Feb-26	12.16%	8.41	594.00	602.41	
36 Months	500,000	17-Jun-20	17-Jun-23	12.75%	50.39	25.00	75.39	
36 Months	1,000,000	19-Jun-20	19-Jun-23	13.00%	0.20	50.00	50.20	
36 Months	1,000,000	17-Jul-20	17-Jul-23	12.00%	21.21	250.00	271.21	
36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	127.84	336.00	463.84	
36 Months	1,000,000	15-Dec-20	15-Dec-23	12.06%	126.81	336.00	462.81	
36 Months	1,000,000	31-Mar-21	01-Apr-24	12.30%	0.23	354.00	354.23	
36 months	1,000,000	05-Apr-21	05-Apr-24	11.64%	21.46	400.00	421.46	
36 months	1,000,000	06-Sep-21	06-Sep-24	10.85%	1.78	244.00	245.78	
36 months	100,000	28-Dec-21	27-Dec-24	11.60%	134.39	246.67	381.06	
33 months	875,000	25-Sep-20	25-Jun-23	12.40%	41.90	247.50	289.40	
					916.91	4,384.42	5,301.33	

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32 Details of security, repayment terms and applicable interest rates on debt securities and borrowings

b) Borrowings (other than debt securities)

For balances outstanding as at March 31, 2023

I. Long-term

Original maturity of loan		Rate of interest	Due within one year		Due beyond one year		Total	Security details
			No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal								
36 months	12.50%	6	38.77	0	-	38.77	Book debts	
36 months	11.80%	7	33.40	0	-	33.40	Book debts	
39 months	11.65%	12	67.20	3	15.20	82.40	Book debts and Cash Collateral	
40 months	11.65%	12	67.20	4	20.80	88.00	Book debts and Cash Collateral	
18 months	12.75%	1	45.15	0	-	45.15	Book debts	
18 months	12.25%	1	9.13	0	-	9.13	Book debts	
24 months	11.25%	9	107.56	0	-	107.56	Book debts	
24 months	10.60%	12	150.00	0	-	150.00	Book debts and Cash Collateral	
25 months	12.00%	12	36.18	11	36.60	72.79	Book debts	
24 months	13.25%	12	151.67	12	150.00	301.67	Book debts	
13 months	13.05%	1	11.19	0	-	11.19	Book debts	
Quarterly repayment of principal								
35 months	11.75%	2	25.22	0	-	25.22	Book debts	
36 months	11.50%	4	50.77	3	37.50	88.27	Book debts	
30 months	11.60%	4	300.00	2	150.00	450.00	Book debts	
12 months	13.35%	2	75.44	9	-	75.44	Book debts	
12 months	13.75%	2	176.01	0	-	176.01	Book debts	
Annual repayment of principal								
48 months	10.69%	1	122.28	2	240.70	362.98	Book debts	
Bullet Repayment of principal								
37 months	11.18%	0	10.56	1	358.43	368.99	Book debts	
Half Yearly repayment of principal								
24 months	5.25%	2	25.00	2	25.00	50.00	Book debts and Cash Collateral	
24 months	5.50%	1	50.00	3	150.00	200.03	Book debts and Cash Collateral	
			1,552.73		1,184.23	2,737.00		

II. Short-term

II. Short-term				
Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
12 months	9.30%	1	95.00	Book debts and Cash Collateral
12 months	10.25%	1	50.00	
12 months	11.00%	1	155.00	
Monthly Repayment of Principal				
6 months	12.60%	3	201.38	Book debts and Cash Collateral
6 months	13.40%	4	201.12	
12 months	12.75%	5	417.71	
6 months	12.00%	6	601.51	
12 months	14.50%	1	9.16	
III.OD backed by FD		Not Applicable	-	
			1,730.88	



For balances outstanding as at March 31, 2022

I. Long-term

Original maturity of loan		Due within one year		Due beyond one year		Total	Security details
Rate of interest	No of instalments	Amount	No of instalments	Amount			
Monthly repayment of principal							
36 months	12.50%	12	70.71	6	38.72	109.43	Book debts
36 months	11.80%	12	52.26	7	33.40	85.67	Book debts
24 months	11.75%	8	94.71	0	-	94.71	Book debts and Cash Collateral
39 months	9.45%	12	134.40	16	170.40	304.80	Book debts and Cash Collateral
18 months	11.50%	12	478.77	1	43.82	522.60	Book debts
18 months	12.25%	12	102.68	1	9.07	111.75	Book debts
24 months	11.25%	12	143.63	9	107.20	250.83	Book debts
24 months	10.60%	12	150.00	12	150.00	300.00	Book debts and Cash Collateral
Quarterly repayment of principal							
36 months	12.00%	4	250.00	0	-	250.00	Book debts
35 months	11.75%	4	50.00	2	25.00	75.00	Book debts
36 months	11.50%	4	51.21	7	87.50	138.71	Book debts
30 months	11.60%	4	300.00	6	450.00	750.00	Book debts
Annual repayment of principal							
48 months	10.69%	0	4.65	3	365.02	369.67	Book debts
			1,883.02		1,480.14	3,363.16	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
6 months	8.75%	1	199.00	Book debts and Cash Collateral
12 months	10.90%	1	95.00	
12 months	10.75%	1	155.00	
Monthly Repayment of Principal				
9 months	11.50%	9	167.28	Book debts and Cash Collateral
9 months	11.35%	9	268.31	
6 months	11.35%	6	250.70	
12 months	10.75%	12	25.67	Book Debts
12 months	11.25%	12	503.33	
12 months	12.00%	9	245.44	
12 months	12.50%	12	100.07	Book debts and Cash Collateral
III.OD backed by FD		Not Applicable	-	
			2,009.80	



33 Fair value measurement

33.1 Financial instruments by category

a) Financial instruments measured at amortized cost

Particulars	As at March 31, 2023 Carrying value	As at March 31, 2022 Carrying value
Financial assets		
Cash and cash equivalents	935.83	990.48
Other bank balances	218.08	221.45
Loans	10,448.04	12,481.26
Investments	2,679.90	1,811.11
Other financial assets	32.38	81.74
	14,314.23	15,586.04
Financial liabilities		
Trade payables	22.84	46.12
Debt securities	5,075.53	5,301.33
Borrowings (other than debt securities)	4,437.07	5,300.64
Other financial liabilities	127.90	116.77
	9,663.34	10,764.86

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

b) Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
As at March 31, 2023					
Financial assets					
Investments	-	-	-	-	-
As at March 31, 2022					
Financial assets					
Investments	-	-	-	-	-

33.2 Fair value measurement hierarchy

The Company records certain financial assets and financial liabilities at fair value on a recurring basis. The Company determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability.

The guidance specifies a hierarchy of valuation techniques based on whether the inputs to each measurement are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's assumptions about current market conditions. The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The Company determines fair values of its financial instruments according to the following hierarchy:

Level 1 - Valuation based on quoted market price: Financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

Level 2- Valuation using observable inputs: Financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 - Valuation technique with significant unobservable inputs: Financial instruments valued using valuation techniques where one or more significant inputs are unobservable.

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34 Financial Risk Management Framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include market risk (including interest rate risk and other price risk), credit risk and liquidity risk. Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

(b) Credit risk management

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Company provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments and other financial assets	Low credit risk	Life time expected credit loss
Loans	Low credit risk	12 month expected credit loss
Loans	Moderate credit risk	Life time expected credit loss
Loans	High credit risk	Life time expected credit loss or fully provided for

Financial assets that expose the entity to credit risk

Particulars	Nature	As at March 31, 2023	As at March 31, 2022
Cash and cash equivalents (excluding cash on hand)	Low credit risk	935.83	990.48
Bank balance other than above	Low credit risk	218.08	221.45
Loans*	Low credit risk	10,647.71	11,731.86
Loans*	Moderate credit risk	154.61	767.04
Loans*	High credit risk	658.98	334.89
Investments	Low credit risk	2,679.90	1,811.11
Other financial assets	Low credit risk	32.38	81.74

(*) These represent gross carrying values of loans, without netting off impairment loss allowance

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation, interest strip assets and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

Loans

The Company closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Company assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.



The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India;
2. The client must possess the required KYC documents
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure**(i) Expected credit losses for financial assets other than loans**

The Company have not made expected credit losses for financial assets other than loans.

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at March 31, 2023				
Gross carrying amount	935.83	218.08	2,679.90	32.38
Less: Expected credit losses	-	-	-	-
Net carrying amount	935.83	218.08	2,679.90	32.38
As at March 31, 2022				
Gross carrying amount	990.48	221.45	1,811.11	81.74
Less: Expected credit losses	-	-	-	-
Net carrying amount	990.48	221.45	1,811.11	81.74

(ii) Movement of carrying amount and expected credit loss for loans**Definition of default:**

The company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Stage	Loans Days past due (DPD)
Stage 1	Upto 60 days
Stage 2	61 days to 180 days
Stage 3	More than 180 days

Credit Quality of Loan Assets

Particulars	As at March 31, 2023	As at March 31, 2022
Stage 1	10,647.71	11,731.86
Stage 2	154.61	767.04
Stage 3	658.98	334.89
Total	11,461.30	12,833.79

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

As at March 31, 2023

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	11,731.86	767.04	334.89
Adjustments to opening balances due to change in definition of default	-	(75.36)	75.36
Revised gross carrying value of opening balances	11,731.86	691.68	410.25
New assets originated during the year, netted off repayments and derecognised portfolio*	(217.28)	(441.69)	(65.29)
Transfer to stage 1	255.39	(254.83)	(0.56)
Transfer to stage 2	(224.89)	224.90	(0.01)
Transfer to stage 3	(891.74)	(65.41)	957.15
Amounts written off	(5.63)	(0.04)	(642.56)
Gross carrying value of closing balances	10,647.71	154.61	658.98



As at March 31, 2022

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	8,556.60	1,109.75	163.28
New assets originated during the year, netted off repayments and derecognised portfolio*	3,519.36	-	-
Transfer to stage 1	264.01	(263.91)	(0.10)
Transfer to stage 2	(348.51)	348.51	-
Transfer to stage 3	(99.54)	(427.30)	526.84
Amounts written off	(160.06)	(0.01)	(355.13)
Gross carrying value of closing balances	11,731.86	767.04	334.89

As at March 31, 2023

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	29.48	43.03	280.02
New assets originated during the year, netted off repayments and derecognised portfolio*	(0.55)	(27.48)	(44.57)
Transfer to stage 1	0.64	(0.64)	-
Transfer to stage 2	(13.99)	13.99	-
Transfer to stage 3	(608.66)	(44.64)	653.31
Impact of ECL on exposures transferred between stages during the year	945.92	47.07	388.57
Amounts written off	(5.63)	(0.05)	(642.56)
ECL allowance - closing balances	347.21	31.28	634.77

As at March 31, 2022

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	27.46	26.54	99.44
New assets originated during the year, netted off repayments and derecognised portfolio*	11.29	-	-
Transfer to stage 1	0.85	(0.85)	-
Transfer to stage 2	(8.33)	8.33	-
Transfer to stage 3	(60.62)	(260.23)	320.85
Impact of ECL on exposures transferred between stages during the year	218.89	269.25	214.86
Amounts written off	(160.06)	(0.01)	(355.13)
ECL allowance - closing balances	29.48	43.03	280.02

If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease by Rs. 67.89 millions and Rs.(83.06) millions respectively (As at March 31, 2022: Rs. 60.72 millions and Rs. (16.21) millions respectively).

*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off.

(c) Liquidity Risk Management :

Liquidity risk refers to the risk that the Company cannot meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Company periodically. The Company believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 32(a), 32(b) and 41 which details the Company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

(d) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Company is exposed to two types of market risk as follows:

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.



Samunnati Financial Intermediation & Services Private Limited**Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023***(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)*

The Company is subject to interest rate risk, principally because the Company lend to customers at fixed interest rates and for periods that may differ from our funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Company assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Company has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest sensitivity*		
Interest rates – increase by 0.50%	4.59	14.61
Interest rates – decrease by 0.50%	(4.59)	(14.61)

* Holding all other variables constant

Price Risk

The Company's exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Company has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.

Foreign currency risk

The Company does not have any unhedged foreign currency exposure and hence does not have any foreign currency risk.

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Samunnati Financial Intermediation & Services Private Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

35 Capital management

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to comply with externally imposed capital requirement and maintain strong credit ratings
- to provide an adequate return to shareholders.

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Company determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

Net debt to equity ratio

	As at March 31, 2023	As at March 31, 2022
Debt	9,512.60	10,601.97
Less: Cash and bank balances & other bank balances	(1,153.91)	(1,211.93)
Net debt	8,358.69	9,390.04
Total equity	5,601.46	5,343.54
Net debt to equity ratio (%)	149.22%	175.73%

36 Leases
As a lessee
a) Additions to right of use asset

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Leased premises	15.00	7.77

b) Carrying value of right of use asset

Particulars	As at March 31, 2023	As at March 31, 2022
Right of use asset as on the opening date	12.37	11.22
Additions during the year	15.00	7.77
Deletions during the year	(1.66)	-
Depreciation charge for the year	(12.10)	(6.62)
Balance as at the year end	13.61	12.37

c) Maturity analysis of lease liability
Contractual Undiscounted Cash Flows

Less than 1 year	10.71	8.45
One to five years	5.10	8.72
Total undiscounted lease liability	15.81	17.17
Lease liabilities included in the statement of financial position	14.46	15.62

d) Amounts recognized in Statement of profit or loss

	Year ended March 31, 2023	Year ended March 31, 2022
Interest on lease liabilities	1.72	1.98
Depreciation charge for the year	12.10	6.62
Expenses relating to short-term leases	7.82	9.35

37 Operating segments

The Company has only one business segment and geographical segment, since it is only into the business of loan financing and operates only within India. Therefore, reporting under Ind AS 108 on 'Operating Segments', is not applicable for its financial statements.

38 Contingent liabilities
Claims against the company not acknowledged as debts :

The Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2017-18, AY 18-19 and AY 20-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Company has obtained a stay on collection of the demand provided below. The Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at March 31, 2023

	AY 2016-17	AY 2017-18	AY 2018-19	AY 2020-21
Amount of demand	10.24	-	0.26	106.03
Amount paid against stay	2.10	-	-	21.21

As at March 31, 2022

	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.18	3.57	0.29
Amount paid against stay	2.10	0.80	-

39 Corporate Social Responsibility

The Company has not incurred any expenditure in the current year (Previous year Rs.0.87 millions) towards CSR activities which includes contribution / donations made to the foundation which are engaged in activities prescribed under Section 135 of the Companies Act, 2013 read with Schedule VII to the said Act.

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Company during the year is Nil (previous year: Rs. 0.87 millions)

Particulars	For the year ended					
	March 31, 2023			March 31, 2022		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	-	-	-	0.70	0.17	0.87

40 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	March 31, 2022	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2023
Debt securities	5,301.33	(225.80)	-	-	5,075.53
Borrowings (other than debt securities)	5,300.64	(949.47)	45.10	40.80	4,437.07
Total	10,601.97	(1,175.27)	45.10	40.80	9,512.60

Particulars	March 31, 2021	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2022
Debt securities	4,213.92	1,081.96	-	5.45	5,301.33
Borrowings (other than debt securities)	3,479.32	1,808.87	(14.54)	26.99	5,300.64
Total	7,693.24	2,890.83	(14.54)	32.44	10,601.97

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41 Maturity analysis of asset and liabilities

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

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						
Financial assets						
Cash and cash equivalents	935.83	-	935.83	990.48	-	990.48
Other bank balances	196.05	22.03	218.08	160.21	61.24	221.45
Loans	5,698.76	4,749.28	10,448.04	9,446.08	3,035.18	12,481.26
Investments	3.42	2,676.48	2,679.90	178.90	1,632.21	1,811.11
Other financial assets	27.31	5.07	32.38	73.71	8.03	81.74
	6,861.37	7,452.86	14,314.23	10,849.38	4,736.66	15,586.04
Non- financial assets						
Current tax assets (net)	-	296.23	296.23	-	175.89	175.89
Deferred tax assets (net)	-	563.60	563.60	-	245.22	245.22
Property, plant and equipment	-	42.77	42.77	-	59.97	59.97
Right of use assets	-	13.61	13.61	-	12.37	12.37
Intangible assets under development	-	22.92	22.92	-	27.68	27.68
Other intangible assets	-	38.96	38.96	-	24.76	24.76
Other non-financial assets	25.70	5.55	31.25	37.63	-	37.63
	25.70	983.64	1,009.34	37.63	545.89	583.52
LIABILITIES						
Financial liabilities						
Trade payables	22.84	-	22.84	45.88	0.24	46.12
Debt securities	2,080.15	2,995.38	5,075.53	916.91	4,384.42	5,301.33
Borrowings (Other than debt securities)	3,264.43	1,172.64	4,437.07	3,853.32	1,473.16	5,326.48
Other financial liabilities	107.78	20.12	127.90	25.35	65.58	90.93
	5,475.20	4,188.14	9,663.34	4,841.46	5,923.40	10,764.86
Non- financial liabilities						
Provisions	7.78	24.10	31.88	8.66	25.77	34.43
Other non-financial liabilities	26.55	0.34	26.89	26.39	0.34	26.73
	34.33	24.44	58.77	35.05	26.11	61.16

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

42 Related party disclosures

a) Names of related parties and relationship

Relationship	Name of the related party
Wholly owned subsidiaries	Samunnati Agro Solutions Private Limited Samunnati Foundation Samunnati Finance Private Limited (w.e.f September 22, 2021) Samunnati Agri Innovations Lab Private Limited (w.e.f. April 16, 2021)
Step-down subsidiary	Samunnati Investment Management Services Private Limited (w.e.f. March 08, 2022)
Key management personnel (KMP)	Executive Director Mr. Anil Kumar S G - Director and CEO Mr. Gurunath Neelamani - Whole-time Director KMP Mr. Lalit Malik – CFO (w.e.f April 22, 2022 to May 29, 2023) Mr. Arunkumar Sridharan - Company Secretary (w.e.f. March 11, 2022) Independent directors: Mr. Narasimhan Srinivasan Mr. Sunil Satyapal Gulati Mr. Venkatesh Tagat Nominee directors: Ms. Jyotsna Krishnan Mr. Mahendran Balachandran Mr. Akshay Dua Ms. Rekha Natrajan Unnithan
Entity in which KMP has significant influence	Samunnati ESOP Welfare Trust

b) Related party transactions

Nature of transactions	Year ended March 31, 2023	Year ended March 31, 2022
Samunnati Agro Solutions Private Limited		
Loans given	4,265.00	3,000.00
Loans repaid	5,465.00	2,050.00
Interest income on loans	133.04	95.75
Corporate guarantee provided	2,199.23	249.77
Investment in equity shares (Non-current investments)	999.24	-
Income from subsidiary for shared services	21.49	44.59
Salaries and wages (deputation charges)	2.87	2.10
Samunnati Foundation		
Investment in share capital	-	8.40
Loans given	1.10	-
Samunnati Agri Innovations Lab Private Limited		
Investment in equity shares	50.00	813.64
Loans given	155.00	5.50
Loans repaid	69.75	-
Interest income	5.57	0.17
Samunnati Finance Private Limited		
Investment in equity shares	-	25.00
Reimbursement of expenses	-	0.32
Samunnati Investment Management Services Private Limited		
Loans given	1.00	-
Interest income	0.01	-
Mr. Anil Kumar S G		
Remuneration *	23.02	21.75



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Nature of transactions	Year ended March 31, 2023	Year ended March 31, 2022
Mr. Gurunath Neelamani		
Remuneration *	8.20	11.86
Mr. Nitin Chaudhary		
Remuneration *	-	9.12
Loans repaid	-	0.15
Mr. Ashok Dhamankar		
Remuneration *	-	16.94
Mr. Ashwini Venkataraman		
Remuneration *	-	0.28
Mr. Arunkumar Sridharan		
Remuneration *	3.20	0.10
Mr. Lalit Malik		
Remuneration *	1.98	-
Sitting fees paid		
Mr. Sunil Satyapal Gulati	0.85	1.26
Mr. Narasimhan Srinivasan	0.65	1.11
Mr. Venkatesh Tagat	0.55	0.76

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Company, including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure, since the exact amount is not ascertainable.

c) Balances at the end of the year

Particulars	As at March 31, 2023	As at March 31, 2022
Samunnati Agro Solutions Private Limited		
Loans and advances (including interest accrued)	200.01	1,413.91
Corporate guarantee provided by Company towards borrowings	2,799.00	599.77
Deputation cost payable	0.59	0.61
Deputation cost receivable	7.63	-
Samunnati Agri Innovations Lab Private Limited		
Loans and advances (including interest accrued)	92.41	5.67
Deputation cost payable	17.80	-
Samunnati Foundation		
Loans and advances (including interest accrued)	1.10	-
Other receivables	12.73	0.51
Samunnati Finance Private Limited		
Other receivables	0.08	-
Samunnati Investment Management Services Private Limited		
Loans and advances (including interest accrued)	1.01	-
Samunnati ESOP Welfare Trust		
Advances given	-	-

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

43 Additional disclosure pursuant to the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, (as amended) issued by the RBI

Liabilities side:

	As at March 31, 2023 Amount outstanding	As at March 31, 2023 Amount overdue	As at March 31, 2022 Amount outstanding	As at March 31, 2022 Amount overdue
Loans and advances availed by the non-banking				
1) financial company inclusive of interest accrued thereon				
but not paid:				
(a) Debentures				
-Secured	5,075.53	-	5,301.33	-
-Unsecured	-	-	-	-
(b) Deferred credits	-	-	-	-
(c) Term loans	4,437.07	-	5,325.48	-
(d) Inter-corporate loans and borrowing	-	-	-	-
(e) Commercial paper	-	-	-	-
(f) Public deposits	-	-	-	-
(g) Cash credit	-	-	-	-

Assets side:

	As at March 31, 2023 Amount outstanding	As at March 31, 2022 Amount outstanding
2) Break up of loans and advances including bills receivable (receivable from financing activity)		
(a) Secured	991.80	1,081.22
(b) Unsecured - includes loans to subsidiary	9,456.24	11,400.04
3) Break up of leased assets and stock on hire and other assets counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors :		
(a) Financial lease	-	-
(b) Operating lease	-	-
(ii) Stock on hire including hire charges under sundry debtors :		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
4) Break-up of Investments		
Current Investments		
Quoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Pass through certificates	-	-
Unquoted		
(i) Shares	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Pass through certificates	3.42	183.87
Long term investments		
Quoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Others (please specify)	-	-



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

	As at March 31, 2023 Amount outstanding	As at March 31, 2022 Amount outstanding
Unquoted		
(i) Shares		
(a) Equity	2,676.48	1,627.24
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Investment in securitized assets	-	-

5) Borrower group-wise classification of assets financed as in 2 (a) and (b) above :

As at March 31, 2023

Category	Secured	Unsecured	Total
1) Related parties			
(a) Subsidiaries	-	294.53	294.53
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2) Other than related parties	991.80	9,161.71	10,153.51
Total	991.80	9,456.24	10,448.04

As at March 31, 2022

Category	Secured	Unsecured	Total
1) Related parties			
(a) Subsidiaries	-	1,419.58	1,419.58
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2) Other than related parties	1,081.22	9,980.46	11,061.68
Total	1,081.22	11,400.04	12,481.26

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

As at March 31, 2023

Category	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV
1) Related Parties		
(a) Subsidiaries	2,676.48	Not applicable
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2) Other than related parties	3.42	3.42
Total	2,679.90	3.42

As at March 31, 2022

Category	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV
1) Related Parties		
(a) Subsidiaries	1,627.24	Not applicable
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2) Other than related parties	183.87	183.87
Total	1,811.11	183.87

7) Other Information

(i) Gross Non-Performing Assets

	As at March 31, 2023	As at March 31, 2022
(a) Related parties	-	-
(b) Other than related parties	681.06	473.92

(ii) Net Non-Performing Assets

	As at March 31, 2023	As at March 31, 2022
(a) Related parties	-	-
(b) Other than related parties	40.85	172.86

(iii) Assets acquired in satisfaction of debt



Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

8) Capital to Risk Asset Ratio ('CRAR'):

Particulars	As at March 31, 2023	As at March 31, 2022
CRAR (percent)	20.18%	20.43%
CRAR – Tier I Capital (percent)	14.81%	20.16%
CRAR – Tier II Capital (percent)	5.37%	0.27%
Amount of subordinated debt raised as Tier-II capital	-	-
Amount raised by issue of perpetual debt instruments	-	-

9) Investments

Particulars	As at March 31, 2023	As at March 31, 2022
Value of Investments		
(i) Gross value of investments		
(a) In India	2,679.90	1,811.11
(b) Outside India	-	-
(ii) Provisions for impairment		
(a) In India	-	-
(b) Outside India	-	-
(iii) Net value of investments		
(a) In India	2,679.90	1,811.11
(b) Outside India	-	-
Particulars	As at March 31, 2023	As at March 31, 2022
Movement of provisions held towards depreciation on investments		
(i) Opening Balance	-	-
(ii) Add: Provisions made during the year	-	-
(iii) Less: Write-off/write-back of excess provisions during the year	-	-
(iv) Closing Balance	-	-

10) Derivatives

i) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS) (also includes currency interest rate swaps)

Particulars	As at March 31, 2023	As at March 31, 2022
The notional principal of swap agreements	685.82	353.18
Losses which would be incurred if counterparties failed to fulfil their obligations under the	-	-
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)	8.00	25.84

The above instrument is for hedging the External Commercial Borrowing in foreign currency.

ii) Exchange Traded Interest Rate (IR) Derivatives

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.

iii) Disclosures on Risk Exposure in Derivatives

The Company has a Treasury Risk Management Policy approved by the Assets Liability Committee and the Board. This policy provides the framework for managing various risks including interest rate risk and currency risk. The policy provides for use of derivative instruments in

Quantitative Disclosures:

Foreign currency non-repatriate loans availed:

Particulars	As at March 31, 2023	As at March 31, 2022
Currency Derivatives		
(i) Derivatives (Notional principal amount) for Hedging	685.82	353.18
(ii) Market to Market position		
(a) Asset (+) Estimated gain	-	-
(b) Liability (-) Estimated loss	8.00	25.84
(iii) Credit exposure	-	-
(iv) Unhedged exposure	-	-

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Samunnati Financial Intermediation & Services Private Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2023

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

11) Disclosure related to securitisation

During the year, the Company has not transferred any loans through securitisation.

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
SPVs relating to outstanding securitisation transactions		
1. Number of SPVs sponsored by the NBFC for securitisation transactions as on the date of the balance sheet	-	-
2. Total amount of securitised assets as per books of the SPVs sponsored as on the date of the balance sheet	-	-
3. Total amount of exposures retained by the NBFC to comply with minimum retention requirement ('MRR')		
Off-balance sheet exposures		
First loss	-	-
Others	-	-
On-balance sheet exposures		
First loss (cash collateral)	-	-
Others (credit enhancement)	-	-
Amount of exposures to securitisation transactions other than MRR		
Off-balance sheet exposures		
Exposure to own securitizations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-

12) Details of financial assets sold to securitisation/reconstruction companies for asset reconstruction

The Company has not sold financial assets to securitisation/reconstruction companies for asset reconstruction in the current and previous year.

13) Details of assignment transactions undertaken

There were no assets sold through assignment transactions during the current and previous year.

14) Details of non-performing financial assets purchased or sold

The Company has not purchased or sold any non performing financial assets during the current and previous year.

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15) Asset liability management maturity pattern of certain items of assets and liabilities

As at March 31, 2023

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings
1 to 7 days	616.73	-	9.95	626.68	194.22
8 to 14 days	388.86	-	2.17	391.03	9.13
14 days to 1 month	718.57	2.41	-	718.98	400.98
1 - 2 months	2,601.89	1.01	2.60	2,605.50	405.14
2 - 3 months	1,342.41	-	86.49	1,428.90	580.33
3 - 6 months	1,515.09	-	1.13	1,516.22	2,521.12
6 - 12 months	1,634.52	-	93.77	1,728.29	1,252.90
1 - 3 years	1,349.61	-	22.03	1,371.64	3,594.53
3 - 5 years	1,113.81	-	-	1,113.81	584.98
> 5 years	181.81	-	-	181.81	0.06
Total	11,461.30	3.42	218.14	11,682.86	9,543.39

As at March 31, 2022

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings
1 to 7 days	844.42	1.00	474.45	1,319.87	48.20
8 to 14 days	259.88	-	2.08	261.96	24.68
14 days to 1 month	1,206.46	17.50	-	1,223.96	240.69
1 - 2 months	1,329.35	19.06	2.59	1,351.00	399.41
2 - 3 months	1,519.97	19.00	33.82	1,572.79	729.15
3 - 6 months	2,000.42	53.97	39.07	2,093.46	1,340.02
6 - 12 months	2,638.11	68.37	75.00	2,781.48	2,018.52
1 - 3 years	2,070.22	4.97	61.24	2,136.43	5,298.46
3 - 5 years	699.17	-	-	699.17	575.16
> 5 years	265.79	1,627.24	-	1,893.03	-
Total	12,833.79	1,811.11	688.25	15,333.15	10,674.29

Note:

i) Amounts overdue against standard assets are considered under 1 to 7 days bucket.

ii) Amounts overdue against non-performing assets are considered under 3 to 5 years bucket.

16) Exposure to real estate sector

The Company does not have any direct exposures to real estate sector.

17) Exposure to capital market

The Company does not have any exposure to capital market as at March 31, 2023 and March 31, 2022.

18) Details of financing of parent company products

This disclosure is not applicable as the Company does not have any holding / parent company.

19) Details of Single Borrower Limit (SGL)/ Group Borrower Limit (GBL) exceeded

The Company has not exceeded Single Borrower Limit (SGL) nor has exceeded the Group Borrower Limit (GBL).

20) Advances against intangible securities

The Company has not given any advances against the rights, licenses, authorisations, etc.

21) Registration obtained from other financial regulators

During the year Company has not obtained any approvals from other financial regulators.

22) Disclosure of penalties imposed by RBI and other regulators

As per Regulation 57 of SEBI (LODR) Regulation, 2015, the Company had inadvertently missed giving prior intimation to BSE regarding one ISIN (INE551U07167) for the quarter ended June 30, 2022. BSE has levied a fine of Rs. 1,180 on account of the non-intimation.

23) Related party transactions

Refer note 42 for Related party transactions.

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24) Ratings assigned by credit rating agencies and migration of ratings during the year

Instrument	Name of the rating agency	As at March 31, 2023		As at March 31, 2022	
		Amount rated (in millions)	Rating assigned	Amount rated (in millions)	Rating assigned
Non Convertible Debentures	CARE	450.00	BBB (stable)	450.00	BBB (stable)
Term loans (Long Term rating)	CRISIL	3,000.00	BBB (stable)	3,000.00	BBB+ (stable) (Reaffirmed)
Term loans (Short Term rating)	CRISIL	3,000.00	A2	3,000.00	A2+ (Reaffirmed)
Commercial Paper	CRISIL	400.00	A2	400.00	A2+ (Reaffirmed)
Non Convertible Debentures (Short Term)	CRISIL	350.00	A2	350.00	A2+ (Reaffirmed)
Non Convertible Debentures (Long Term)	CRISIL	5,835.00	BBB (stable)	4,285.00	BBB+ (stable) (Reaffirmed)
Term loans (Proposed)	Infomerics	NA	NA	2,000.00	BBB+ (stable)

25) Provisions and contingencies (shown under the head expenditure in Statement of profit and loss)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Provision for depreciation on investments	-	-
Provision towards NPA	321.58	194.99
Provision made towards income tax	5.03	-
Provision for standard assets	339.15	5.25
Provision for depreciation and amortisation on property, plant and equipment, right of use assets and other intangible assets	49.32	47.61
Provision for employee benefits (Gratuity and compensated absences)	12.42	17.39

26) Draw down from reserves

Refer Statement of Changes in Equity for details relating to draw down from reserves.

27) Concentration of deposits, advances, exposures and NPAs

Particulars	As at March 31, 2023	As at March 31, 2022
i. Concentration of advances		
Total advances to twenty largest borrowers	2,945.93	2,945.66
Percentage of advances to twenty largest borrowers to total advances of the NBFC	28.20%	26.17%
ii. Concentration of exposures (undrawn limits not considered)		
Total exposures to twenty largest borrowers/customers*	5,744.93	3,545.43
Percentage of exposures to twenty largest borrowers/customers to total exposure of the NBFC on borrowers/ customers*	43.37%	27.10%
*The total exposure includes the corporate guarantee given to the subsidiary company. Refer Note 42.		
iii. Concentration of exposures		
Total exposures to top four NPA accounts	217.58	63.99
iv. Sector-wise NPAs		
Sector wise exposure and NPA is disclosed. Refer Note 44(3).		
v. Movement of NPAs		
Particulars	Year ended March 31, 2023	Year ended March 31, 2022
A Net NPAs to Net Advances (%)	0.39%	1.38%
B Movement of NPAs (Gross)		
a) Opening balance	473.92	424.50
b) Additions during the year	891.86	563.07
c) Reductions during the year	36.48	42.55
d) Write-off during the year	648.23	471.10
e) Closing balance	681.06	473.92
C Movement of Net NPAs		
a) Opening balance	172.86	307.60
b) Additions during the year	40.80	154.23
c) Reductions during the year	172.82	288.97
d) Closing balance	40.85	172.86
D Movement of provisions for NPAs (excluding provision on standard assets)		
a) Opening balance	301.06	116.90
b) Provisions made during the year	851.06	408.84
c) Utilisation during the year	417.07	167.68
d) Write-back of excess provisions	94.84	57.00
e) Closing balance	640.21	301.06



vi. Overseas assets

The Company does not have any overseas assets as at March 31, 2023 and March 31, 2022.

- 28) There are no off-balance sheet SPVs sponsored by the Company as at March 31, 2023 and March 31, 2022 that are required to be consolidated.

29) Customer complaints*

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
i) No. of complaints pending at the beginning of the year	-	-
ii) No. of complaints received during the year	22	10
iii) No. of complaints redressed during the year	22	10
iv) No. of complaints pending at the end of the year	-	-

*Based on the information available with the management and relied upon by the auditors

30) Public Disclosure on Liquidity risk Management

- (i) Funding Concentration based on significant Counterparty (both deposits and borrowings)

As at March 31, 2023

S.No.	Number of Significant Counterparties	Amount	% of Total borrowings	% of Total liabilities
1	22	9,330.51	98.09%	95.97%

As at March 31, 2022

S.No.	Number of Significant Counterparties	Amount	% of Total borrowings	% of Total liabilities
1	22	10,162.72	95.86%	93.87%

- (ii) Top 20 large deposits as at March 31, 2023 and March 31, 2022 (amount in millions and % of Total Deposits)

Nil

- (iii) Top 10 borrowings (amount in millions and % of Total Borrowings)

As at March 31, 2023

Amount	% of Total Borrowings
6,748.12	70.94%

As at March 31, 2022

Amount	% of Total Borrowings
7,345.74	69.29%

- (iv) Funding concentration based on significant instrument/product

As at March 31, 2023

S.No.	Name of the instrument	Amount	% of Total liabilities
1	Cash credit	-	0.00%
2	Commercial paper	-	0.00%
3	Non convertible debentures	5,075.53	53.36%
4	Overdraft facilities	-	0.00%
5	Short-term Loans	1,730.88	18.20%
6	Long-term loans	2,706.19	28.45%
Total		9,512.60	100.00%

As at March 31, 2022

S.No.	Name of the instrument	Amount	% of Total liabilities
1	Cash credit	-	0.00%
2	Commercial paper	-	0.00%
3	Non convertible debentures	5,301.33	55.73%
4	Overdraft facilities	-	0.00%
5	Short-term Loans	2,009.80	21.13%
6	Long-term loans	3,290.84	34.59%
Total		10,601.97	111.45%

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 liabilities of the Company. Total liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus and computed basis extant regulatory ALM guidelines.



(v) Stock Ratios

As at March 31, 2023

S.No	Particulars	% of Public funds	% of Total liabilities	% of Total assets
a	Commercial Paper as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
b	Non-convertible debentures (Original Maturity less than 1 year) as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
c	Short Term Liabilities as a % of total public funds, total liabilities and total assets	57.92%	56.67%	35.95%

As at March 31, 2022

S.No	Particulars	% of Public funds	% of Total liabilities	% of Total assets
a	Commercial Paper as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
b	Non-convertible debentures (Original Maturity less than 1 year) as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
c	Short Term Liabilities as a % of total public funds, total liabilities and total assets	46.00%	45.04%	30.16%

(vi) Institutional set-up for Liquidity risk management

Nature of risk:

- a) Liquidity risk arises from mismatches in the timing of cash flows and loan collection defaults.
- b) Funding risk arises from:
 - i) Inability to raise incremental borrowings to fund business requirement or repayment obligations
 - ii) When assets cannot be funded at the expected term resulting in cashflow mismatches
 - iii) Volatile market conditions impacting sourcing of funds from banks and money markets

Measurement, monitoring and management of risk

Liquidity and funding risk is measured by:

- i) Identification of gaps in the structural and dynamic liquidity statements.
- ii) Assessment of incremental borrowings required for meeting the repayment obligation as well as the Company's business plan in line with prevailing market conditions.

Monitored by:

- i) assessment of the gap between visibility of funds and the near term liabilities given current liquidity conditions and evolving regulatory directions for NBFCs.
- ii) a constant calibration of sources of funds in line with emerging market conditions in banking and money markets
- iii) periodic reviews by Asset Liability Committee (ALCO) relating to the liquidity position and stress tests assuming varied 'what if' scenarios and comparing probable gaps with the liquidity buffers maintained by the Company.

Managed by:

The Company's treasury team under the guidance of ALCO through various means like liquidity buffers, sourcing of long term funds, positive asset liability mismatch, keeping strong pipeline of sanctions and approvals from banks and assignment of loans.

Executive governance structure- Management level Asset Liability Committee (ALCO): The Company's ALCO monitors Asset Liability mismatches to ensure that there are no imbalances or excessive concentrations on either side of the Balance Sheet. The Company continuously monitors liquidity in the market. As a part of its Asset-Liability Management (ALM) strategy, the Company maintains a liquidity buffer managed by an active investment to reduce this risk. As on March 31, 2023, the Company has liquidity of Rs. 935.83 millions. The Company maintains a judicious mix of borrowings from banks, Agri Development Institutes, NBFCs and other impact investors and continues to diversify its sources of borrowings. This strategy of balancing varied sources of funds has helped the Company to maintain a healthy asset liability position and contain interest rate movements. During the financial year 2022-23, the weighted average cost of borrowings moved up by 19 basis points despite volatile market conditions. The Company continues to evaluate new sources of borrowing by way of new routes of funding like Commercial Papers, NCDs, Market Linked Debentures, Special Liquidity Schemes of RBI etc.

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43) Asset classification as per IRAC norms

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms	Remarks
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)	
Performing assets							
Standard	Stage 1	10,647.71	347.21	10,300.50	52.00	295.21	0 - 60 days
	Stage 2	133.61	25.85	107.76	0.64	25.21	60 - 90 days
Subtotal		10,781.32	373.06	10,408.26	52.64	320.42	
Non-Performing Assets (NPA)							
Substandard	Stage 2	21.00	5.43	15.57	4.58	0.85	90 - 180 days
Substandard	Stage 3	658.98	634.77	24.21	44.09	590.68	More than 180 days
Doubtful - up to 1 year	Stage 3						
1 to 3 years	Stage 3						
More than 3 years	Stage 3	-	-	-	-	-	
Subtotal for doubtful		-	-	-	-	-	
Loss	Stage 3	-	-	-	-	-	
Subtotal for NPA		679.98	640.20	39.78	48.67	591.53	
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-	
	Stage 2	-	-	-	-	-	
	Stage 3	-	-	-	-	-	
Subtotal		-	-	-	-	-	
Total	Stage 1	10,647.71	347.21	10,300.50	52.00	295.21	
	Stage 2	154.61	31.28	123.33	5.22	26.06	
	Stage 3	658.98	634.77	24.21	44.09	590.68	
	Total	11,461.30	1,013.26	10,448.04	101.31	911.95	

- 44) Additional disclosure pursuant to circular RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23 dated April 19, 2022 on additional disclosures in financial statements w.r.t. 'Scale Based Regulation (SBR): A Revised Regulatory Framework' for NBFCs issued by the RBI

Section I

A) Exposure

1) Exposure to real estate sector

The Company does not have any direct exposures to real estate sector.

2) Exposure to capital market

There is no exposure to capital markets as on March 31, 2023 and March 31, 2022.

3) Sectoral Exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	7,915.80	340.14	4.30%	9,141.20	266.76	2.92%
2. Industry	478.57	-	0.00%	160.41	-	0.00%
3. Services	1,826.77	208.68	11.42%	2,340.25	-	0.00%
4. Personal Loans	1,240.15	132.24	10.66%	1,191.93	207.16	17.38%

4) Intra-group exposures

i) Total amount of Intra-group exposures

Name of Group company	Loans Given (Outstanding)	Investment in Equity	Corporate Guarantees
Samunnati Agro Solutions Private Limited	200.01	1,779.34	2,799.00
Samunnati Agri Innovations Lab Private Limited (formerly known as "Kamatan Farm Tech Private Limited")	92.41	863.64	-
Samunnati Foundation	1.10	8.50	-
Samunnati Finance Private Limited	-	25.00	-
Samunnati Investment Management Services Private Limited	1.01	-	-
	294.53	2,676.48	2,799.00

Amount (Rs)

- ii) Total amount of top 20 intra-group exposures (includes loans to subsidiaries, investment in subsidiaries and corporate guarantees given)

5,770.01

Percentage of intra-group exposures to total exposure of the NBFC on

- iii) borrowers/customers (includes loans to subsidiaries, investment in subsidiaries and corporate guarantees given)

34%

5) Unhedged foreign currency exposure

The Company does not have any unhedged foreign currency exposure and hence does not have any foreign currency risk.

B) Related Party Disclosure

Refer note 42 for Related party disclosures.

C) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Particulars	Current Year	Previous Year
Complaints received by the NBFC from its customers		
1. Number of complaints pending at beginning of the year	-	-
2. Number of complaints received during the year	22	10
3. Number of complaints disposed during the year	22	10
3.1 Of which, number of complaints rejected by the NBFC	-	-
4. Number of complaints pending at the end of the year	-	-



Particulars	Current Year	Previous Year
Maintainable complaints received by the NBFC from Office of Ombudsman		
5. Number of maintainable complaints received by the NBFC from Office of Ombudsman	3.00	1.00
5.1. Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	-	-
5.2 Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
5.3 Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6. Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

2) Top five grounds of complaints received by the NBFCs from customers

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
1	2	3	4	5	6
Current Year					
Loans and advances		22.00	120% (increase)		Nil
Total		22.00	120% (increase)		Nil
Previous Year					
Loans and advances	-	10	9% (decrease)	-	-
Total	-	10	9% (decrease)	-	-

Section II

A) Breach of covenant

There have been some breach of financial covenants during the year, however the Company has not classified any of its borrowings as immediately due during the year due to such breach of covenants since the management is confident that there will not be any recall of such loans based on their discussion with lenders.

45) The disclosures as required by the Master Direction - Monitoring of frauds in NBFCs issued by RBI dated September 29, 2016

During the year ended March 31, 2023, 1 fraud aggregating to Rs. 175.69 million by the customer have been reported by the Company. The un-recovered amount aggregating to Rs. 175.69 million have been fully provided for / written-off. The Company has initiated necessary legal proceedings for recovery of the amount.

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46 Covid-19 impact

The company continues to monitor and assess the impact of COVID 19 pandemic on its operation and financials, including the possibility of higher defaults by the customers. The company has considered the information available upto the date of these results and have made adequate provisions in this regard to the extent it is required.

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. In addition to these early indicators available, the Company has also used potential stress on the expected credit losses on loans and accordingly recognized an expected credit loss (including write-offs) amounting to Rs. 1308.96 million during the period. The impact assessment of COVID-19 is a continuing process given its uncertainty in nature and duration, this may have corresponding impact in the financial position. The Company will continue to monitor any material changes to the future economic conditions.

47 Additional regulatory disclosures

- a. The Company owns freehold land and the title deeds of the freehold land is held in the name of the Company.
- b. The Company does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Company.
- c. The Company has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Company.
- d. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are either:
 - (a) repayable on demand or
 - (b) without specifying any terms or period of repayment during the current year.
- e. The Company has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- f. No benami property are held by the Company and or no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- g. The Company has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.
- h. The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, no companies have been identified as struck off companies.
- i. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- j. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

k. Ratios

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Capital to risk-weighted assets ratio (CRAR)	20.18%	20.43%
CRAR – Tier I Capital (percent)	14.81%	20.16%
CRAR – Tier II Capital (percent)	5.37%	0.27%

- l. The Company has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Company.



- m. Other than the transactions that are carried out as part of Company's normal lending business:
- A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
- (a) 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
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- n. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- o. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 48 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.
- 49 **Subsequent Events**
- The Company has since issued Compulsorily Convertible Preference Shares (CCPS) amounting to Rs. 1,340 million on April 05, 2023. This Pre-Series E funding will be utilized by the Company towards expansion of its business.
- 50 Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: May 30, 2023

For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited



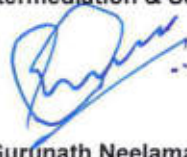
S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: May 30, 2023



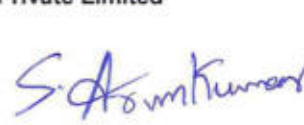
Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: May 30, 2023



Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: May 30, 2023

INDEPENDENT AUDITORS' REPORT

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31 March 2024, and the consolidated statement of Profit and Loss (including Other Comprehensive Income), the consolidated statement of changes in equity and the consolidated cash flows statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group, as at 31 March 2024, and their consolidated loss, consolidated total comprehensive income, their consolidated statement of changes in equity and consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI"), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the consolidated 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 consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated 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 matters to be communicated in our report.



Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 6 and Note 25 to the Consolidated Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Holding Company. The Holding Company has loans aggregating Rs. 13,473.96 million as at 31 March 2024. The Holding Company has made a provision for impairment loss aggregating Rs. 325.33 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter. Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of recent RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include: (a) Segmentation of the loan portfolio into homogenous pool of borrowers; (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired; (c) Determination of the probability of default for each of the segments identified; and (d) Loss given default for various exposures based on past trends / experience, management estimates etc., Note 2.5 to the consolidated Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.	Read and assessed the Holding Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109, the governance framework approved by the Board of Directors and moratorium pursuant to the RBI circular and tested the implementation of such policy on a sample basis. 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 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 in view of Company's policy on moratorium. Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records. Tested assumptions used by the management in determining the overlay for macro-economic factors. Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems). Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Assessed disclosures included in the consolidated Ind AS financial statements in respect of expected credit losses.

Information Other than the Consolidated Financial Statements and Auditors' Report Thereon

The Holding 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 Holding Company's Directors report but does not include the consolidated



financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the reports containing 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.

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

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act, that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. The respective Management and Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Management and Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 controls 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 Holding Company and its subsidiary companies, which are companies incorporated in India have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of the consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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, based on our audit, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books. Please refer to the matters stated in the Note 49 to the Consolidated financial statements and paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Holding Company and its subsidiaries as on 31 March 2024 taken on record by the Board of Directors of the Holding Company and its subsidiaries incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) The observation relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - g) With respect to adequacy of the internal financial controls over financial statements of the Holding Company and its subsidiary companies incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report



expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.

- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer Note 37 to the consolidated financial statements.
 - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 17 to the consolidated financial statements in respect of such items as it relates to the Group.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.
 - iv. (a) The respective management of Holding Company, its subsidiary companies, incorporated in India has represented that, to the best of their 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 Holding Company, its subsidiary companies incorporated in India 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 Holding Company, its subsidiary companies incorporated in India ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The respective management of the Holding Company, its subsidiary companies incorporated in India have represented that, to the best of it's 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 Holding Company, its subsidiary companies incorporated in India 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, performed by us whose financial statements/ financial information have been audited under the Act, 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 Group have 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. Relying on the representations/ explanations from the Holding Company and its subsidiaries and based on our examination which included test checks, the Holding Company and its subsidiaries has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software and we did not come across any instance of such audit trail feature being tampered with. The feature of recording audit trail (edit log) for the third party managed payroll processing software and also at the database level to log any direct data changes in the accounting ERP system could not be verified.

3. With respect to the matter to be included in the Auditor's Report under section 197(16):

Since the Holding Company and its subsidiaries are 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

V. Kothandaraman



V Kothandaraman

Partner

Membership No. 025973

UDIN: 24025973BKERHE3667

Place of Signature: Chennai

Date: 28 May 2024

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 Samunnati Financial Intermediation & Services Private Limited ("the Holding Company") on the consolidated financial statements as of and for the year ended 31 March 2024.

- (i) As required by Paragraph (xxi) of Companies (Auditor's Report) Order (CARO), there have been no qualifications or adverse remarks by the respective auditors in the CARO reports of the companies incorporated in India included in the consolidated financial statements except:

Sr. No.	Name	CIN	Holding Company / Subsidiary incorporated in India	Clause number of the CARO report which is qualified or adverse
1	Samunnati Financial Intermediation & Services Private Limited	U65990TN2014PTC096252	Holding Company	Clause 3(iii)(c), 3(iii)(d)
2	Samunnati Agro Solutions Private Limited	U74999TN2016PTC112925	Subsidiary	Clause 3(ii)(b), 3(vii)(a)

As referred to in Note 1 of the consolidated financial statements, above responses in respect of clause 3(xxi) do not include comments in respect of Samunnati Foundation which is not in scope and hence not included in consolidated financial statements.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No. 003990S/S200018

V Kothandaraman

V Kothandaraman

Partner

Membership No. 025973

UDIN: 24025973BKERHE3667



Place of Signature: Chennai

Date: 28 May 2024

Annexure B

Referred to in paragraph 2(g) on 'Report on Other Legal and Regulatory Requirements' of our report of even date on the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited.

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Samunnati Financial Intermediation & Services Private Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31 March 2024, we have audited the internal financial controls over financial reporting of the Holding Company and all its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Holding company, its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies 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 ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 internal financial controls over financial reporting based on our audit of the Company and its subsidiary companies, which are companies incorporated in India. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the 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 internal financial controls system over financial reporting of the Holding Company, its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 Over Financial Reporting

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

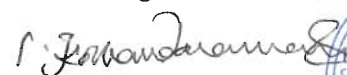
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary companies, which are companies incorporated in India, have, in all material respects, adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No. 003990S/S200018



V Kothandaraman

Partner

Membership No. 025973

UDIN: 24025973BKERHE3667



Place of Signature: Chennai

Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Consolidated Balance Sheet as at 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	As at 31 March 2024	As at 31 March 2023
ASSETS			
Financial assets			
a) Cash and cash equivalents	3	1,605.81	1,247.45
b) Bank balances other than (a) above	4	903.21	421.01
c) Trade receivables	5	4,280.87	2,846.82
d) Loans	6	13,148.63	10,153.51
e) Investments	7	141.62	11.92
f) Other financial assets	8	241.72	59.90
		20,321.86	14,740.61
Non-financial assets			
a) Inventories	9	844.21	1,056.56
b) Non-current tax assets (net)	10	262.03	354.45
c) Deferred tax assets (net)	11	753.86	824.05
d) Biological assets	12	0.43	0.59
e) Property, plant and equipment	12	114.15	139.68
f) Right of use assets	12	11.42	32.64
g) Intangible assets under development	12	46.45	22.92
h) Other intangible assets	12	860.96	869.85
i) Other non-financial assets	13	288.69	441.42
		3,182.20	3,742.16
Total assets		23,504.06	18,482.77
LIABILITIES AND EQUITY			
Liabilities			
Financial liabilities			
a) Trade payables	14	-	-
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		659.22	301.82
b) Other payables		-	-
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		9.86	57.61
c) Borrowings			
(i) Debt securities	15	5,994.16	5,075.53
(ii) Borrowings (other than debt securities)	16	9,880.58	7,963.48
d) Other financial liabilities	17	129.01	158.60
		16,672.83	13,557.04
Non-financial liabilities			
a) Provisions	18	71.74	51.28
b) Other non-financial liabilities	19	387.49	294.37
		459.23	345.65
Equity			
a) Share capital	20	22.74	21.25
b) Other equity	21	6,349.26	4,558.83
		6,372.00	4,580.08
Total liabilities and equity		23,504.06	18,482.77

Summary of material accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: 28 May 2024



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
Director and CEO
DIN : 01189011

Place: Chennai
Date: 28 May 2024

S. Arunkumar
Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: 28 May 2024

Gurunath Neelamani
Whole-time Director
DIN : 02799586

Place: Chennai
Date: 28 May 2024

Anand Subramaniam
Group - CFO

Place: Chennai
Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Statement of consolidated profit and loss for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Note	Year ended 31 March 2024	Year ended 31 March 2023
I Revenue from operations			
(i) Interest income	22	1,975.67	1,745.41
(ii) Bad debts recovered	22	123.82	-
(iii) Net gain on fair value changes	22	33.12	-
(iv) Sale of traded goods	22	22,850.24	16,885.84
(v) Sale of services	22	37.51	-
(vi) Other operating revenue	22	19.21	143.22
Total Revenue from Operations		25,039.57	18,774.47
II Other income	23	439.81	223.25
III Total income (I+II)		25,479.38	18,997.72
Expenses			
(i) Finance costs	24	1,510.91	1,491.71
(ii) Impairment on financial instruments	25	158.37	1,308.96
(iii) Purchase of stock-in-trade	26	22,147.32	16,727.45
(iv) Changes in inventories of stock-in-trade	27	305.14	(291.01)
(v) Employee benefit expenses	28	736.43	880.87
(vi) Depreciation and amortization	29	85.33	60.74
(vii) Other expenses	30	535.22	706.99
IV Total expenses		25,478.72	20,885.71
V Profit / (Loss) before tax (III-IV)		0.66	(1,887.99)
VI Tax expense	31		
(i) Current tax		0.23	5.10
(ii) Deferred tax		79.53	(427.72)
		79.76	(422.62)
VII Profit / (Loss) for the year (V-VI)		(79.10)	(1,465.37)
VIII Other comprehensive income (OCI)			
(i) Items that will not be reclassified to profit or loss			
- Remeasurement gain / (loss) on defined benefit plans		(8.48)	0.94
- Income tax impact thereon		1.14	(0.21)
(ii) Items that will not be reclassified to profit or loss			
- Gain / (Loss) on hedge accounting		(32.68)	-
- Income tax impact thereon	31	8.22	-
Other comprehensive income (i)+(ii)+(iii)		(31.80)	0.73
IX Total comprehensive income/(loss) for the year (VII+VIII)		(110.90)	(1,464.64)
X Earnings per equity share (face value ₹ 10/- per equity share)	32		
Basic (₹)		(35.07)	(703.95)
Diluted (₹)		(35.07)	(703.95)

Summary of material accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: 28 May 2024

For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: 28 May 2024

Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: 28 May 2024

Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: 28 May 2024

Anand Subramaniam

Group - CFO

Place: Chennai

Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Statement of consolidated cash flows for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
A. Operating activities		
Profit / (loss) before tax	0.66	(1,887.99)
Adjustments for:		
Depreciation and amortization	85.33	60.74
Employee stock option expenses	0.05	58.29
Gratuity and leave encashment expenses	28.25	26.79
(Profit) / loss on sale of property, plant and equipment	(3.06)	0.38
Income from mutual funds	(30.81)	(42.18)
Income from debt funds	-	(1.31)
Interest expenses	1,418.55	1,390.24
Interest expense on lease liability	1.02	4.05
Unwinding interest of debt component of OCRPS	3.37	1.03
MTM gain on external commercial borrowings	(32.68)	(17.84)
Net gain on fair value changes - CCD	(33.12)	-
Impairment on financial instruments	(687.94)	660.73
Provision no longer required written back	(48.73)	-
Impairment on trade receivables	10.19	72.51
Bad debts written off	848.74	651.56
Provision on inventory	(100.91)	83.61
Amortisation of origination costs of borrowings	87.97	97.42
Cash generated from operations before working capital changes	1,546.88	1,158.03
Changes in working capital:		
Loans	(3,155.92)	(404.12)
Other financial assets	(181.82)	92.19
Trade receivables	(1,444.24)	558.07
Other non-financial assets	201.47	(197.48)
Net movement in provisions	(16.27)	(20.91)
Other financial and non-financial liabilities	50.92	90.89
Inventories	313.24	(291.01)
Trade payables	309.65	(391.88)
Cash (used in) / generated from operations	(2,376.08)	593.78
Income taxes paid (net of refunds)	92.19	(170.23)
Net cash (used in) / generated from operating activities (A)	(2,283.89)	423.55
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(59.54)	(116.83)
Proceeds from sale of property, plant and equipment	9.54	1.96
Movement in deposits with banks and financial institutions	(482.20)	91.14
Purchase of investments	(15,685.41)	(16,360.24)
Proceeds from sale of investments	15,588.83	16,540.69
Interest income received on investments measured at amortised cost, FVTPL	30.81	43.49
Net cash (used in) / generated from investing activities (B)	(597.97)	200.21
C. Financing activities		
Issue of Compulsorily convertible preference shares	1,505.79	800.00
Issue of Optionally convertible redeemable preference shares	417.87	400.00
Proceeds from debt securities	4,210.58	1,235.00
Repayment of debt securities	(3,299.88)	(1,454.31)
Repayment of principal portion of lease liability	(11.62)	(23.74)
Repayment of interest portion of lease liability	(1.02)	(4.05)
Proceeds from other than debt securities	15,646.96	12,627.17
Repayment of other than debt securities	(13,775.42)	(12,635.34)
Interest paid	(1,453.04)	(1,488.69)
Net cash generated from / (used in) financing activities (C)	3,240.22	(543.96)
Net increase in cash and cash equivalents (A+B+C)	358.36	79.80
Cash and cash equivalents at the beginning of the year	1,247.45	1,167.65
Cash and cash equivalents at the end of the year	1,605.81	1,247.45



Samunnati Financial Intermediation & Services Private Limited
Statement of consolidated cash flows for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year (also, refer note 3)		
- Cash on hand	-	0.23
- Balances with banks in current accounts	1,478.94	1,067.76
- In deposit accounts (with original maturity of 3 months or less)	126.87	179.46
Total	1,605.81	1,247.45

Summary of material accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 0039908/S200018

V Kothandaraman

V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: 28 May 2024



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar

S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: 28 May 2024

Gurunath Neelamani

Gurunath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: 28 May 2024

S. Arunkumar

Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: 28 May 2024

Anand Subramaniam

Anand Subramaniam

Group - CFO

Place: Chennai

Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Statement of Consolidated Changes in Equity for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

A. Share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023
Balance at the beginning of the year	5.74	5.74	17.64	16.84	23.38	22.58
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated balance at the beginning of the year	5.74	5.74	17.64	16.84	23.38	22.58
Issued during the year	-	-	1.50	0.80	1.50	0.80
Buyback of shares	-	-	-	-	-	-
Sub-total	5.74	5.74	19.14	17.64	24.88	23.39
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	19.14	17.64	22.74	21.25

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)	Other comprehensive income	Retained Earnings	Total
Balance as at 01 April 2022	40.59	5,755.45	262.32	0.07	(23.55)	5.67	(1,254.26)	4,786.29
Changes in accounting policy or prior period errors (Refer Note 21)	-	-	-	-	23.55	1.69	(28.18)	(2.94)
Restated Balance as at 01 April 2022	40.59	5,755.45	262.32	0.07	-	7.36	(1,282.44)	4,783.35
Comprehensive income for the year	-	-	-	-	-	0.73	(1,465.37)	(1,464.64)
Premium on issue of shares	-	799.06	-	-	-	-	-	799.06
Equity Component of Debt Securities issued during the year	-	-	-	-	382.77	-	-	382.77
Employee stock options expense	-	-	58.29	-	-	-	-	58.29
Balance as at 31 March 2023	40.59	6,554.51	320.61	0.07	382.77	8.09	(2,747.81)	4,558.83
Changes in accounting policy or prior period errors	-	-	-	-	-	-	0.36	0.36
Restated Balance as at 31 March 2023	40.59	6,554.51	320.61	0.07	382.77	8.09	(2,747.45)	4,559.19
Comprehensive income for the year	-	-	-	-	-	(31.80)	(79.10)	(110.90)
Transfer to retained earnings	42.10	-	-	-	-	-	(42.10)	-
Premium on issue of shares	-	1,504.29	-	-	-	-	-	1,504.29
Equity component of debt securities issued during the year	-	-	-	-	396.63	-	-	396.63
Issue expenses for debt securities	-	-	-	-	-	-	-	-
Employee stock options expense	-	-	0.05	-	-	-	-	0.05
Balance as at 31 March 2024	82.69	8,058.80	320.66	0.07	779.40	(23.71)	(2,868.65)	6,349.26

Summary of material accounting policies

The accompanying notes form an integral part of the financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: 28 May 2024

For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
Director and CEO
DIN : 01189011

Place: Chennai
Date: 28 May 2024

Gurunath Neelamani
Whole-time Director
DIN : 02799586

Place: Chennai
Date: 28 May 2024

Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: 28 May 2024

Anand Subramaniam
Group-CFO

Place: Chennai
Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited

Summary of consolidated material accounting policies and other explanatory information for the year ended March 31, 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

1. Corporate Information

Samunnati Financial Intermediation & Services Private Limited ("the Holding Company") (CIN: U65990TN2014PTC096252) is a Company limited by shares and incorporated on 23 June 2014 under the provisions of the Companies Act, 2013 and domiciled in India. The debt securities of the Holding Company namely non-convertible debentures are listed on the Bombay Stock Exchange ("BSE"). The Holding Company is engaged in extending credit to secured and unsecured loans to farmers, farmer producer organizations, community-based organizations and Agri-enterprises.

The Holding Company had received the Certificate of Registration (Registration No. N-07.00815) dated 25 February 2016 from Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Company without accepting public deposits ("NBFC-ND"). The Holding Company commenced active NBFI operations from the month of July 2016. During March 2019, the Holding Company had crossed the total assets threshold of INR 500 crores and had become a Non-Deposit Taking Systemically Important Non-Banking Financial Company ("NBFC-ND-SI"). The Holding Company is classified under middle layer as per scale based framework applicable from 01 October 2022.

The Holding Company has four wholly owned subsidiaries and one step down subsidiary as at the year end 31 March 2024.

The following are the details of the subsidiaries:

1. Samunnati Agro Solutions Private Limited ('Agro') which was incorporated on 14 October 2016, and undertakes wholesale trading activities related to agricultural inputs and commodities.
2. Samunnati Agri Innovations Lab Private Limited ('SAIL') (Formerly called as Kamatan Farm Tech Private Limited) - The Company has acquired 100% stake in Samunnati Agri Innovations Lab Private Limited (Formerly called as Kamatan Farm Tech Private Limited) ("KFTPL") through a share swap on 16 April 2021. Pursuant to the agreement the Holding Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of KFTPL.
3. Samunnati Finance Private Limited ('SFPL') was incorporated on 22 September 2021 and is registered under the Companies Act 2013 as a company limited by shares.
4. Samunnati Foundation ('the Foundation') was incorporated on 09 March 2020 and is registered under section 8 of the Companies Act 2013 as a company with limited liability. The main objects of the Company are to undertake social oriented programs, activities as deemed appropriate, referred to in schedule VII to the Companies Act 2013, read with section 135 of the Act.

The following is the details of the step down subsidiary:

1. Samunnati Investment Management Services Private Limited ('SIMS') was incorporated on 08 March 2022 and is registered under the Companies Act 2013 as a company limited by shares.

The Holding Company along with its Subsidiaries, shall hereinafter, be collectively referred to as 'the Group'. *

*Samunnati Foundation was consolidated to the group financial statements up to FY 2020-21. However, the same has not been consolidated from the financial year 2021-22, as the intent of the investment is not considered to be commercial in nature so as to get any return on the investments.



Samunnati Financial Intermediation & Services Private Limited

Summary of consolidated material accounting policies and other explanatory information for the year ended March 31, 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

2. Summary of material accounting policies**Basis of preparation of financial statements****2.1 Statement of compliance with Ind AS and basis for preparation and presentation of financial statements**

These consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

The Group has adopted Ind AS from April 01, 2020, 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 adopted.

These consolidated financial statements were approved by the Holding Company Board of Directors and authorised for issue on May 28, 2024.

b) Principles of consolidation

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and can affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the financial statements of the Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions within Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Samunnati Foundation ('the Foundation') is not for profit company hence the same has not been consolidated.

2.2 Functional and presentation currency

These consolidated financial statements are presented in Indian Rupees ('INR' or 'Rs.' or "₹") which is also the Group functional currency. Amounts less than the rounding off norms adopted by the Group are disclosed as 0. All amounts are rounded-off to the nearest millions upto two decimal places, unless otherwise indicated.

2.3 Historical cost convention

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the Accounting Policies set out below.



Samunnati Financial Intermediation & Services Private Limited

Summary of consolidated material accounting policies and other explanatory information for the year ended March 31, 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The financial statements are prepared on a 'going concern' basis using accrual concept except for the cash flow information.

2.4 Measurement of fair value changes

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has established policies and procedures with respect to the measurement of fair values. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

2.5 Critical accounting estimates and judgements

In preparing these consolidated financial statements, management of the Group has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.



Samunnati Financial Intermediation & Services Private Limited

Summary of consolidated material accounting policies and other explanatory information for the year ended March 31, 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

Effective Interest Rate (EIR) Method

The Holding Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets for Loans

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses, if the credit risk on a financial instrument has not increased significantly since initial recognition.

Lifetime expected credit losses means expected credit losses that result from all possible default events over the expected life of a financial asset.

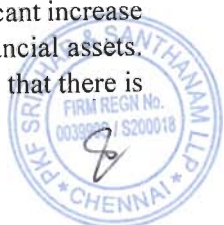
12-month expected credit losses means the portion of Lifetime ECL that represent the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Group performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Group compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.

- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Group recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

no longer a significant increase in credit risk since initial recognition, then entities shall revert to recognizing 12 months ECL provision.

For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans and receivables from trading activities. The Group recognizes lifetime ECL for impaired financial assets.

The loan assets in the books of the Holding Company are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review.

As part of the regular review, in line with changes in loan portfolio and their repayment pattern, the Holding Company has revised the definition of stages, as under.

The loan portfolio are segmented into two broad categories i.e., Farmer Collectives and Agri enterprises.

Name of the Pool of loan assets	Stage	Loans Days Past Due (DPD) w.e.f FY'23
Farmer Collectives	Stage 1	Upto 60 Days
	Stage 2	61 Days to 180 Days
	Stage 3	More than 180 Days
Agri enterprises	Stage 1	Upto 60 Days
	Stage 2	61 Days to 180 Days
	Stage 3	More than 180 Days

The Group has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each business vertical indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Estimation of Expected Credit Loss:

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Holding Company uses historical information to determine PD. Considering the different categories of customers, the Holding Company has bifurcated its loan portfolio into seven pools. For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information. For receivables from trading activities, Agro's management had calculated the PD using Incremental 30 DPD approach considering fresh slippage using historical information.



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.

Loss Given Default (LGD) – The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Holding Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements. Further the management of the subsidiary Agro had considered the insured portion of receivable consists nil exposure at default.

Forward looking information - While estimating the expected credit losses, the Group reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Group analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Group based on its internal data. While the internal estimates of PD, LGD rates by the Group may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

Impairment of financial instruments for trade receivables from trading and allied activities

The Group applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivables and other contractual rights to receive cash or other financial asset.

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

For trade receivables or any contractual right to receive cash or another financial asset that results from transactions that are within the scope of Ind AS 115, the Group follows 'simplified approach' and measures the loss allowance at an amount equal to lifetime expected credit losses. This impairment allowance is computed based on historical credit loss experience and management assessment.

Impairment of non-financial assets (PPE)

The impairment assessment of non-financial assets is determined based on estimation of recoverable amount of such assets. The assumptions used in computing the recoverable amount are based on management judgement considering the timing of future cash flows, discount rates and the risks specific to the asset.



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long-term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Group's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

2.6 Revenue recognition**a) Recognition of interest income on loans**

The Holding Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Holding Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Holding Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Sale of goods

To determine whether to recognise revenue from contracts with customers, Agro and SAIL follows a 5-step process:

- 1 Identifying the contract with customer
- 2 Identifying the performance obligations
- 3 Determining the transaction price
- 4 Allocating the transaction price to the performance obligations
- 5 Recognising revenue when/as performance obligation(s) are satisfied.

Revenue from sale of products or services is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration expected to be received in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions and incentives, if any, as specified in the contract with the customer.

Revenue also excludes taxes collected from customers.



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duty. Agro and SAIL has assessed its revenue arrangements based on the substance of the transaction and business model against specific criteria to determine if it is acting as principal or agent."

c) Interest income on investments

Interest income from investments is recognized when it is certain that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7 Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Life in Years
Furniture and fittings	10
Office equipment	5
Computers and accessories	3
Vehicles	4 – 8
Leasehold improvements	5

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment loss, if any.

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates of useful life. Amortisation is calculated using the straight line method to write down the cost of intangible assets over their estimated useful lives.

The intangible assets are amortised within three years.



Samunnati Financial Intermediation & Services Private Limited

Summary of consolidated material accounting policies and other explanatory information for the year ended March 31, 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

2.8 Foreign exchange transactions and translations

a) Initial recognition

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.

2.9 Financial Instruments

a) Recognition and initial measurements

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)



Samunnati Financial Intermediation & Services Private Limited

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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Amortised cost

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Group measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Group measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the Group's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Group changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Group makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.



Samunnati Financial Intermediation & Services Private Limited

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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.

c) Financial liabilities and equity instruments**Classification of debt and equity**

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Group are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.

d) Derecognition**Financial assets**

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Group enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

e) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

f) Write offs

Financial assets are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Group determines that the borrower/customer does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.10 Employee benefits

a) Short- term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

b) Contribution to provident fund and other funds

Group's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Group has no further obligation other than the contributions made.

c) Gratuity

The Group's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.

d) Leave encashment/ compensated absences /sick leave

The Group provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on



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(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.11 Finance cost

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.

2.12 Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequence that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.13 Impairment of assets other than financial assets

The Group reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate



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that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

2.14 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Group has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Group can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.15 Leases

The Group's lease asset classes primarily consist of leases for office premises. The Group assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Group has the right to direct the use of the asset.



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At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

2.16 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

2.17 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Group's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.18 Inventories

Inventories are measured at the lower of cost and the net realizable value. Costs includes cost of purchase and other costs incurred in bringing the inventories to the present location and condition, net of discounts and rebates and is determined on weighted average basis. Cost is determined on FIFO



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basis. Net realizable value represents the estimated selling price of inventories in the ordinary course of business, less the estimated costs necessary to make the sale.

2.19 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind-AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

Operating segments identified by the Group comprises as under:

1. Financing - Providing loans to borrowers and securitisation of such loans.
2. Trading and allied activities - Trading of agricultural products and allied activities
3. Others

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments. Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprises as a whole and are not allocable to a segment on a reasonable basis have been disclosed as 'Unallocated', if any. Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as 'Unallocated', if any.

2.20 Recent accounting pronouncements**New and amended standards adopted by the Group:**

The Ministry of Corporate Affairs vide notification dated 31 March 2023 notified the Companies (Indian Accounting Standards) Amendment Rules, 2023, which amended certain accounting standards and are effective 1 April 2023.

Material changes are in relation to the following:

- (i) - Disclosure of accounting policies — amendments to Ind AS 1.
- (ii) - Definition of accounting estimates — amendments to Ind AS 8.
- (iii) - Deferred tax related to assets and liabilities arising from a single transaction — amendments to Ind AS 12.

The Company has evaluated the amendments and the impact is not material.

New Standards/Amendments notified but not yet effective: None

2.21 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at 31 March 2024	As at 31 March 2023
3	Cash and cash equivalents		
	Cash-on-hand	-	0.23
	Balances with banks		
	(i) In current account	1,478.94	1,067.76
	(ii) in deposit account (with original maturity up to 3 months)	126.87	179.46
		1,605.81	1,247.45
4	Bank balances other than cash and cash equivalents		
	Deposit account with banks -		
	Balances with banks to the extent held as margin money	903.21	218.08
	- with original maturity of more than 3 months but less than 12 months	-	202.93
		903.21	421.01
	Details of balances with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments.		
	Maturity period of less than 12 months		
(i)	Held as collateral against borrowings and securitisation transactions	874.87	196.05
		874.87	196.05
	Maturity period of more than 12 months		
(ii)	Held as collateral against borrowings and securitisation transactions	28.34	22.03
		28.34	22.03
	Total	903.21	218.08
5	Trade receivables		
	<i>Unsecured</i>		
	Considered good	3,917.90	2,561.37
	Less: Allowance for expected credit loss	(21.14)	(14.87)
		3,896.76	2,546.50
	Having significant increase in credit risk	295.10	323.49
	Less: Allowance for expected credit loss	(36.45)	(42.00)
		258.65	281.49
	Credit impaired	337.66	221.56
	Less: Allowance for expected credit loss	(212.20)	(202.73)
		125.46	18.83
		4,280.87	2,846.82
	(Refer Note 47 for ageing schedule of trade receivables)		
6	Loans		
(A)	Term Loans at amortised cost		
	To clients	13,458.24	11,166.77
	To Samunnati Foundation	15.72	-
	Total- Gross	13,473.96	11,166.77
	Less : Impairment loss allowance	(325.33)	(1,013.26)
	Total- Net	13,148.63	10,153.51
(B)	Secured/ Unsecured break up		
(i)	Secured against tangible assets:		
	Gross	1,109.04	1,075.49
	Less: Impairment loss allowances	(57.25)	(83.69)
	Net	1,051.79	991.80
(ii)	Secured against receivables:		
	Gross	-	-
	Less: Impairment loss allowances	-	-
	Net	-	-
(iii)	Unsecured		
	Gross	12,364.92	10,091.28
	Less: Impairment loss allowances	(268.08)	(929.57)
	Net	12,096.84	9,161.71
	Total (B) = (i) + (ii) + (iii)	13,148.63	10,153.51



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Note	Particulars	As at 31 March 2024	As at 31 March 2023
(C)	Loans in/ outside India		
	(i) Loans in India		
	(a) Public sector	-	-
	(b) Others	13,473.96	11,166.77
		13,473.96	11,166.77
	Less : Impairment loss allowance	(325.33)	(1,013.26)
	Total (i)	13,148.63	10,153.51
	(ii) Loans outside India	-	-
	Total (C) = (i) + (ii)	13,148.63	10,153.51

Note: There is no loan asset measured at FVTOCI or FVTPL.

Summary of loans by stage distribution

	Gross Carrying Amount (A)	Impairment Loss Allowance (B)	Net Carrying Amount (A-B)
As at 31 March 2024	12,640.26	126.43	12,513.83
Stage 1 - Considered good	677.77	66.65	611.12
Stage 2 - Significant increase in credit risk	155.93	132.25	23.68
Stage 3 - Credit impaired	13,473.96	325.33	13,148.63
As at 31 March 2023	10,353.18	347.21	10,005.97
Stage 1 - Considered good	154.61	31.28	123.33
Stage 2 - Significant increase in credit risk	658.98	634.77	24.21
Stage 3 - Credit impaired	11,166.77	1,013.26	10,153.51

7 Investments

(A)	Investments in equity shares carried at cost (Unquoted) :		
	Samunnati Foundation	8.50	8.50
	850,000 (previous year: 850,000) equity shares of ₹10 each		
(B)	Investments carried at amortised cost:		
	Investments in Pass thorough certificates - Unquoted	-	3.42
(C)	Investment carried at fair value through profit and loss (FVTPL)		
	Investments in Cumulative Convertible Debentures - Unquoted		
	Investment in Ecozen Solutions Private Limited	58.82	-
	7,614 (previous year: Nil) 0.01% Compulsorily Convertible Debentures of Rs.6,566.82 each		
	Investment in Connedit Business Solutions Private Limited	74.30	-
	509 (previous year: Nil) 0.01% Compulsorily Convertible Debentures of Rs.10 each		
	Total value of unquoted investments	141.62	11.92

Note: No impairment loss has been provided on the above investments.

Investments in India	141.62	11.92
Investments outside India	-	-
	141.62	11.92

8 Other financial assets

Unsecured, considered good

Security deposits	26.08	27.63
Margin money held with financial institution	50.00	-
Employee advances	6.70	3.90
Interest accrued but not due on deposits	7.76	9.13
Insurance receivables	134.09	-
Other receivables	17.09	19.24
	241.72	59.90

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12 Property, plant and equipment, right of use assets, intangible assets and Intangible assets under development

Particulars	Property, plant and equipment									Biological assets	Right of use assets	Other intangible assets			Intangible assets under development
	Freehold land	Furniture and fittings	Office equipment	Computers & accessories	Vehicles	Leasehold improvements	Plant & Machinery	Building	Total			Goodwill on Consolidation	Computer Software	Total	
Gross block															
Balance as at 01 April 2022	30.07	11.10	14.01	44.97	37.21	23.35	5.16	-	165.87	0.65	66.01	775.67	49.89	825.56	71.50
Additions	42.03	0.25	3.04	3.71	3.25	-	1.01	11.00	64.29	-	27.84	-	109.53	109.53	76.97
Disposals/ deductions	-	(0.33)	-	(4.83)	(4.66)	-	(1.22)	-	(11.04)	-	(1.67)	-	(49.71)	(49.71)	(125.55)
Balance as at 31 March 2023	72.10	11.02	17.05	43.85	35.80	23.35	4.95	11.00	219.12	0.65	92.18	775.67	109.71	885.38	22.92
Additions	-	0.16	1.29	0.73	-	0.59	-	-	2.77	-	-	-	31.95	31.95	53.49
Assets written off	-	(0.13)	(0.44)	(0.49)	-	-	(1.08)	-	(2.14)	-	-	-	-	-	-
Disposals/ deductions	-	(3.40)	(1.31)	(0.28)	(15.07)	(0.21)	-	-	(20.27)	(0.10)	-	-	(0.33)	(0.33)	(29.96)
Balance as at 31 March 2024	72.10	7.65	16.59	43.81	20.73	23.73	3.87	11.00	199.48	0.55	92.18	775.67	141.33	917.00	46.45
Accumulated depreciation and amortization															
Balance as at 01 April 2022	-	2.66	5.09	23.42	13.26	13.06	0.25	-	57.74	0.01	34.78	-	25.08	25.08	-
Charge for the year	-	1.33	1.98	11.37	8.79	4.98	0.32	0.12	28.89	0.05	24.76	-	7.04	7.04	-
Disposals / adjustments	-	(0.13)	-	(4.59)	(2.43)	-	(0.04)	-	(7.19)	-	-	-	(16.59)	(16.59)	-
Balance as at 31 March 2023	-	3.86	7.07	30.20	19.62	18.04	0.53	0.12	79.44	0.06	59.54	-	15.53	15.53	-
Charge for the year	-	1.29	2.24	8.74	6.36	4.11	0.30	0.18	23.22	0.06	21.21	-	40.84	40.84	-
Assets written off	-	(0.01)	(0.22)	(0.43)	-	-	(0.26)	-	(0.92)	-	-	-	-	-	-
Disposals / adjustments	-	(1.70)	(0.71)	(0.35)	(13.32)	(0.33)	-	-	(16.41)	-	-	-	(0.33)	(0.33)	-
Balance as at 31 March 2024	-	3.44	8.38	38.16	12.66	21.82	0.57	0.30	85.33	0.12	80.76	-	56.04	56.04	-
Net block															
As at 31 March 2023	72.10	7.16	9.98	13.65	16.18	5.31	4.42	10.88	139.68	0.59	32.64	775.67	94.18	869.85	22.92
As at 31 March 2024	72.10	4.21	8.21	5.65	8.07	1.91	3.30	10.70	114.15	0.43	11.42	775.67	85.29	860.96	46.45

Intangible Assets under Development ageing Schedule as on 31 March 2024

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	28.38	0.97	17.10	-	46.45
Projects temporarily suspended	-	-	-	-	-
Total	28.38	0.97	17.10	-	46.45

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at 31 March 2024

Intangible Assets under Development ageing Schedule as on 31 March 2023

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	5.66	17.26	-	-	22.92
Projects temporarily suspended	-	-	-	-	-
Total	5.66	17.26	-	-	22.92

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at 31 March 2023



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Note	Particulars	As at 31 March 2024	As at 31 March 2023
9 Inventories			
	At lower of cost or net realisable value		
	Stock in trade	855.17	1,160.32
	Less: Provision for inventory	(10.96)	(103.76)
		844.21	1,056.56
10 Non-current tax assets (net)			
	Advance income tax (net of provisions for tax)	262.03	354.45
		262.03	354.45

11 Deferred tax assets (net)

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at 01 April 2023	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Balance as at 31 March 2024
Fixed assets	(15.14)	(5.08)	-	(20.22)
Provisions for employee benefits	12.21	3.63	1.14	16.98
Provision for Inventory	17.78	(17.78)	-	-
Impairment loss allowance	317.60	(172.34)	-	145.26
(Gains) and losses on Hedge Accounting	-	(1.48)	8.22	6.74
Carried forward losses	482.97	121.13	-	604.10
Others	8.63	(7.61)	-	1.02
Total	824.05	(79.53)	9.36	753.86

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at 01 April 2022	(Charge) / credit to statement of profit and loss	(Charge) / credit to OCI	Balance as at 31 March 2023
Fixed assets	(6.65)	(8.49)	-	(15.14)
Provisions for employee benefits	12.88	(0.46)	(0.21)	12.21
Provision for Inventory	-	17.78	-	17.78
Impairment loss allowance	176.81	140.79	-	317.60
Carried forward losses	209.57	273.40	-	482.97
Others	3.93	4.70	-	8.63
Total	396.54	427.72	(0.21)	824.05

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Notes to the consolidated financial statements for the year ended 31 March 2024
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Note	Particulars	As at 31 March 2024	As at 31 March 2023
13 Other non-financial assets			
	Prepaid expenses	65.21	51.68
	Advance paid to vendors	42.30	302.62
	Balances with government authorities	181.18	85.39
	Advances to employees	-	1.73
		288.69	441.42
14 Trade payables			
	i) Total outstanding dues of micro and small enterprises	-	-
	ii) Total outstanding dues of creditors other than micro and small enterprises	659.22	301.82
		659.22	301.82
	(Also refer note 48 for ageing of the trade payables).		
	Other Payables		
	i) Total outstanding dues of micro and small enterprises	-	-
	ii) Total outstanding dues of creditors other than micro and small enterprises	9.86	57.61
		9.86	57.61
	Disclosures required by the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 are as under		
	(a) The principal amount remaining unpaid at the end of the year*	-	-
	(b) The delayed payments of principal amount paid beyond the appointed date during the year	-	-
	(c) Interest actually paid under Section 16 of MSMED Act	-	-
	(d) Normal interest due and payable during the year, as per the agreed terms	-	-
	(e) Total interest accrued during the year and remaining unpaid	-	-
		-	-
	*There are no micro, small and medium enterprises to whom the Group owes dues which are outstanding for more than 45 days at the Balance Sheet date, computed on unit wise basis. The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.		
15 Debt securities			
	At amortised cost		
	Non-convertible redeemable debentures	5,138.61	5,075.53
	Commercial paper	855.55	-
		5,994.16	5,075.53
	Note: There are no debt securities measured at FVTPL or designated as FVTPL		
	Debt securities in India	2,059.54	598.21
	Debt securities outside India	3,934.62	4,477.32
	Total	5,994.16	5,075.53
	(also, refer note 44 A)		
16 Borrowings (other than debt securities)			
	At amortised cost		
	Term loans:		
	from banks	337.91	1,048.67
	from other parties	6,528.02	5,141.00
	Working capital loan	2,974.66	1,747.89
	Interest accrued but not due on borrowings	39.99	25.92
		9,880.58	7,963.48
	Note: There are no Borrowings measured at FVTPL or designated as FVTPL		
	Borrowings in India	8,029.00	7,231.42
	Borrowings outside India	1,851.58	732.06
		9,880.58	7,963.48
	(also, refer note 44 B)		

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Note	Particulars	As at 31 March 2024	As at 31 March 2023
17 Other financial liabilities			
	Unamortised interest income	-	1.61
	Lease liability	12.64	34.91
	Employee related payables	49.16	74.84
	Provision for expenses	-	1.25
	Financial liability of compound financial instrument	39.48	18.26
	MTM Cost on ECB Borrowing	26.77	8.00
	Others	0.96	-
	Interest accrued but not due on borrowings	-	19.73
		129.01	158.60
18 Provisions			
	Provision for employee benefits (Refer note 34)		
	Gratuity	38.09	25.07
	Compensated absences	33.65	26.21
		71.74	51.28
19 Other non-financial liabilities			
	Advance received from customers	260.34	236.75
	Statutory dues payable	108.06	57.28
	Income received in advance	19.09	-
	Others	-	0.34
		387.49	294.37

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	As at 31 March 2024		As at 31 March 2023	
	No. of shares	Amount	No. of shares	Amount
20 Share capital				
Authorised share capital				
Equity shares of ₹ 10 each	7,50,000	7.50	7,50,000	7.50
Preference shares of ₹ 10 each	23,00,000	23.00	23,00,000	23.00
Total		30.50		30.50
Issued, Subscribed and Paid-up:				
Equity shares of ₹ 10 each	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note h) below	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Compulsorily convertible preference shares of ₹ 10 each	19,14,399	19.14	17,63,819	17.64
Total		22.74		21.25
Optionally convertible redeemable preference shares of ₹ 10 each (Refer note 17 & 21)	81,450	0.81	40,000	0.40
		0.81		0.40
a) Reconciliation of number of equity shares and amount outstanding				
Issued, subscribed and paid-up				
Balance at the beginning of the year	5,73,861	5.74	5,73,861	5.74
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (also, refer note 20 (h) below)	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Balance at the end of the year	3,60,338	3.60	3,60,338	3.60
b) Reconciliation of number of preference shares and amount outstanding				
i) Compulsorily convertible preference shares				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	17,63,819	17.64	16,83,819	1.68
Shares issued during the year	1,50,580	1.51	80,000	0.08
Balance at the end of the year	19,14,399	19.15	17,63,819	1.76
ii) Optionally convertible redeemable preference shares				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	40,000	0.40	-	-
Shares issued during the year	41,450	0.41	40,000	0.40
Balance at the end of the year	81,450	0.81	40,000	0.40
c) Shareholders holding more than 5 percent				
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of ₹ 10 each				
S G Anil Kumar	2,38,257	41.52%	2,38,257	42.00%
Samunnati ESOP Welfare Trust	2,13,523	37.21%	2,13,523	37.00%
Accel India V (Mauritius) Ltd	75,733	13.20%	75,733	13.00%
Compulsorily convertible preference shares of ₹ 10 each				
Elevar M-III	4,21,522	22.02%	4,21,522	23.90%
Accel India V (Mauritius) Ltd	3,84,949	20.11%	3,84,949	21.82%
ResponsAbility Agriculture I, SLP	3,66,594	19.15%	3,66,594	20.78%
Teachers Insurance and Annuity Association of America	2,66,730	13.93%	2,66,730	15.12%
Accel Growth Fund V L.P	1,10,075	5.75%	1,10,075	6.24%
Elevar I-IV AIF represented by its Trustee Vistra ITCL India	1,48,957	7.78%	1,48,957	8.45%
ResponsAbility Sustainable Food – Asia II	1,22,000	6.37%	-	0.00%
Optionally convertible redeemable preference shares of ₹ 10 each				
EE-FI AIF	81,450	100.00%	40,000	100.00%
d) Equity shares held by promoters at the end of the year				
	31 March 2024			
Promoter Name	Number of shares	Percentage of total shares	Percentage change during the year	
Mr. Anil Kumar S G	2,38,257	41.52%	-	



Promoter Name	31 March 2023		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	41.52%	-

e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Holding Company.

f) The Holding Company has acquired 100% stake in Samunnati Agri Innovations Lab Private Limited ('SAIL')(formerly known as "Kamatan Farm Tech Private Limited") through a share swap on April 16, 2021. Pursuant to the agreement the Holding Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of SAIL.

g) Terms and rights attached to shares

i) Terms and rights attached to equity shares

The Holding Company has only one class of equity shares having a face value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. In the event of liquidation of the Holding Company, the holders of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

ii) Terms and rights attached to Compulsorily convertible preference shares of ₹ 10 each

The holding Company has issued Series A1, A2, A3, B, C, D, D1 and Pre-Series E series compulsorily convertible preference shares having a face value of Rs. 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Holding Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the Holding Company.

iii) Terms and rights attached to Optionally convertible redeemable preference shares of ₹ 10 each

The Holding Company has issued Pre-Series E Optionally Convertible Redeemable Preference Shares ("Pre-Series E OCRPS") having a face value of Rs. 10 per share. At the option of the holders of Pre-Series E OCRPS, these shares, may be converted into Pre-Series E Compulsorily Convertible Cumulative Preference Shares ("Pre-Series E CCPS"). The Pre-Series E OCRPS Conversion Ratio shall initially be 1:1 and shall be subject to adjustments as per the terms of issue ("Pre-Series E OCRPS Conversion Ratio"). The holders of Pre-Series E OCRPS shall, at any time prior to 19 (nineteen) years from the date of issuance of the same, be entitled to call upon the Holding Company to convert all (and not less than all) of the Pre-Series E OCRPS in accordance with the Pre-Series E OCRPS Conversion Ratio by issuing a Notice to the Holding Company. The Pre-Series E OCRPS, if not converted earlier, shall automatically convert into Pre-Series E CCPS at the then applicable conversion rate, (i) on the latest permissible date prior to the issue of Shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or (ii) on the day following the completion of 19 years from the date of issuance of the same. The holders of Pre-Series E OCRPS shall not be entitled to attend meetings of Shareholders of the Holding Company and will not be entitled to any voting rights prior to conversion of the Pre-Series E OCRPS into Pre-Series E CCPS. Only so long as the Pre-Series E OCRPS have not been converted to Pre-Series E CCPS, the holder of the Pre-Series E OCRPS shall be entitled to seek redemption of all or any of the Pre-Series E OCRPS at such IRR and within such timelines, as per the terms of issue.

Terms of conversion

Series	Date	Amount of Equity shares post conversion
Conversion of CCPS into equity		
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
Pre-Series E	10 Oct 2041	0.70
Pre-Series E	12 Oct 2041	0.10
Pre-Series E	05 Apr 2042	1.34
Pre-Series E	27 March 2043	0.17
Conversion of OCRPS into equity		
Pre-Series E OCRPS	30 Nov 2041	0.40
Pre-Series E OCRPS	27 March 2043	0.41

19.96



Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

- h) The Holding Company has given an interest and collateral free loan to ESOP Trust to provide financial assistance for purchase of equity shares of the Holding Company under Employee Stock Option Scheme. The Holding Company has established the ESOP Trust to which the stock options issuable have been transferred. The Holding Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares). Also, refer note 33.

21 Other equity

	As at 31 March 2024	As at 31 March 2023
Statutory reserve	82.69	40.59
Securities premium	8,058.80	6,554.51
Employee stock options outstanding	320.66	320.61
Capital redemption reserve	0.07	0.07
Equity component of Optionally Convertible Redeemable Preference Shares (OCRPS)	779.40	382.77
Other comprehensive income	(23.71)	8.09
Retained earnings* (Refer Note below)	(2,868.65)	(2,747.81)
	6,349.26	4,558.83

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory Reserve		
Opening balance	40.59	40.59
Add : Transfer from retained earnings	42.10	-
Balance as at the end of the year	82.69	40.59
Securities Premium		
Balance as at the beginning of the year	6,554.51	5,755.45
Premium on shares issued during the year	1,504.29	799.06
Balance as at the end of the year	8,058.80	6,554.51
Employee stock options outstanding		
Balance as at the beginning of the year	320.61	262.32
Additions during the year	0.05	58.29
Balance as at the end of the year	320.66	320.61
Capital Redemption Reserve		
Balance as at the beginning of the year	0.07	0.07
Add : Additions during the year	-	-
Balance as at the end of the year	0.07	0.07
Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)		
Balance as at the beginning of the year	382.77	(23.55)
Changes in accounting policy or prior period errors	-	23.55
Issued during the year	396.63	382.77
Balance as at the end of the year	779.40	382.77
Other comprehensive income		
Balance as at the beginning of the year	8.09	5.67
Changes in accounting policy or prior period errors	-	1.69
Add : Other comprehensive income for the year	(31.80)	0.73
Balance as at the end of the year	(23.71)	8.09
Retained earnings		
Balance as at the beginning of the year	(2,747.81)	(1,254.26)
Changes in accounting policy or prior period errors	0.36	(28.18)
Add : Comprehensive income for the year	(79.10)	(1,465.37)
Less : Transfer to statutory reserve	(42.10)	-
Balance as at the end of the year	(2,868.65)	(2,747.81)
Total other equity	6,349.26	4,558.83

*Note: Samunnati Foundation was consolidated upto FY 2020-21. However, Samunnati Foundation has not been consolidated from the FY 2021-22 as the intent of the investment is not commercial in nature so as to get any return on the investments. Consequently the retained earnings impact of the FY 2020-21 amounting Rs. 1.13 million has been eliminated in the consolidation for FY 2021-22. Regrouping with corrections have been carried out in the previous year pertaining to the FY 2021-22 in the equity component of compound financial instruments, other comprehensive income and retained earnings.



Description of the nature and purpose of other equity

Statutory reserve

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of the Holding Company's profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the provisions of the Companies Act 2013.

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Holding Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Holding Company.

Equity component of OCRPS

Represents Equity Component of Optionally Convertible Redeemable Preference Shares, In accordance with Ind AS 32 - Financial Instruments: Presentation, the equity component of OCRPS is classified separately from the liability component. The initial carrying amount of the equity component is determined by deducting the fair value of the liability component from the fair value of the entire financial instrument.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Group's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.

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Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2024	Year ended 31 March 2023
22 Revenue from operations		
a) Interest income on financial instruments measured at amortised cost		
Loans	1,913.51	1,702.92
Investment in pass through certificates	0.02	10.97
Security deposits held with lenders	52.38	15.12
Fixed deposits	9.76	16.40
	1,975.67	1,745.41
b) Bad debts recovery	123.82	-
	123.82	-
c) Sale of traded goods	22,850.24	16,885.84
	22,850.24	16,885.84
d) Sale of services	37.51	-
	37.51	-
e) Other operating revenue	19.21	143.22
	19.21	143.22
f) Net gain on fair value changes		
Unrealised gain on fair value changes (FVTPL)	33.12	-
	33.12	-
Total (a+b+c+d+e+f)	25,039.57	18,774.47
23 Other income		
Interest income on delayed payment of dues by customers	65.82	49.96
Income from mutual fund investments	30.81	42.18
Interest income on Fixed deposits	5.05	16.80
Interest on income tax refund	12.18	-
Income from debt fund	-	1.31
Provision no longer required written back	149.64	-
Profit on sale of property, plant and equipment	3.06	-
Other income	173.25	113.00
	439.81	223.25
24 Finance costs		
On financial liabilities measured at amortised cost		
Interest expense on:		
Borrowings (other than debt securities)	796.21	773.49
Debt securities	622.34	616.75
Lease liability	1.02	4.05
Unwinding interest of OCRPS	3.37	-
Other borrowing costs	87.97	97.42
	1,510.91	1,491.71
25 Impairment on financial instruments		
At amortised cost		
Impairment of loans	(687.94)	660.73
Bad debts written off	846.31	648.23
	158.37	1,308.96

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Samunnati Financial Intermediation & Services Private Limited**Notes to the consolidated financial statements for the year ended 31 March 2024***(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)*

	Year ended 31 March 2024	Year ended 31 March 2023
26 Purchases of stock-in-trade		
Purchase of stock-in-trade	22,147.32	16,727.45
	22,147.32	16,727.45
27 Changes in inventories of stock in trade		
Opening stock	1,160.32	869.31
Closing stock	855.18	1,160.32
	305.14	(291.01)
28 Employee benefit expenses		
Salaries and wages (also, refer note 45)	649.57	741.20
Gratuity and leave encashment expenses (Also refer note 34)	28.25	26.79
Contribution to provident and other funds	26.22	31.29
Employee stock option expenses (also, refer note 33)	0.05	58.29
Staff welfare expenses	32.34	23.30
	736.43	880.87
29 Depreciation & amortization		
(Also, refer note 12)		
Depreciation on property, plant and equipment	23.28	28.94
Amortisation of intangible assets	40.84	7.04
Depreciation on right of use assets	21.21	24.76
	85.33	60.74
30 Other expenses		
Legal and professional charges	192.21	179.64
Service fee expenses	6.22	18.45
Technology and communication expenses	66.60	39.08
Membership and subscription charges	20.82	15.42
Travelling and conveyance	67.75	70.40
Insurance	23.15	29.35
Payments to auditors	9.04	10.68
Repairs and maintenance - others	8.62	10.61
Rates and taxes	0.94	3.04
Rent	22.00	16.29
Impairment of trade receivables	10.19	72.51
Printing and stationery	5.64	3.79
Power and fuel	5.68	6.04
Sitting fees	3.27	2.65
Loss on sale of property, plant and equipment	-	0.38
Marketing expenses	26.76	12.45
Provision for Inventory	-	83.61
Bad debts written off	2.44	3.33
Outsourced manpower	10.06	-
Other operating expenses	27.05	-
Miscellaneous expenses	26.78	129.27
	535.22	706.99

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Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

	Year ended 31 March 2024	Year ended 31 March 2023
31 Tax expenses		
a) Income tax recognized in statement of profit and loss		
Current tax:		
In respect of current year	0.23	0.07
In respect of prior years	-	5.03
	0.23	5.10
Deferred tax:		
In respect of current year origination and reversal of temporary differences	79.53	(427.72)
Total income tax recognized in statement of profit and loss	79.53	(427.72)
b) Income tax recognized in other comprehensive income		
Deferred tax related to items recognized in Other Comprehensive Income during the year:		
Remeasurement of defined employee benefits	1.14	(0.21)
- Gain / (Loss) on hedge accounting	8.22	-
Total income tax recognized in other comprehensive income	9.36	(0.21)
32 Earnings Per Share (EPS) after considering compulsorily convertible preference shares		
Net (loss) attributable to equity shareholders ₹ in millions (Basic and Diluted)	(79.10)	(1,465.37)
Weighted average number of equity shares used in computing basic EPS (in	3,60,338	3,60,338
Weighted average number of CCPS used in computing basic EPS (in numbers)	18,95,437	17,21,298
Total weighted average number of shares used in computing Basic EPS (in	22,55,775	20,81,636
Effect of potential dilutive equity shares (in numbers)	1,22,438	1,19,454
Weighted average number of equity shares used in computing diluted earnings per	23,78,213	22,01,090
Basic EPS (₹) - face value of share ₹10 each	(35.07)	(703.95)
Diluted EPS (₹) - face value of share ₹10 each*	(35.07)	(703.95)

*Due to loss incurred for the year ended 31 March 2024 and 31 March 2023, the potential equity shares are considered an dilutive.

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33 Employee share based payments

ESOP 2015 Scheme

- a) On September 08, 2015, the Board of Directors of the Holding Company approved and the Holding Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the Holding Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors of the Holding Company. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors of the Holding Company approved and the Holding Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors of the Holding Company. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. Or May 24, 2019, the Board of Directors of the Holding Company approved and the Holding Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee. On February 10, 2022 the Board approved the Employees Stock Option Plan 2022 to broaden the terms and conditions, including those on vesting, exercise, lapse, surrender, etc. and the same was approved by the Holding Company on March 07, 2022.

During the current year board of directors did not approve any ESOP to employees.

Particulars	No. of options as at 31 March 2024	Weighted Average Rate	No. of options as at 31 March 2023	Weighted Average Rate
Options outstanding at the beginning of the year	74,454	3,441	85,713	3,173
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(4,334)	11,224	(11,259)	-
Options outstanding at the end of the year	70,120	4,859	74,454	3,441
Options exercisable as at the end of the period	57,712	4,420	10,930	739

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 365 days (previous year 191 days).

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43	-
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77	0.00
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.81%	5.86%	6.80%	6.80%

Management Stock Option Scheme 2017

On December 20, 2017, the Board of Directors of the Holding Company approved and the Holding Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Board of Directors of the Holding Company approved and the Holding Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days (previous year: 0 days)

Particulars	No. of options as at 31 March 2024	Weighted Average Rate	No. of options as at 31 March 2023	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	45,000	2,902

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	2,939
Number of options granted	45,000
Exercise price range (weighted average)	3,753
Expected volatility (%)	60.29%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the Holding Company has not fair valued such grants. Hence above disclosure is not presented for the same.

ESOP 2022 Scheme

The Holding Company has adopted the Employee Stock Option Plan 2015 duly approved by the Board of Directors of the Holding Company on 08 September 2015, and by the members of the Holding Company on September 08, 2015 vide an ordinary resolution ; thereafter amended and adopted the Employee Stock Option Plan 2019 duly approved by the Board of Directors of the Holding Company and the members of the Holding Company with effect from 24 May 2019 ; further amended and adopted the Samunnati Employee Stock Option Plan 2022 duly approved by the Board of Directors of the Holding Company and by the members of the Holding Company with effect from 07 March 2022.

Under the newly amended scheme, the Holding Company granted 12,285 options to the existing employees of the Group, based on commitments made during FY 2022-23. Of the total grants made, 2689 options were granted with accelerated vesting of one year. These options were granted to existing Senior Management team in lieu of a portion of their fixed compensation for the FY 2022-23 and were granted with effect from 01 April 2023 at an exercise price of INR 10,000. The Holding Company also awarded 9,596 options to its new employees as part of their offer commitment with effect from 01 April 2023 at an exercise price of INR 10,000.

The Holding Company had, in line with the RBI Notification No. RBI/2022-23/36 DOR.GOV.REC.No.29/18.10.002/2022-23 dated April 29, 2022 - Guidelines on Compensation of Key Managerial Personnel (KMPs) and Senior Management of Non-Banking Finance Companies, put in place a Compensation Policy for the KMPs and Senior Management of the Group. As part of this framework, KMPs and other Senior Management identified as per the compensation policy shall be eligible for ESOPs as part of their overall compensation. Under the new compensation framework, the Holding Company will decide on the number of performance-based options to be granted under the ESOP component and these Options shall progressively vest over a period of 3 years and be also subject to malus and claw back provisions. These shall be applicable from FY 2023-24.

Particulars	No of options as at 31 March 2024	Weighted Average Rate
Options outstanding at the beginning of the year	-	-
Granted during the year	12,285	10,000
Exercised during the year	-	-
Expired/ lapsed during the year	(4,967)	-
Options outstanding at the end of the year	7,318	10,000
Options exercisable as at the end of the year	4,121	10,000

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	9,958
Number of options granted	12,285
Exercise price range (weighted average)	10,000
Expected volatility (%)	55.57%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	4
Expected dividends yield	0.00%
Risk free interest rate (%)	7.32%

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34 Employee benefits

General description of defined benefit plans

Gratuity

In accordance with applicable Indian laws, the Group provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Group does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Group is exposed to a number of risks, the most significant of which are detailed below:

Actuarial risk: It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

Adverse salary growth experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in obligation at a rate that is higher than expected.

Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption then the gratuity benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cash flow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption then the gratuity benefit will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

Liquidity risk: Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign / retire from the Company there can be strain on the cash flows.

Market risk: Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in defined benefit obligation of the plan benefits and vice versa. This assumption depends on the yields on the government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

Legislative risk: Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act, 1972, thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the defined benefit obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

Details of defined benefit plans as per actuarial valuation are as follows

Particulars	Year ended 31 March 24	Year ended 31 March 23
I. Amount recognized in the statement of Profit and Loss		
Current service cost	8.35	8.45
Net Interest cost	2.60	1.70
Total expenses included in employee benefit expenses	10.95	10.15
II. Amount recognized in Other Comprehensive income		
Remeasurement (gains)/ losses:		
Actuarial (gain)/ losses arising from changes in		
- Experience adjustments	8.48	(0.94)
Total amount recognized in other comprehensive income	8.48	(0.94)
III. Changes in the defined benefit obligation		
Opening defined benefit obligation	25.07	20.39
Current service cost	8.35	8.45
Interest expense	2.60	1.70
Remeasurement (gains)/losses arising from changes in -		
- Experience adjustments	8.48	(0.94)
Benefits paid	(6.34)	(0.91)
(Disposals)/Acquisitions (Net)	(0.07)	(3.62)
Closing defined benefit obligation	38.09	25.07
	As at	As at
	31 March 24	31 March 23
IV. Net defined benefit obligation		
Defined benefit obligation	38.09	25.07
Current portion of the above	7.49	3.50
Non current portion of the above	30.60	21.57
V. Maturity profile of defined benefit obligation (undiscounted)		
Within 1 year	7.49	3.87
1 to 5 years	17.65	10.79
More than 5 years	34.18	29.63



VI. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.00%	7.20%
Attrition rate	15.00%	15.00%
Rate of salary increase	5% - 15%	5% - 15%
In- service Morality rate	LAL2012-14Ult	LAL2012-14Ult

VII. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows	Year ended 31 March 2024	Year ended 31 March 2023
One percentage point increase in discount rate	(0.67)	(1.31)
One percentage point decrease in discount rate	2.03	1.47
One percentage point increase in salary growth rate	2.06	1.49
One percentage point decrease in salary growth rate	(0.39)	(1.37)

b) Compensated absences

The Group permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Group, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The Group does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
I. Actuarial assumptions and sensitivity		
Discount rate (p.a.)	7.00%	7.20%
Rate of salary increase	7.00%	7.00%
Attrition rate over different age brackets	5% - 15%	5% - 15%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

II. Expenses recognized in Statement of profit and loss	Year ended 31 March 2024	Year ended 31 March 2023
Included under gratuity and leave encashment expenses	17.30	16.64
III. Net defined benefit obligation	As at 31 March 2024	Year ended 31 March 2023
Defined benefit obligation	33.65	26.21
Current portion of the above	9.37	7.62
Non current portion of the above	24.28	18.59

35 Capital management

The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholder. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Group determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

Net debt to equity ratio	As at 31 March 2024	As at 31 March 2023
Debt	15,874.74	13,039.01
Less: Cash and cash equivalents and other bank balances	(2,509.02)	(1,668.46)
Net debt	13,365.72	11,370.55
Total equity	6,372.00	4,580.08
Net debt to equity ratio (%)	209.76%	248.26%

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36 Leases

As a lessee	Particulars	Year ended 31 March 2024	Year ended 31 March 2023
a) Additions to right of use asset			
Leased premises		-	27.84
b) Carrying value of right of use asset			
Right of use asset as on the opening date		32.64	31.23
Additions during the year		-	27.84
Disposals/ deductions		-	(1.67)
Depreciation charge for the year		(21.21)	(24.76)
Balance as at the year end		<u>11.42</u>	<u>32.64</u>
c) Maturity analysis of lease liability			
Contractual Undiscounted Cash Flows			
Less than 1 year		8.02	24.67
One to five years		5.85	13.88
Total undiscounted lease liability		<u>13.87</u>	<u>38.54</u>
Lease liabilities included in the statement of financial position		<u>12.64</u>	<u>34.91</u>
d) Amounts recognized in Statement of profit or loss			
Interest on lease liabilities		1.02	4.05
Depreciation charge for the year		21.21	24.76
Expenses relating to short-term leases		22.00	16.29

37 Contingent liabilities and commitments (to the extent not provided for)

Contingent liabilities

The Holding Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 2018-19 and AY 2020-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Holding Company has obtained a stay on collection of the demand provided below. The Holding Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at 31 March 2024	AY 2016-17	AY 2018-19	AY 2020-21
Amount of demand	10.24	0.26	106.03
Amount paid against stay	2.10	-	21.21
As at 31 March 2023	AY 2016-17	AY 2017-18	AY 2018-19
Amount of demand	10.24	0.26	106.03
Amount paid against stay	2.10	-	21.21

38 Corporate Social Responsibility

The Group has not incurred any expenditure in the current year (Previous year: Nil).

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Group during the year is Nil (previous year Nil)

Particulars	For the year ended					
	31 March 2023			31 March 2024		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	-	-	-	-	-	-

39 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	31 March 2023	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination cost	31 March 2024
(i) Debt securities	5,075.53	622.34	910.70	(614.41)	-	5,994.16
(ii) Borrowings (other than debt securities)	7,963.48	796.21	1,871.54	(838.62)	87.97	9,880.58
Total	<u>13,039.01</u>	<u>1,418.55</u>	<u>2,782.24</u>	<u>(1,453.03)</u>	<u>87.97</u>	<u>15,874.74</u>
Particulars	31 March 2022	Interest expenses#	Cash flows (net)	Interest payments*	Amortisation of loan origination cost	31 March 2023
(i) Debt securities	5,294.84	616.75	(219.31)	(616.75)	-	5,075.53
(ii) Borrowings (other than debt securities)	8,017.28	773.49	(8.17)	(916.54)	97.42	7,963.48
Total	<u>13,312.12</u>	<u>1,390.24</u>	<u>(227.48)</u>	<u>(1,533.29)</u>	<u>97.42</u>	<u>13,039.01</u>

relates to financing and operating activities

* interest payments in the nature of operating activities

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40 Financial Risk Management Framework

The Holding Company's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Group manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include, credit risk, liquidity risk and market risk (including interest rate risk and other price risk). Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Group will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Group's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Group continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

(b) Credit risk management

Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Group assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Group has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Group assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Group provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments, Trade receivables - considered good and other financial assets,	Low credit risk	Life time expected credit loss
Loans- Considered good	Low credit risk	12 month expected credit loss
Loans & Trade receivables - having significant increase in credit risk	Moderate credit risk	Life time expected credit loss
Loans & Trade receivables - credit impaired	High credit risk	Life time expected credit loss or fully

Financial assets that expose the group to credit risk

Particulars	Nature	As at 31 March 2024	As at 31 March 2023
Cash and cash equivalents (excluding cash on hand)	Low credit risk	1,605.81	1,247.45
Bank balance other than above*	Low credit risk	903.21	421.01
Trade receivables- considered good*	Low credit risk	3,917.90	2,561.37
Trade receivables- having significant increase in credit risk *	Moderate credit risk	295.10	323.49
Trade receivables- credit impaired*	High credit risk	337.66	221.56
Loans - considered good*	Low credit risk	12,640.26	10,353.18
Loans - having significant increase in credit risk*	Moderate credit risk	677.77	154.61
Loans - credit impaired*	High credit risk	155.93	658.98
Investments	Low credit risk	141.62	11.92
Other financial assets	Low credit risk	241.72	59.90

(*) These represent gross carrying values of trade receivables & loans, without netting off impairment loss allowance.

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.

Trade receivables

Trade receivables is typically unsecured and are derived from revenue earned from customers. To manage the credit risk, the Group periodically assesses the financial reliability of its customers, taking into account the financial condition, economic trends and historical payment pattern. The Group establishes an allowance for doubtful debts that represents its estimate of incurred losses in respect of the Group's trade receivables. Exposures to customers outstanding at the end of each reporting period are reviewed by the Group to determine incurred and expected credit losses.

Movement in the allowance for impairment in respect of trade receivables

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Balance at the beginning of the year	259.60	392.12
Add: Allowance for the year	10.19	72.51
Less: Written off during the year	-	(205.03)
Balance at the end of the year	269.79	259.60

The concentration of credit risk is limited due to the customer base being large and unrelated. In addition to the historical pattern of credit loss, the Group has considered the likelihood of increased credit risk and consequential default considering emerging situations. The Group closely monitors its customers and assesses conditions such as change in payment terms, inability of the customer to pay etc. depending on severity of each case. Basis this assessment, the allowance for impairment of trade receivables as at 31 March 2024 is considered adequate.

Loans

The Group closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Group assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.

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The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India;
2. The client must possess the required KYC documents
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure

(i) Expected credit losses for financial assets other than loans and trade receivables

The Group have not made expected credit losses for financial assets other than loans and trade receivables

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at 31 March 2024				
Gross carrying amount	1,605.81	903.21	141.62	241.72
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,605.81	903.21	141.62	241.72
As at 31 March 2023				
Gross carrying amount	1,247.45	421.01	11.92	59.90
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,247.45	421.01	11.92	59.90

ii. Movement of carrying amount and expected credit loss for loans

Definition of default:

The Holding Company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Stage	Loans Days past due (DPD)
Stage 1	Upto 60 days
Stage 2	61 days to 180 days
Stage 3	More than 180 days

Credit Quality of Loan Assets

Particulars	As at 31 March 2024	As at 31 March 2023
Stage 1	12,640.26	10,353.18
Stage 2	677.77	154.61
Stage 3	155.93	658.98
Total	13,473.96	11,166.77

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

As at 31 March 2024			
Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	10,353.18	154.61	658.98
New assets originated during the year, netted off repayments and derecognised portfolio*	2,808.29	351.37	(6.16)
Transfer to stage 1	35.10	(35.10)	-
Transfer to stage 2	(302.54)	302.54	-
Transfer to stage 3	(253.77)	(95.65)	349.42
Amounts written off	-	-	(846.31)
Gross carrying value of closing balances	12,640.26	677.77	155.93
As at 31 March 2023			
Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	10,312.28	767.04	334.89
Adjustments to opening balances due to change in definition of default	-	(75.36)	75.36
Revised gross carrying value of opening balances	10,312.28	691.68	410.25
New assets originated during the year, netted off repayments and derecognised portfolio*	907.77	(441.69)	(65.29)
Transfer to stage 1	255.39	(254.83)	(0.56)
Transfer to stage 2	(224.89)	224.90	(0.01)
Transfer to stage 3	(891.74)	(65.41)	957.15
Amounts written off	(5.63)	(0.04)	(642.56)
Gross carrying value of closing balances	10,353.18	154.61	658.98



Movement in expected credit loss of loans:

As at 31 March 2024

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	347.21	31.28	634.77
New assets originated during the year, netted off repayments and derecognised portfolio	(161.29)	1.16	319.04
Transfer to stage 1	16.17	(16.17)	-
Transfer to stage 2	(64.05)	64.05	-
Transfer to stage 3	(11.61)	(13.67)	25.28
Amounts written off	-	-	(846.84)
ECL allowance - closing balances	126.43	66.65	132.25

As at 31 March 2023

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	29.48	43.03	280.02
New assets originated during the year, netted off repayments and derecognised portfolio	(0.55)	(27.48)	(44.57)
Transfer to stage 1	0.64	(0.64)	-
Transfer to stage 2	(13.99)	13.99	-
Transfer to stage 3	(608.66)	(44.64)	653.31
Impact of ECL on exposures transferred between stages during the year	945.92	47.07	388.57
Amounts written off	(5.63)	(0.05)	(642.56)
ECL allowance - closing balances	347.21	31.28	634.77

i) If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease ₹ 85.06 millions and ₹ 62.88 millions respectively. (As at March 31, 2023: ₹ 67.89 millions and ₹ 83.06) millions respectively)

*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off.

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation, interest strip assets and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

(b) Liquidity Risk Management :

Liquidity risk refers to the risk that the Group cannot meet its financial obligations as they become due. The Group manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Group reputation. The Group maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Group periodically. The Group believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 43 which details the Group's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Group may be required to pay.

(c) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Group is exposed to two types of market risk as follows:

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group is subject to interest rate risk, principally because the Group lend to customers at fixed interest rates and for periods that may differ from the Group's funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Group assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Group has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Interest sensitivity*		
Interest rates – increase by 0.50%	33.76	20.34
Interest rates – decrease by 0.50%	(33.76)	(20.34)

* Holding all other variables constant

Price Risk

The Group exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Group has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.



Foreign currency sensitivity analysis

A reasonably possible strengthening (weakening) of the Indian Rupee against below currencies at 31 March 2024 and 31 March 2023 would have affected the measurement of financial instruments denominated in foreign currency and affected Statement of Profit and Loss by the amounts shown below. This analysis is performed on foreign currency denominated monetary financial assets and financial liabilities outstanding as at the year end. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	Year ended 31 March 2024		Year ended 31 March 2023	
	EUR	USD	EUR	USD
Foreign currency sensitivity*				
Gain / (loss) on Appreciation 1% appreciation in INR	0.41	0.01	0.11	-
Gain / (loss) on Depreciation 1% depreciation in INR	(0.41)	(0.01)	(0.11)	-

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The Group is exposed to currency risk to the extent that there is a mismatch between the currencies in which revenues and purchases are denominated, and the functional currency of the Group. The functional currency of the Group is the Indian Rupee (₹). The currency in which these transactions are primarily denominated are in Indian Rupee (₹). Certain export sale transactions are denominated in Euro's or US Dollars.

Particulars	As at 31 March 2024		As at 31 March 2023	
	Amount in EUR	Amount in USD	Amount in EUR	Amount in USD
Financial assets				
Trade receivables	0.45	0.01	0.12	-

41 Fair value measurements

a) Financial instruments measured at amortized cost

	As at 31 March 2024	As at 31 March 2023
	Carrying value	Carrying value
Financial assets		
Cash and cash equivalents	1,605.81	1,247.45
Other Bank Balances	903.21	421.01
Trade receivables	4,280.87	2,846.82
Loans	13,148.63	10,153.51
Investments	141.62	11.92
Other financial assets	241.72	59.90
	20,321.86	14,740.61
Financial liabilities		
Trade payables	659.22	301.82
Other payables	9.86	57.61
Debt securities	5,994.16	5,075.53
Borrowings (other than debt securities)	9,880.58	7,963.48
Other financial liabilities	129.01	158.60
	16,672.83	13,557.04

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
Financial assets					
Investments					
As at 31 March 2024	133.12	133.12	-	133.12	-
As at 31 March 2023	-	-	-	-	-

b) Fair value measurement hierarchy

The Group records certain financial assets and financial liabilities at fair value on a recurring basis. The Group determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability.

The guidance specifies a hierarchy of valuation techniques based on whether the inputs to each measurement are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Group's assumptions about current market conditions. The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The Group determines fair values of its financial instruments according to the following hierarchy:

Level 1 - Valuation based on quoted market price: Financial instruments with quoted prices for identical instruments in active markets that the Group can access at the measurement date.

Level 2- Valuation using observable inputs: Financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 - Valuation technique with significant unobservable inputs: Financial instruments valued using valuation techniques where one or more significant inputs are unobservable.

42 Operating segments

a) Chief Operating Decision Maker

Operating segments are reported in a manner consistent with the internal reporting to the Chief Operating Decision Maker (CODM). The Chief Executive Officer ('CEO') of the Group has been identified as the CODM as defined by Ind AS 108 Operating Segments, who assesses the financial performance and position of the Group and makes strategic decisions.

b) Operating Segment

Primary Segment (Business Segment)

The Group is organised primarily into two operating segments i.e a) Financing - Providing loans to Agri enterprises, community based organisations and farmer producer organisations and securitisation of such loans b) Trading and allied activities - Trading of agricultural products and allied activities.



Secondary Segment (Geographical Segment)

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

c) Segment Revenue and Expenses

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment.

d) Segment Assets and Liabilities

Segment assets and segment liabilities represent assets and liabilities in respective segments.

e) Accounting Policies

The accounting policies consistently used in the preparation of the financial statements are also applied to items of revenue and expenditure in individual segments.

	For the Year ended 31 March 2024			
	Financing	Trading and allied activities	Others	Total
Total income	2,224.23	23,255.15	-	25,479.38
Cost of goods sold	-	22,452.46	-	22,452.46
Finance costs	1,129.32	381.59	-	1,510.91
Depreciation and amortization	47.30	38.03	-	85.33
Employee benefit expenses	425.93	310.50	-	736.43
Profit/(loss) before tax	252.38	(251.23)	(0.49)	0.66
Tax expense	41.22	38.54	-	79.76
Profit/(loss) after tax	211.16	(289.77)	(0.49)	(79.10)

Particulars	For the Year ended 31 March 2023			
	Financing	Trading and allied activities	Others	Total
Total income	1,887.71	17,110.01	-	18,997.72
Cost of goods sold	-	16,436.44	-	16,436.44
Finance Costs	1,215.75	275.96	-	1,491.71
Depreciation and Amortization	49.32	11.42	-	60.74
Employee Benefit Expenses	484.34	396.53	-	880.87
Profit/(Loss) Before Tax	(1,444.50)	(443.49)	-	(1,887.99)
Tax Expense	(313.51)	(109.11)	-	(422.62)
Profit/(Loss) after Tax	(1,130.99)	(334.38)	-	(1,465.37)

Particulars	For the Year ended 31 March 2024			
	Financing	Trading and allied activities	Others	Total
Segment Assets	16,909.42	6,594.46	0.18	23,504.06
Segment Liabilities	12,257.57	4,874.42	0.07	17,132.06

Particulars	For the Year ended 31 March 2023			
	Financing	Trading and allied activities	Others	Total
Segment Assets	13,162.61	5,320.16	-	18,482.77
Segment Liabilities	9,711.85	4,190.84	-	13,902.69

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

43 Maturity analysis of asset and liabilities

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

Particulars	As at 31 March 2024			As at 31 March 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
Cash and cash equivalents	1,605.81	-	1,605.81	1,247.45	-	1,247.45
Other bank balances	874.87	28.34	903.21	304.28	116.73	421.01
Trade receivables	4,280.87	-	4,280.87	2,846.82	-	2,846.82
Loans	10,785.74	2,362.89	13,148.63	5,404.23	4,749.28	10,153.51
Investments	133.12	8.50	141.62	3.42	8.50	11.92
Other financial assets	215.64	26.08	241.72	37.53	22.37	59.90
	17,896.05	2,425.81	20,321.86	9,843.73	4,896.88	14,740.61
Non- financial assets						
Inventories	844.21	-	844.21	1,056.56	-	1,056.56
Non-current tax assets (net)	-	262.03	262.03	-	354.45	354.45
Deferred tax assets (net)	-	753.86	753.86	-	824.05	824.05
Property, plant and equipment	-	114.15	114.15	-	139.68	139.68
Biological Assets	-	0.43	0.43	-	0.59	0.59
Right of use assets	-	11.42	11.42	-	32.64	32.64
Intangible assets under development	-	46.45	46.45	-	22.92	22.92
Other intangible assets	-	860.96	860.96	-	869.85	869.85
Other non-financial assets	283.80	4.89	288.69	435.85	5.57	441.42
	1,128.01	2,054.19	3,182.20	1,492.41	2,249.75	3,742.16
LIABILITIES						
Financial Liabilities						
Trade payables	659.22	-	659.22	306.21	(4.39)	301.82
Other payables	9.86	-	9.86	57.61	-	57.61
Debt securities	3,683.69	2,310.47	5,994.16	2,080.15	2,995.38	5,075.53
Borrowings (other than debt securities)	7,433.52	2,447.06	9,880.58	6,413.33	1,550.15	7,963.48
Other financial liabilities	56.18	72.83	129.01	128.84	29.76	158.60
	11,842.48	4,830.35	16,672.83	8,986.14	4,570.90	13,557.04
Non- financial liabilities						
Provisions	16.86	54.88	71.74	11.12	40.16	51.28
Other non-financial liabilities	383.42	4.07	387.49	294.03	0.34	294.37
	400.28	58.95	459.23	305.15	40.50	345.65

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

44 Borrowing details

A. Debt securities as at 31 March 2024

Debt securities as at 31 March 2024								
Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	10,00,000	24-Sep-18	24-Sep-24	14.59%	150.33	-	150.33	Book debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.67%	300.66	-	300.66	
72 Months	10,00,000	10-Aug-22	02-Aug-28	11.29%	9.45	585.00	594.45	
60 months	5,000	20-Aug-20	20-Aug-25	13.05%	0.00	0.05	0.05	
60 months	1,00,000	26-Jul-21	15-Jul-26	11.24%	352.24	0.03	352.27	
48 Months	10,00,000	15-Feb-22	15-Feb-26	14.71%	78.46	222.75	301.21	
48 Months	10,00,000	15-Feb-22	15-Feb-26	14.94%	78.45	222.75	301.20	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	363.43	-	363.43	
36 months	10,00,000	05-Apr-21	05-Apr-24	14.07%	316.09	-	316.09	
36 months	10,00,000	06-Sep-21	06-Sep-24	12.07%	245.71	-	245.71	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	125.92	-	125.92	
24 months	10,00,000	20-Apr-23	17-Apr-25	14.25%	36.16	214.38	250.53	
18 months	1,00,000	18-Aug-23	01-Feb-25	12.50%	147.06	-	147.06	
35 months	1,00,000	01-Dec-23	01-Oct-26	11.00%	106.45	183.87	290.32	
11 months	1,00,000	12-Feb-24	13-Jan-25	11.50%	125.67	-	125.67	
46 months	1,00,000	20-Feb-24	06-Dec-27	13.73%	8.10	750.60	758.70	
12 months	1,00,000	26-Feb-24	06-Mar-25	12.00%	252.52	-	252.52	
31 months	1,00,000	28-Mar-24	01-Oct-26	11.00%	68.97	131.03	200.00	
61 months	10,00,000	15-Oct-22	15-Oct-24	14.50%	62.50	-	62.50	
Commercial Paper								
3 Months	5,00,000	15-Feb-24	16-May-24	12.25%	150.00	-	150.00	Book debts
3 Months	5,00,000	19-Mar-24	27-Jun-24	12.50%	250.00	-	250.00	
3 Months	5,00,000	22-Mar-24	24-Jun-24	12.50%	175.00	-	175.00	
3 Months	5,00,000	27-Mar-24	27-Jun-24	12.50%	100.00	-	100.00	
4 Months	5,00,000	19-Dec-23	17-Apr-24	12.50%	100.00	-	100.00	
5 Months	5,00,000	19-Dec-23	17-May-24	12.50%	100.00	-	100.00	
					3,703.15	2,310.47	6,013.61	

*The above amount is post considering the impact of interest paid in advance of Rs. 19.45 million for Commercial papers.

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Debt securities as at 31 March 2023

Debt securities as at 31 March 2023								
Original Maturity of Loan	Face Value	Date of Allotment	Maturity Date	Rate of Interest	Balance outstanding			Security Details
					Due within one year	Due beyond one year	Total	
Non Convertible Redeemable Debentures								
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.06%	0.33	150.00	150.33	Book Debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.27%	0.66	300.00	300.66	
72 Months	10,00,000	10-Aug-22	02-Aug-28	10.75%	9.28	585.00	594.28	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	513.67	0.05	513.72	
60 months	1,00,000	26-Jul-21	15-Jul-26	10.70%	7.17	345.00	352.17	
48 Months	10,00,000	15-Feb-22	15-Feb-26	12.16%	8.22	594.00	602.22	
36 Months	5,00,000	17-Jun-20	17-Jun-23	12.75%	25.13	-	25.13	
36 Months	10,00,000	19-Jun-20	19-Jun-23	13.00%	50.20	-	50.20	
36 Months	10,00,000	17-Jul-20	17-Jul-23	12.00%	271.12	-	271.12	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	694.80	-	694.80	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	0.11	354.00	354.11	
36 months	10,00,000	05-Apr-21	05-Apr-24	11.64%	121.34	300.00	421.34	
36 months	10,00,000	06-Sep-21	06-Sep-24	10.85%	1.71	244.00	245.71	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	128.43	123.33	251.76	
33 months	8,75,000	25-Sep-20	25-Jun-23	12.40%	247.98	-	247.98	
					2,080.15	2,995.38	5,075.53	

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Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

B. Borrowings (other than debt securities) as at 31 March 2024

I. Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 Months	11.65%	3	15.20	0	-	15.20	Book debts and Cash Collateral
36 Months	11.65%	4	20.80	0	-	20.80	Book debts and Cash Collateral
25 Months	12.00%	11	36.89	0	-	36.89	Cash Collateral
24 Months	13.25%	12	151.32	0	-	151.32	Cash Collateral
18 Months	13.50%	9	79.41	0	-	79.41	Book debts
24 Months	12.00%	12	50.39	6	25.00	75.39	Book debts
30 Months	12.95%	12	178.20	12	177.25	355.45	Book debts and Cash Collateral
24 Months	11.50%	12	124.03	8	89.77	213.80	Book debts
24 Months	12.90%	12	142.17	11	147.08	289.25	Book debts
13 Months	12.25%	12	99.97	0	-	99.97	Book debts
13 Months	12.25%	8	13.44	0	-	13.44	Book debts
13 Months	12.50%	11	174.40	1	15.83	190.23	Book debts
16 Months	12.60%	1	61.46	0	-	61.46	Book debts
16 Months	12.60%	3	102.23	0	-	102.23	Book debts
91 Months	9.50%	9	37.52	0	-	37.52	Book debts
91 Months	9.75%	4	18.38	2	9.17	27.55	Book debts
Quarterly repayment of principal							
36 months	11.50%	3	37.83	0	-	37.83	Book debts
40 months	11.60%	2	150.00	0	-	150.00	Book debts
31 months	12.25%	4	125.00	1	31.25	156.25	Book debts
15 months	12.95%	2	200.45	0	-	200.45	Book debts
16 months	12.95%	2	180.11	0	-	180.11	Book debts
Annual repayment of principal							
48 months ECB - Note a)	10.91%	1	75.52	1	73.58	149.10	Book debts
48 months ECB - Note a)	11.12%	1	45.31	1	44.15	89.46	Book debts
Bullet Repayment of principal							
37 months ECB - Note a)	11.18%	0	10.66	1	332.64	343.30	Book debts
Half Yearly repayment of principal							
67 months ECB - Note a)	12.50%	0	3.39	8	624.00	627.39	Book debts
54 months ECB - Note a)	11.99%	1	78.81	7	547.35	626.15	Book debts
24 months	5.25%	2	25.00	0	-	25.00	Book debts and Cash Collateral
24 months	5.50%	1	50.00	1	50.00	100.00	Book debts and Cash Collateral
24 months	5.50%	1	40.00	2	80.00	120.00	Book debts and Cash Collateral
24 months	4.50%	2	200.00	2	200.00	400.00	Book debts and Cash Collateral
Pledge Loan							
43 to 28 months	9.85% to 10.25%		377.44		-	377.44	Book debts and corporate guarantee of holding company
			2,905.32		2,447.06	5,352.38	



Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
3 Months	13.00%	1	50.50	Book debts and Cash Collateral
Monthly Repayment of Principal				
9 Months	12.75%	2	67.24	Book Debts
9 Months	12.75%	5	194.88	Book Debts
9 Months	12.75%	7	117.68	Book Debts
9 Months	12.75%	8	224.11	Book Debts
6 Months	12.50%	1	52.66	Book Debts
12 Months	12.25%	12	40.33	Book Debts
6 Months	12.60%	1	190.62	Book Debts
7 Months	13.25%	6	70.41	Book Debts
7 Months	13.00%	7	400.51	Book Debts
6 Months	12.25%	6	100.06	Book Debts
3 Months	12.75%	3	50.00	Book Debts
Quarterly Repayment of principal				
6 Months	12.60%	5	200.45	Book Debts
6 Months	12.90%	6	200.38	Book Debts
Pledge Loan				
7 to 8 months	11.35% to 11.45%		181.75	Book debts and corporate guarantee of holding company
Bill Discounting Facility				
3 to 8 months	8.50% to 13.50%		1,468.88	Book debts
Factoring	12.50%	Not Applicable	547.27	Book debts
III.OD backed by FD	7.75% to 9.75%	Not Applicable	412.14	
			4,569.87	

Note:

- a) ECB loan amount excludes forex restatement loss of Rs: 34.66 millions
b) The above amount excludes unamortised processing fees of Rs: 76.33 millions

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Borrowings (other than debt securities) as at 31 March 2023

I. Long Term

I.Long Term		Balance outstanding					Security Details
Original Maturity of Loan	Rate of Interest	Due within one year		Due beyond one year		Total	
		No. of Instalments	Amount	No. of Instalments	Amount		
Monthly repayment of principal							
36 months	12.50%	6	38.77	0	-	38.77	Book debts
36 months	11.80%	7	33.40	0	-	33.40	Book debts
36 months	9.50%	12	50.00	9	37.50	87.50	Cash Collateral
36 months	14.50%	1	5.30	0	-	5.30	Cash Collateral
39 months	11.65%	12	67.20	3	15.20	82.40	Book debts and Cash Collateral
40 months	11.65%	12	67.20	4	20.80	88.00	Book debts and Cash Collateral
18 months	12.75%	1	45.15	0	-	45.15	Book debts
18 months	12.25%	1	9.13	0	-	9.13	Book debts
24 months	11.25%	9	107.56	0	-	107.56	Book debts
24 months	10.60%	12	150.00	0	-	150.00	Book debts and Cash Collateral
25 months	12.00%	12	36.18	11	36.60	72.78	Book debts
24 months	13.25%	12	151.67	12	150.00	301.67	Book debts
13 months	13.05%	1	11.19	0	-	11.19	Book debts
Quarterly repayment of principal							
35 months	11.75%	2	25.22	0	-	25.22	Book debts
36 months	11.50%	4	50.77	3	37.50	88.27	Book debts
36 months	9.75%	4	18.33	6	27.50	45.83	Book debts
30 months	11.60%	4	300.00	2	150.00	450.00	Book debts
24 months	14.50%	4	125.00	3	62.50	187.50	Book debts and corporate guarantee
12 months	13.35%	2	75.44	9	-	75.44	Book debts
12 months	13.75%	2	176.01	0	-	176.01	Book debts
Annual repayment of principal							
48 months	10.69%	1	122.28	2	240.70	362.98	Book debts
Bullet Repayment of principal							
37 months	11.18%	0	10.56	1	358.43	368.99	Book debts
38 months	14.50%	0	-	1	250.00	250.00	Book debts and corporate guarantee
Half Yearly repayment of principal							
24 months	5.25%	2	25.00	2	25.00	50.00	Book debts and Cash Collateral
24 months	5.50%	1	50.00	3	150.00	200.00	Book debts and Cash Collateral
Pledge Loan							
13 to 20 months	7.75% to 8.75%		464.41		-	464.41	Book debts and corporate guarantee
			2,215.78		1,561.73	3,777.50	



Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

II.Short Term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
12 months	9.30%	1	95.00	Book debts and Cash Collateral
12 months	10.25%	1	50.00	Book debts and Cash Collateral
12 months	11.00%	1	155.00	Book debts and Cash Collateral
3 months	9.95%	1	500.00	Book debts and corporate
3 months	11.25%	1	50.00	guarantee of holding company
Monthly Repayment of Principal				
12 months	14.50%	1	9.16	Book debts and Cash Collateral
12 months	12.75%	5	417.71	Book debts and Cash Collateral
12 months	12.70%	6	113.33	First charge over all the current
6 months	12.60%	3	201.38	Book debts and Cash Collateral
6 months	13.40%	4	201.12	Book debts and Cash Collateral
6 months	12.00%	6	601.51	Book debts and Cash Collateral
6 months	12.90%	3	50.00	
6 months	11.60%	1	86.38	Book Debts and corporate
6 months	11.50%	6	500.00	guarantee issued by Holding
4 months	12.00%	3	150.00	company
3 months	12.25%	1	86.74	
Pledge Loan				
2 to 12 months	7.75 to 8.75%		270.92	Book debts and corporate
Bill Discounting Facility				
1 to 3 months	8.15 to 12.75%		365.57	Book debts
Factoring	7.85% to 10.05%	Not Applicable	262.84	
III.OD backed by FD	11.25%	Not Applicable	50.12	
			4,216.79	

Note:

a) The above amount excludes unamortised processing fees of Rs: 30.81 millions

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45 Related party disclosure

a) Names of related parties and relationship

Relationship	Name of the related party
Key management personnel (KMP)	Mr. Anil Kumar S G - Director and CEO Mr. Gurunath N - Director Mr. Pravesh Sharma - Director of Subsidiary Company Mr. Anuj Vijay Kumar Narang, Director of Subsidiary Company Mr. Chittur Subramanian Ramakrishnan, Director of Subsidiary Company Mr. Lalit Malik – CFO (Resigned w.e.f April 29, 2023) Mr. Arunkumar Sridharan - Company Secretary Mr. Suraj Vasudev Sharma-Company Secretary of subsidiary (w.e.f January 18, 2024) Mr. Anand Subramaniam-CFO (w.e.f April 18, 2024) Independent directors: Mr. Sunil Satyapal Gulati Mr. Narasimhan Srinivasan Mr. Thiyagarajan S , (Subsidiary Company) Mr. Venkatesh Tagat (Resigned w.e.f September 17, 2023 from Holding Company but continued in Subsidiary Company) Mr. Krishnan K (w.e.f. 18 September 2023) Mr. Hemendra Mathur, (Subsidiary Company) Nominee directors: Ms. Jyotsna Krishnan Mr. Mahendran Balachandran Mr. Akshay Dua Ms. Rekha Unnithan (Resigned w.e.f. November 29, 2023) Ms. Stephen Dongwon Lee (w.e.f. November 30, 2023)

b) Related party transactions

Nature of transactions	Year ended 31 March 2024	Year ended 31 March 2023
Anil Kumar S G Remuneration *	23.53	23.02
Gurunath N Remuneration *	12.61	8.20
Anuj Vijay Kumar Narang Remuneration *	16.21	9.74
Pravesh Sharma Remuneration *	8.79	5.99
Salary deduction of Director (Loan recovery)	-	23.20
Mr. Lalit Malik Remuneration *	0.90	13.71
Arunkumar Sridharan Remuneration *	2.71	3.20
Sitting fees paid Mr. Sunil Satyapal Gulati	1.16	0.85
Mr. Narasimhan Srinivasan	0.89	0.65
Mr. Venkatesh Tagat	0.66	0.95
Mr. Krishnan K	0.33	-
Mr. Thiyagarajan	0.22	-
Mr. Hemendra Mathur	0.02	0.02

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Group including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure since the exact amount is not ascertainable.

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Samunnati Financial Intermediation & Services Private Limited
Notes to the consolidated financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

46 Additional Information on the entities included in the consolidated financial statements

Name of the entity in the Group	As at 31 March 2024		As at 31 March 2023	
	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets	Net Assets i.e total assets minus total liabilities	As a percentage of consolidated net assets
Parent / The Holding Company	4,525.05	71.01%	3,425.20	74.78%
Subsidiaries(Indian):				
Samunnati Agro Solutions Private Limited	1,298.69	20.38%	1,147.25	25.05%
Samunnati Agri Innovations Lab Private Limited (Formerly "Kamatan Farm Tech Private Limited")	421.34	6.61%	(17.94)	-0.39%
Samunnati Finance Private Limited	126.82	1.99%	25.33	0.55%
Samunnati Investment Management Services Private Limited	0.10	0.00%	0.24	0.01%
	6,372.00	100%	4,580.08	100%

Year ended 31 March 2024

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	97.78	-123.62%	(25.66)	80.69%	72.12	-65.03%
Subsidiaries:						
Samunnati Agro Solutions Private Limited	(103.06)	130.29%	(2.19)	6.89%	(105.25)	94.91%
Samunnati Agri Innovations Lab Private Limited (Formerly "Kamatan Farm Tech Private Limited")	(74.62)	94.34%	(3.95)	12.42%	(78.57)	70.85%
Samunnati Finance Private Limited	1.14	-1.44%	-	0.00%	1.14	-1.03%
Samunnati Investment Management Services Private Limited	(0.34)	0.43%	-	0.00%	(0.34)	0.31%
	(79.10)	100%	(31.80)	100%	(110.90)	100%

Year ended 31 March 2023

Name of the entity in the Group	Share in profit or loss	As a percentage of consolidated profit or (loss)	Share in other comprehensive income	As a percentage of consolidated other comprehensive income	Share in total comprehensive income	As a percentage of total comprehensive income
Parent/ The Holding Company	(1,130.31)	77.13%	0.65	89.04%	(1,129.66)	77.13%
Subsidiaries:						
Samunnati Agro Solutions Private Limited	(181.80)	12.41%	(0.06)	-8.22%	(181.86)	12.42%
Samunnati Agri Innovations Lab Private Limited (Formerly "Kamatan Farm Tech Private Limited")	(152.60)	10.41%	0.14	19.18%	(152.46)	10.41%
Samunnati Finance Private Limited	0.20	-0.01%	-	0.00%	0.20	-0.01%
Samunnati Investment Management Services Private Limited	(0.86)	0.06%	-	0.00%	(0.86)	0.06%
	(1,465.37)		0.73		(1,464.64)	



47 Trade receivables ageing schedule

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
As at 31 March 2024							
Undisputed Trade Receivables – considered good	3,286.79	274.41	-	-	-	-	3,561.20
Undisputed Trade Receivables – which have significant increase in credit risk	-	152.53	60.10	-	-	-	212.63
Undisputed Trade receivable – credit impaired	-	359.63	0.27	161.89	67.00	188.04	776.83
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	3,286.79	786.57	60.37	161.89	67.00	188.04	4,550.66
Less: Allowance for expected credit loss							(269.79)
Net Total							4,280.87

	Current but not due	Outstanding for following period from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
As at 31 March 2023							
Undisputed Trade Receivables – considered good	2,315.30	246.06	-	-	-	-	2,561.36
Undisputed Trade Receivables – which have significant increase in credit risk	-	237.00	86.50	-	-	-	323.50
Undisputed Trade receivable – credit impaired	-	-	-	86.27	6.38	128.91	221.56
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade receivables – credit impaired	-	-	-	-	-	-	-
Total	2,315.30	483.06	86.50	86.27	6.38	128.91	3,106.42
Less: Allowance for expected credit loss							(259.60)
Net Total							2,846.82

48 Trade payables ageing schedule

As at 31 March 2024						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	32.35	580.15	32.36	6.99	7.37	659.22
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	32.35	580.15	32.36	6.99	7.37	659.22

As at 31 March 2023						
Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	3.47	277.53	8.05	8.54	4.23	301.82
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	3.47	277.53	8.05	8.54	4.23	301.82

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49 The Holding Company along with 2 wholly owned subsidiaries and 1 step down subsidiary has implemented cloud-based ERP from April 01, 2023 and another wholly owned subsidiary has implemented cloud-based ERP from October 01, 2022. The cloud-based ERP is on SaaS model. The cloud server is located outside India and service provider promises very high level of server uptime and no data loss. As required by the Companies (Accounts) Rules, 2014, the back-up of the books of accounts shall be kept in servers physically located in India on a daily basis. As the original application server is kept outside India, a backup of the books of accounts needs to be taken on a daily basis and needs to be kept in servers in India for retrieval at any time. The Group has subscribed for certain functionality and the maintenance of the backup in India on a daily basis will be implemented from FY 2024-25.

50 Additional regulatory disclosures

- The Group owns freehold land and the title deeds of the freehold land is held in the name of the Group.
- The Group does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Group.
- The Group has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Group.
- The Group has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- No benami property are held by the Group and or no proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- The Group has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.
- The Group has borrowings from banks and financial institutions on the basis of security of current assets. The Group has filed the monthly statement of current assets with the banks and financial institutions and the following are the discrepancies between such filed statements and books :

Name of Bank	Month	Reported net current assets	Actual net current assets	Difference
HDFC Bank	Jun-23	3,965.90	4,120.23	(154.33)
HDFC Bank	Sep-23	3,684.30	3,739.29	(54.99)
HDFC Bank	Dec-23	4,066.70	4,161.42	(94.72)
HDFC Bank	Mar-24	4,558.00	4,402.46	155.54

The difference for the month of March'24 is due to the reclassification entries between receivables and other current assets post submission of data to the bank. The variances in the other months are due to non consideration of advance to suppliers while submission to the Bank.

- The Group has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, no companies have been identified as struck off companies.
- There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Group has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Group.
- Other than the transactions that are carried out as part of Group's normal lending business:
 - The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;



Samunnati Financial Intermediation & Services Private Limited

Notes to the consolidated financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

- B) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall -
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- m. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- n. The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 51** 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 Group 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.
- 52** The Holding Company has since issued Compulsorily Convertible Preference Shares (CCPS) amounting to Rs. 248 million on 09 May 2024. This Pre-Series E funding will be utilized by the Holding Company towards expansion of its business.
- 53** Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018


V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai

Date: 28 May 2024



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited


S G Anil Kumar
Director and CEO
DIN : 01189011

Place: Chennai

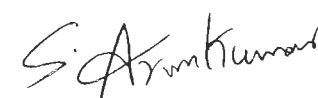
Date: 28 May 2024



Gurunath Neelamani
Whole-time Director
DIN : 02799586

Place: Chennai

Date: 28 May 2024


Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai

Date: 28 May 2024


Anand Subramaniam
Group - CFO

Place: Chennai

Date: 28 May 2024

Independent Auditors' Report

To the Members of Samunnati Financial Intermediation & Services Private Limited

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the accompanying standalone financial statements of Samunnati Financial Intermediation & Services Private Limited ("the Company"), which comprise the balance sheet as at 31 March 2024, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, its profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the 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.

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.

We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the matter was addressed
Provision for expected credit loss (ECL) on loans (Refer Note 5 and Note 25 to the Standalone Ind AS Financial Statements) Financial instruments, which include loans to customers, represent a significant portion of the total assets of the Company. The Company has loans aggregating Rs. 14,135.73 million as at 31 March 2024. The Company has made a provision for impairment loss aggregating Rs. 325.33 million against the loans outstanding to Customers as at the balance sheet date. Due to the significance of the judgments used in both classification of loans into	Read and assessed the Company's accounting policy for impairment of financial assets and its compliance with Ind AS 109 and RBI regulations/circulars, the governance framework approved by the Board of Directors and tested the implementation of such policy on a sample basis. 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 SICR or loss indicators were present requiring them to be classified under stage 2 or 3 or vice



various stages as well as the computation of expected credit losses on such financial assets as per Ind AS 109, this has been considered as a key audit matter.

Management estimates impairment provision using Expected Credit Loss model for the loan exposure using criteria in accordance with Ind AS 109 which also include considering the impact of RBI's regulatory circulars. Measurement of loan impairment involves application of significant judgement by the management. These include:

- (a) Segmentation of the loan portfolio into homogenous pool of borrowers;
- (b) Identification of exposures where there is a significant increase in credit risk ('SICR') and those that are credit impaired;
- (c) Determination of the probability of default for each of the segments identified; and
- (d) Loss given default for various exposures based on past trends / experience, management estimates etc.,

Note 2.5 to the standalone Ind AS financial statements explains the various matters that the management has considered for developing this expected credit loss model.

versa along with additional considerations applied by the Management for staging of loans as SICR or default categories in view of Company's policy on moratorium.

Tested the input data used for grouping and staging of loan portfolio into various categories and default buckets for determining the Probability of Default (PD) and Loss Given Default (LGD) rates. Also, tallied the input data with the underlying books of accounts and records.

Tested assumptions used by the management in determining the overlay for macro-economic factors.

Assessed and tested the inputs used in the impairment computation (including the data integrity of information extracted from the Company's IT systems).

Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets.

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 financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated. When we read the reports containing 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.

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 the 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. Please refer to the matters stated in the Note 46 to the financial statements and paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the 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 as on 31 March 2024 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) The observation relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - (g) 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".
 - (h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations as at 31 March 2024 on its financial position in its standalone financial statements – Refer Note 39 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 15 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 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. Relying on the representations/ explanations from the Company and based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software and we did not come across any instance of such audit trail feature being tampered with. The feature of recording audit trail (edit log) for the third party managed payroll processing software and also at the database level to log any direct data changes in the accounting ERP system could not be verified.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:
- 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. 003990/S/200018


V Kothandaraman
Partner
Membership No. 025973
UDIN: 24025973BKERHD1889



Place of Signature: Chennai
Date: May 28, 2024

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 Samunnati Financial Intermediation & Services Private Limited ("the Company") on the standalone financial statements as of and for the year ended 31 March 2024.

- (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) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties including investment properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company as at Balance Sheet date.
- In respect of immovable properties of land and building that have been taken on lease and disclosed as 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 during the year and hence this clause is not applicable to the Company.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, 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 not been sanctioned working capital limits in excess of five crore rupees from banks or financial institution on the basis of security of current assets and hence the question of filing quarterly returns or statements by the company with such banks or financial institutions does not arise. Accordingly, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- (iii) Based on our audit procedures and according to the information and explanation given to us, the Company has not made investments in, and granted 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:
- (a) The Company's principal business is to give loans, and hence reporting under clause 3(iii)(a) of the Order is not applicable.



- (b) The investments made and the terms and conditions of the grant of all the above-mentioned loans and advances in the nature of loans provided, during the year 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 2.5 to the Standalone Financial Statements explains the Company's accounting policy relating to impairment of financial assets which include loan assets. In accordance with that policy, loan assets with balances as at 31 March 2024, aggregating Rs. 155.93 million were categorised as credit impaired ("Stage 3") and Rs. 677.77 million 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 5 to the Standalone Financial Statements. Additionally, out of loans and advances in the nature of loans with balances as at the year-end aggregating Rs. 13,302.03 million, 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 Rs. 722.29 million were 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 Rs. 334.82 million. 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 Act does not arise. Accordingly, paragraph 3(iii)(f) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantee or security to any director of the Company and hence the provisions of Section 185 of the Act is not applicable to the Company. The Company has complied with the provisions of Section 186 as applicable.
- (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. No order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal. 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, 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 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 the Dues	Amount demanded (Rs. in millions)	Amount paid (Rs in millions)	Amount of refund adjusted* (Rs in millions)	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax and interest	10.24	2.10	11.47	AY 2016-17	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and interest	3.77	0.80	5.06	AY 2017-18	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and interest	0.26	-	0.34	AY 2018-19	Commissioner of Income tax (Appeals)
Income Tax Act, 1961	Income tax and interest	106.03	21.21	84.83	AY 2020-21	Commissioner of Income tax (Appeals)

*The Income Tax Department had adjusted the refunds of AY 2021-22 & AY 2022-23 against the demands raised for AY 2016-17, AY 2017-18, AY 2018-19 and AY 2020-21.

- (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 and on the basis of our examination of the records of the Company, the Company has not been declared willful defaulter by any bank or financial institution or government or government authority.
- (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 subsidiaries, joint ventures or associate companies. 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 subsidiaries, joint ventures or associate companies. 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 preferential allotment or private placement of preference shares (fully or optionally convertible) during the year and 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.

(xi)

- (a) To the best of our knowledge and belief and according to the information and explanations given to us, we report that no material fraud by the Company or on the Company has been noticed or reported during the year.
- (b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of Section 143 of the Act has been filed by secretarial auditor or by us in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government of India for the period covered by our audit.
- (c) As represented to us by the management, there are no whistle blower complaints 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) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

(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 of the Company issued till date 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 required to be registered under Section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934) and the registration has been obtained.
- (b) Based on our audit procedures and according to the information and explanations given to us, the Company has conducted Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (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.

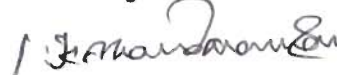


- (d) Based on our audit procedures and according to the information and explanations given to us, none of the group companies are Core Investment Company (CIC) and hence the question of number of CICs which are part of the Group does not arise. Accordingly, paragraph 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses of Rs. Nil in the financial year and Rs. 1,248.05 million 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.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No.003990S/S200018



V Kothandaraman

Partner

Membership No. 025973

UDIN: 24025973BKERHD1889



Place of Signature: Chennai

Date: May 28, 2024

Annexure B

Referred to in paragraph 2(g) 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 Samunnati Financial Intermediation & 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 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 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.

For **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm's Registration No. 003990S/S200018



V Kothandaraman

Partner

Membership No. 025973

UDIN: 24025973BKERHD1889

Place of Signature: Chennai

Date: May 28, 2024

Samunnati Financial Intermediation & Services Private Limited
Standalone Balance sheet as at 31 March 2024
(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Particulars	Note	As at 31 March 2024	As at 31 March 2023
ASSETS			
Financial assets			
Cash and cash equivalents	3	1,143.12	935.83
Bank balances other than cash and cash equivalents	4	653.90	218.08
Loans	5	13,810.40	10,448.04
Investments	6	3,409.56	2,679.90
Other financial assets	7	37.42	32.38
		19,054.40	14,314.23
Non-financial assets			
Current tax assets (net)	8	240.83	296.23
Deferred tax assets (net)	9	531.23	563.60
Property, plant and equipment	10	24.40	42.77
Right of use assets	10	4.07	13.61
Intangible assets under development	10	20.85	22.92
Other intangible assets	10	40.03	38.96
Other non-financial assets	11	28.08	31.25
		889.49	1,009.34
Total Assets		19,943.89	15,323.57
LIABILITIES AND EQUITY			
Financial liabilities			
Trade Payables	12		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		25.88	46.97
Other Payables	12		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		9.86	4.39
Debt securities	13	5,733.75	5,075.53
Borrowings (other than debt securities)	14	6,291.78	4,437.07
Other financial liabilities	15	94.76	89.07
		12,156.03	9,653.02
Non-financial liabilities			
Provisions	16	45.23	31.88
Other non-financial liabilities	17	53.87	37.21
		99.10	69.09
Equity			
Share capital	18	22.74	21.25
Other equity	19	7,666.02	5,580.21
		7,688.76	5,601.46
Total liabilities and equity		19,943.89	15,323.57

Summary of material accounting policies

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: 28 May 2024



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
S G Anil Kumar
Director and CEO
DIN : 01189011

Place: Chennai
Date: 28 May 2024

Anand Subramaniam
Anand Subramaniam
Group - CFO

Place: Chennai
Date: 28 May 2024

Gurunath Neelamani
Gurunath Neelamani
Whole-time Director
DIN : 02799586

Place: Chennai
Date: 28 May 2024

Arunkumar Sridharan
Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of profit and loss for the year ended 31 March 2024
(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Particulars	Note	Year ended 31 March 2024	Year ended 31 March 2023
Revenue from operations			
Interest income	20	2,036.00	1,884.03
Bad debts recovered	21	123.82	87.51
Net gain on fair value changes	22	33.12	-
Total revenue from operations		2,192.94	1,971.54
Other income	23	118.56	138.63
Total income		2,311.50	2,110.17
Expenses			
Finance costs	24	1,129.32	1,215.74
Impairment on financial instruments	25	158.37	1,370.72
Employee benefits expenses	26	425.93	481.47
Depreciation and amortization	27	47.30	49.32
Other expenses	28	299.09	290.29
Total expenses		2,060.01	3,407.54
Profit / (loss) before tax		251.49	(1,297.37)
Tax expense	29		
Current tax		-	5.03
Deferred tax		41.00	(318.60)
		41.00	(313.57)
Profit / (loss) after tax for the year		210.49	(983.80)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit obligation		(1.61)	0.88
Income tax relating to above items		0.41	(0.22)
Items that will be reclassified to profit or loss			
Gains and losses on Hedge Accounting		(32.68)	-
Income tax relating to above items		8.23	-
Other comprehensive income for the year (net of tax)		(25.66)	0.66
Total comprehensive income for the year (net of tax)		184.83	(983.14)
Earnings per equity share: after considering			
Compulsorily convertible preference shares (face value Rs. 10/- per equity share)	30		
Basic (Rs.)		93.31	(472.61)
Diluted (Rs.)		88.51	(472.61)

Summary of material accounting policies 2
The accompanying notes form an integral part of the financial statements.
As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018



V Kothandaraman
Partner
Membership No.: 025973

Place: Chennai
Date: 28 May 2024

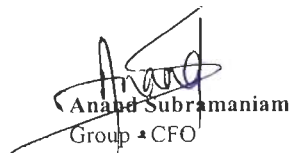


For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited



S G Anil Kumar
Director and CEO
DIN : 01189011

Place: Chennai
Date: 28 May 2024



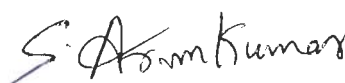
Anand Subramaniam
Group CFO

Place: Chennai
Date: 28 May 2024



Gurunath Neelamani
Whole-time Director
DIN : 02799586

Place: Chennai
Date: 28 May 2024



Arunkumar Sridharan
Company Secretary
Membership No.: F7112

Place: Chennai
Date: 28 May 2024



Samunnati Financial Intermediation & Services Private Limited
Statement of Audited Standalone Cash Flows for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
A. Operating activities		
Profit / (loss) before tax	251.49	(1,297.37)
Adjustments for:		
Depreciation and amortization	47.30	49.32
Employee stock option expenses	0.05	58.29
Gratuity and leave encashment expenses	14.26	12.42
Loss/(Profit) on sale of property, plant and equipment	(0.50)	(0.92)
Income from mutual funds	(27.21)	(35.66)
Income from debt funds	-	(1.31)
Interest expenses towards financing activities	1,057.24	1,137.39
Interest expense on lease liability	0.98	1.72
Unwinding interest of debt component of OCRPS	3.37	1.03
MTM gain booked on ECB loans	18.77	8.00
Fair Value Gain on CCD	(33.12)	-
Impairment on financial instruments	(687.94)	660.73
Bad debts written off	846.30	709.99
Amortisation of origination costs of borrowings	67.72	75.60
	1,307.22	2,676.60
Cash generated from operations before working capital changes	1,558.71	1,379.23
Changes in working capital:		
Loans	(3,520.72)	662.50
Other financial assets	(5.04)	(8.05)
Other non-financial assets	3.17	5.53
Net movement in provisions	(2.52)	(14.09)
Trade payables	(21.09)	5.09
Other Payables	5.47	(7.25)
Other financial and non-financial liabilities	(44.00)	(21.55)
Cash used in operations	(2,026.03)	2,001.41
Income taxes paid (net of refunds)	55.40	(125.37)
Net cash generated from / (used in) operating activities (A)	(1,970.63)	1,876.04
B. Investing activities		
Purchase of property, plant and equipment and intangible assets	(30.65)	(30.50)
Proceeds from sale of property, plant and equipment	12.75	1.96
Movement in capital advances	-	-
Movement in deposits with banks and financial institutions	(435.82)	60.87
Purchase of investments	(699.96)	(17,155.16)
Proceeds from sale of investments	3.42	16,286.37
Interest income received on investments measured at amortised cost, FVTPL and at cost	27.20	36.97
Net cash generated from / (used in) investing activities (B)	(1,123.05)	(799.49)
C. Financing activities		
Issue of Compulsorily Convertible Preference Shares	1,505.79	800.00
Issue of Optionally convertible redeemable preference shares	417.87	399.99
Proceeds from debt securities	3,770.58	585.00
Repayment of debt securities	(3,061.64)	(810.80)
Repayment of principal portion of lease liability	(9.71)	(1.16)
Repayment of interest portion of lease liability	(0.98)	(1.72)
Proceeds from borrowings other than debt securities	7,103.69	4,515.87
Repayment of borrowings other than debt securities	(5,316.70)	(5,487.39)
Interest paid	(1,107.95)	(1,130.88)
Net cash generated from / (used in) financing activities (C)	3,300.95	(1,131.09)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	207.29	(54.54)
Cash and cash equivalents at the beginning of the year	935.83	990.37
Cash and cash equivalents at the end of the year	1,143.12	935.83



Samunnati Financial Intermediation & Services Private Limited
Statement of Audited Standalone Cash Flows for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Components of cash and cash equivalents		
Cash and cash equivalents at the end of the year		
- Cash on hand	-	-
- Balances with banks in current accounts	1,143.12	935.83
- in deposit account (with original maturity up to 3 months)	-	-
Total	1,143.12	935.83

Summary of material accounting policies
The accompanying notes form an integral part of the financial statements.
As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: 28 May 2024



**For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited**

S G Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: 28 May 2024

Anand Subramaniam
Group - CFO
Place: Chennai
Date: 28 May 2024

Gurunath Neelamani
Whole-time Director
DIN : 02799586
Place: Chennai
Date: 28 May 2024

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited
Standalone Statement of Changes in Equity for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

A. Share capital

Particulars	Equity share capital		Compulsorily convertible preference shares ("CCPS")		Total	
	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2024	Year ended 31 March 2023	Year ended 31 March 2024	Year ended 31 March 2023
Balance at the beginning of the year	5.74	5.74	17.64	16.84	23.38	22.58
Changes in Share Capital due to prior period errors	-	-	-	-	-	-
Issued during the year	-	-	1.50	0.80	1.50	0.80
Sub-total	5.74	5.74	19.14	17.64	24.88	23.38
Equity shares held under trust for employees under ESOP scheme	(2.14)	(2.14)	-	-	(2.14)	(2.14)
Balance at the end of the year	3.60	3.60	19.14	17.64	22.74	21.25

B. Other equity

Particulars	Statutory Reserve	Securities Premium	Stock Options Outstanding	Capital Redemption Reserve	Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)	Other comprehensive income	Retained Earnings	Total
Balance as at 01 April 2022	40.59	5,755.45	262.32	0.07	-	5.07	(740.41)	5,323.09
Changes in accounting policies or prior period errors	-	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	-	0.66	(983.80)	(983.14)
Premium on issue of shares	-	799.20	-	-	-	-	-	799.20
Employee stock options expense	-	-	58.29	-	-	-	-	58.29
Issued during the year	-	-	-	-	382.77	-	-	382.77
Balance as at 31 March 2023	40.59	6,554.65	320.61	0.07	382.77	5.73	(1,724.21)	5,580.21
Changes in accounting policies or prior period errors	-	-	-	-	-	-	-	-
Comprehensive income for the year	-	-	-	-	-	(25.66)	210.49	184.83
Premium on issue of shares	-	1,504.29	-	-	-	-	-	1,504.29
Transfer to statutory reserve	42.10	-	-	-	-	-	(42.10)	-
Employee stock options expense	-	-	0.05	-	-	-	-	0.05
Issued during the year	-	-	-	-	396.64	-	-	396.64
Balance as at 31 March 2024	82.69	8,058.94	320.66	0.07	779.41	(19.93)	(1,555.82)	7,666.02

Summary of material accounting policies

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

As per our report of even date attached

For PKF Sridhar & Santhanam LLP
Chartered Accountants
ICAI Firm Registration No.: 003990S/S200018

V Kothandaraman
Partner
Membership No.: 025973
Place: Chennai
Date: 28 May 2024



For and on behalf of the Board of Directors of
Samunnati Financial Intermediation & Services Private Limited

S G Anil Kumar
Director and CEO
DIN : 01189011
Place: Chennai
Date: 28 May 2024

Gurudath Neelamani
Whole-time Director
DIN : 02799586
Place: Chennai
Date: 28 May 2024

Anand Subramaniam
Group - CFO
Place: Chennai
Date: 28 May 2024

Arunkumar Sridharan
Company Secretary
Membership No.: F7112
Place: Chennai
Date: 28 May 2024

Samunnati Financial Intermediation & Services Private Limited

Summary of standalone material accounting policies for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

1. Corporate information:

Samunnati Financial Intermediation & Services Private Limited ("the Company") (CIN: U65990TN2014PTC096252) is a Company limited by shares and incorporated on 23 June 2014 under the provisions of the Companies Act, 2013 and domiciled in India. The debt securities of the Company namely non-convertible debentures are listed on the Bombay Stock Exchange ("BSE"). The Company is engaged in extending credit to secured and unsecured loans to farmers, farmer producer organizations, community-based organizations and Agri-enterprises.

The Company had received the Certificate of Registration (Registration No. N-07.00815) dated 25 February 2016 from Reserve Bank of India ("RBI") to carry on the business of Non-Banking Financial Company without accepting public deposits ("NBFC-ND"). The company commenced active NBFI operations from the month of July 2016. During March 2019, the Company had crossed the total assets threshold of INR 500 crores and had become a Non-Deposit Taking Systemically Important Non-Banking Financial Company ("NBFC-ND-SI"). The Company is classified under middle layer as per scale based framework applicable from 01 October 2022.

2. Summary of material accounting policies**Basis of preparation of financial statements****2.1. Statement of compliance with Ind AS and basis for preparation and presentation of financial statements**

These standalone financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/ clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

The company has adopted Ind AS from April 01, 2020, 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 adopted.

These standalone financial statements were approved by the Company's Board of Directors and authorized for issue on 28 May 2024.

2.2. Functional and presentation currency

These financial statements are presented in Indian Rupees ('INR' or 'Rs.') which is also the Company's functional currency. Amounts less than the rounding off norms adopted by the Company are disclosed as 0. All amounts are rounded-off to the nearest millions upto two decimal places, unless otherwise indicated.

2.3. Historical cost convention

The financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the Accounting Policies set out below.

The financial statements are prepared on a 'going concern' basis using accrual concept except for the cash flow information.

2.4. Measurement of fair value changes

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has established policies and procedures



with respect to the measurement of fair values. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

2.5. Critical accounting estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimation and judgement or complexity in determining the carrying amount of some assets and liabilities.

Property, Plant and Equipment (PPE)

Management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Fair value

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

Effective Interest (EIR) Method

The Company recognizes interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loans given / taken. 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 other fee income/expense that are integral parts of the instrument.

Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

Overview of the Expected Credit Loss (ECL) model

Expected Credit Loss, at each reporting date, is measured through a loss allowance for a financial asset:

At an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. At an amount equal to 12-month expected credit losses if the credit risk on a financial instrument has not increased significantly since initial recognition.



Samunnati Financial Intermediation & Services Private Limited

Summary of standalone material accounting policies for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

Lifetime expected credit losses means expected credit losses that result from all possible default events over the expected life of a financial asset.

12-month expected credit losses means the portion of Lifetime ECL that represent the ECLs that result from default events on financial assets that are possible within the 12 months after the reporting date.

The Company performs an assessment, at the end of each reporting period, of whether a financial assets credit risk has increased significantly since initial recognition. When making the assessment, the change in the risk of a default occurring over the expected life of the financial instrument is used instead of the change in the amount of expected credit losses.

For non-impaired financial assets (Stage 1 and Stage 2):

- Stage 1 is comprised of all non-impaired financial assets which have not experienced a significant increase in credit risk (SICR) since initial recognition. A 12-month ECL provision is made for stage 1 financial assets. In assessing whether credit risk has increased significantly, the Company compares the risk of a default occurring on the financial asset as at the reporting date with the risk of a default occurring on the financial asset as at the date of initial recognition.
- Stage 2 is comprised of all non-impaired financial assets which have experienced a significant increase in credit risk since initial recognition. The Company recognizes lifetime ECL for stage 2 financial assets. In subsequent reporting periods, if the credit risk of the financial instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then Company reverts to recognizing 12 months ECL provision.

For impaired financial assets (Stage 3):

Financial assets are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a loan or a portfolio of loans. The Company recognizes lifetime ECL for impaired financial assets.

The loans are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review.

As part of the regular review, in line with changes in loan portfolio and their repayment pattern, the Company has revised the definition of stages, as under.

The loan portfolio are segmented into two broad categories i.e., Farmer Collectives and Agri enterprises.

Name of the Pool of loan assets	Stage	Loans Days Past Due (DPD) w.e.f FY'23
Farmer Collectives	Stage 1	Upto 60 Days
	Stage 2	61 Days to 180 Days
	Stage 3	More than 180 Days
Agri enterprises	Stage 1	Upto 60 Days
	Stage 2	61 Days to 180 Days
	Stage 3	More than 180 Days

The company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each business



vertical based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Estimation of Expected Credit Loss:

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD) - The Probability of Default is an estimate of the likelihood of default over a given time horizon. The Company uses historical information to determine PD. Considering the different categories of customers, loan type etc the Company has bifurcated its loan portfolio into five pools. For each pool of loan assets, the PD is calculated using Incremental 30 DPD approach considering fresh slippage using historical information.

Exposure at Default (EAD) - The Exposure at Default is an estimate of the exposure at a future default date, considering expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments. Management had assumed that the outstanding balance as at each reporting date (including interest and other components) as the exposure at default for purpose of computing the ECL.

Loss Given Default (LGD) – The Loss Given Default 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 realization of any collateral.

To mitigate its credit risks on financial assets, the Company seeks to use collateral, where possible. The collateral comes in various forms, such as land, building, books debts, securities, letters of credit/guarantees, etc. However, the fair value of collateral affects the calculation of ECL. The fair value of the same is based on management judgements.

Forward looking information - While estimating the expected credit losses, the Company reviews macro-economic developments occurring in the economy and market it operates in. On a periodic basis, the Company analyses if there is any relationship between key economic trends like GDP, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Company based on its internal data. While the internal estimates of PD, LGD rates by the Company may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macroeconomic trends reasonably.

Defined benefit plans and other long term employee benefits

The cost of the defined benefit plan and other long term employee benefits, and the present value of such obligation are determined by the independent actuarial valuer. An actuarial valuation involves making various assumptions that may differ from actual developments in future. Management believes that the assumptions used by the actuary in determination of the discount rate, future salary increases, mortality rates and attrition rates are reasonable. Due to the complexities involved in the valuation and its long-term nature, this obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Income tax

Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Deferred tax assets

Significant management judgement is exercised by reviewing the deferred tax assets at each reporting date to determine the amount of deferred tax assets that can be retained/ recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.



Provisions and other contingent liabilities

The reliable measure of the estimates and judgements pertaining to litigations and the regulatory proceedings in the ordinary course of the Company's business are disclosed as contingent liabilities.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

2.6. Revenue recognition

a) Recognition of interest income on loans

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost, debt instruments measured at FVTOCI and debt instruments designated at FVTPL. The 'effective interest method' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

The Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

b) Interest income on investments

Interest income from investments is recognized when it is certain that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7. Property, Plant and Equipment (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed separately under other non-financial assets. Capital work in progress comprises the cost of PPE that are not ready for its intended use at the reporting date.

Depreciation on PPE is provided on straight-line basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis. Assets costing less than Rs.5,000 are fully depreciated in the period of purchase.

Asset Classification	Life in Years
Furniture and fittings	10
Office equipment	5
Computers and accessories	3
Vehicles	4 – 8
Leasehold improvements	5



PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

2.8. Intangible assets

Intangible assets are stated at cost less accumulated amortization and accumulated impairment loss, if any.

Intangible assets comprises of computer software which is amortized over the estimated useful life. The amortization period is lower of license period or 36 months which is based on management's estimates of useful life. Amortisation is calculated using the straight-line method to write down the cost of intangible assets over their estimated useful lives.

The Intangible assets are amortised within three years.

2.9. Investment in subsidiaries

Investments in subsidiaries are measured at cost less accumulated impairment, if any.

2.10. Foreign exchange transactions and translations

a) Initial recognition

Transactions in foreign currencies are recognized at the prevailing exchange rates between the reporting currency and a foreign currency on the transaction date.

b) Conversion

Transactions in foreign currencies are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of profit and loss.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the Statement of profit and loss on a net basis.

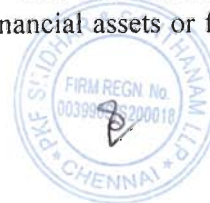
Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. Thus, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVTOCI are recognized in other comprehensive income. Non-monetary items that are measured at historical cost in foreign currency are not retranslated at reporting date.

2.11. Financial Instruments

a) Recognition and initial measurements

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial



Samunnati Financial Intermediation & Services Private Limited

Summary of standalone material accounting policies for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classifications and subsequent measurement of financial assets

On initial recognition, a financial asset is classified as measured at

- Amortised cost;
- Fair value Through Other Comprehensive Income (FVTOCI) - debt instruments;
- Fair value Through Other Comprehensive Income (FVTOCI) - equity instruments; and
- Fair Value Through Profit or Loss (FVTPL)

Amortised cost

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Company measures Bank balances, Loans, Trade receivables and other financial instruments at amortised cost.

FVTOCI - debt instruments

The Company measures its debt instruments at FVTOCI when the instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets; and the contractual terms of the financial asset meet the SPPI test.

FVTOCI - equity instruments

The Company subsequently measures all equity investments at fair value through profit or loss, unless the Company's management has elected to classify irrevocably some of its equity instruments at FVTOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

FVTPL

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortised cost are subsequently measured at amortised cost using effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Any gain and loss on derecognition is recognized in Statement of profit and loss. Debt investment at FVTOCI are subsequently measured at fair value. Interest income under effective interest method, foreign exchange gains and losses and impairment are recognized in Statement of profit and loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss. For equity investments, the Company makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVTOCI. These elected investments are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the reserves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are not held for trading. Instead, they are held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVTOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in Statement of profit and loss.



c) Financial liabilities and equity instruments

Classification of debt and equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Company are recognized at the proceeds received. Transaction costs of an equity transaction are recognized as a deduction from equity.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in Statement of profit and loss. Any gain or loss on derecognition is also recognized in Statement of profit and loss.

d) Derecognition

Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

e) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

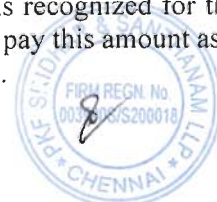
f) Write offs

Loans are written off (either partially or in full) when there is no realistic prospect of recovery. This is generally the case when the Company determines that the borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subjected to write-offs. Any subsequent recoveries against such loans are credited to the Statement of Profit and Loss.

2.12. Employee benefits

a) Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.



b) Contribution to provident fund and other funds

Company's contribution paid/payable during the year to provident fund and employees state insurance is recognized in the Statement of profit and loss. The Company has no further obligation other than the contributions made.

c) Gratuity

The Company's liability towards gratuity scheme is determined by independent actuaries, using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. Past services are recognized at the earlier of the plan amendment / curtailment and recognition of related restructuring costs/ termination benefits.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of profit and loss.

Remeasurement gains and losses

Remeasurement of defined benefit plans, comprising of actuarial gains / losses, return on plan assets excluding interest income are recognized immediately in the balance sheet with corresponding debit or credit to Other Comprehensive Income (OCI). Remeasurements are not reclassified to Statement of profit and loss in the subsequent period.

d) Leave encashment/ compensated absences/ sick leave.

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

e) Employee stock options

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options. The total expense is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. It recognizes the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.

2.13. Finance cost

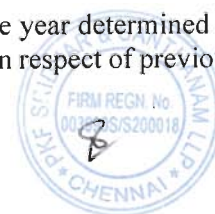
Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortised cost. Financial instruments include term loans, fixed deposits mobilized, debt instruments, commercial papers and subordinated debts. Finance costs are charged to the Statement of profit and loss.

2.14. Taxation - current tax and deferred tax

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous



years. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

b) Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequence that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.15. Impairment of assets other than financial assets

The Company reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

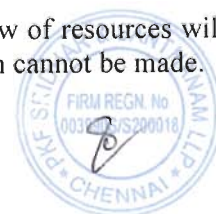
When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

2.16. Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Company and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.



Samunnati Financial Intermediation & Services Private Limited

Summary of standalone material accounting policies for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (₹), unless otherwise stated)

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

2.17. Leases

The Company's lease asset classes primarily consist of leases for office premises. The Company assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

2.18. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.



2.19. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.20. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company is primarily engaged in financing agri businesses. The Company's activity falls within a single primary business segment. The Company operates primarily in India and there is no other geographical segment.

2.21. Recent accounting pronouncements

New and amended standards adopted by the Company:

The Ministry of Corporate Affairs vide notification dated 31 March 2023 notified the Companies (Indian Accounting Standards) Amendment Rules, 2023, which amended certain accounting standards and are effective 1 April 2023.

Material changes are in relation to the following:

- (i) Disclosure of accounting policies — amendments to Ind AS 1.
- (ii) Definition of accounting estimates — amendments to Ind AS 8.
- (iii) Deferred tax related to assets and liabilities arising from a single transaction — amendments to Ind AS 12.

The Company has evaluated the amendments and the impact is not material.

New Standards/Amendments notified but not yet effective: None

2.22. Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



Particulars		As at 31 March 2024	As at 31 March 2023
3	Cash and cash equivalents		
	Balances with banks		
	In current accounts	1,143.12	935.83
		<u>1,143.12</u>	<u>935.83</u>
4	Bank balances other than cash and cash equivalents		
	Balances with banks to the extent held as margin money	653.90	218.08
		<u>653.90</u>	<u>218.08</u>
	Details of balances with banks to the extent held as margin money or security against the borrowings		
	Maturity period of less than 12 months		
(i)	Held as collateral against borrowings and securitization transactions	625.56	196.05
		<u>625.56</u>	<u>196.05</u>
	Maturity period of more than 12 months		
(ii)	Held as collateral against borrowings and securitization transactions	28.34	22.03
		<u>28.34</u>	<u>22.03</u>
	Total	<u>653.90</u>	<u>218.08</u>
5	Loans		
(A)	Term Loans at Amortised cost		
	Loans to Customers	13,458.24	11,166.77
	Loans to Subsidiaries (refer note 43)	677.49	294.53
	Total Gross	<u>14,135.73</u>	<u>11,461.30</u>
Less:	Impairment loss allowance	(325.33)	(1,013.26)
	Total	<u>13,810.40</u>	<u>10,448.04</u>
(B)	Secured / Unsecured Break-up		
(i)	Secured against tangible assets		
	Gross	1,109.04	1,075.49
	Less: Impairment allowance	(57.25)	(83.69)
		<u>1,051.79</u>	<u>991.80</u>
(ii)	Secured against receivables		
	Gross	-	-
	Less: Impairment allowance	-	-
		<u>-</u>	<u>-</u>
(iii)	Unsecured		
	Gross	13,026.69	10,385.81
	Less: Impairment allowance	(268.08)	(929.57)
		<u>12,758.61</u>	<u>9,456.24</u>
	Total (B) - (i) + (ii) + (iii)	<u>13,810.40</u>	<u>10,448.04</u>
(C)	Loans in/ outside India		
	(i) Loans in India		
	(a) Public sector	-	-
	(b) Others	14,135.73	11,461.30
		<u>14,135.73</u>	<u>11,461.30</u>
	Less : Impairment loss allowance	(325.33)	(1,013.26)
	Total (i)	<u>13,810.40</u>	<u>10,448.04</u>
	(ii) Loans outside India		
	Less : Impairment loss allowance	-	-
	Total (ii)	<u>-</u>	<u>-</u>
	Total (C) = (i) + (ii)	<u>13,810.40</u>	<u>10,448.04</u>

Note : There is no loan asset measured at FVTOCI or FVTPL

Summary of loans by stage distribution

As at March 31, 2024

Stage 1 - Considered good	13,302.03	126.43	13,175.59
Stage 2 - Significant increase in credit risk	677.77	66.65	611.12
Stage 3 - Credit impaired	155.93	132.25	23.69
Total	<u>14,135.73</u>	<u>325.33</u>	<u>13,810.40</u>

As at March 31, 2023

Stage 1 - Considered good	10,647.71	347.21	10,300.50
Stage 2 - Significant increase in credit risk	154.61	31.28	123.33
Stage 3 - Credit impaired	658.98	634.77	24.21
Total	<u>11,461.30</u>	<u>1,013.26</u>	<u>10,448.04</u>

Gross Carrying Amount	Impairment Loss Allowance	Net Carrying Amount
13,302.03	126.43	13,175.59
677.77	66.65	611.12
155.93	132.25	23.69
<u>14,135.73</u>	<u>325.33</u>	<u>13,810.40</u>
10,647.71	347.21	10,300.50
154.61	31.28	123.33
658.98	634.77	24.21
<u>11,461.30</u>	<u>1,013.26</u>	<u>10,448.04</u>



Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024
(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Particulars		As at 31 March 2024	As at 31 March 2023
6	Investments		
(A)	Investments in subsidiaries carried at cost		
(i)	In equity shares of subsidiaries (Unquoted)		
	Investment in Samunnati Agro Solutions Private Limited 6,93,944 (previous year: 6,80,883) equity shares of Rs.10 each	2,079.30	1,779.34
	Investment in Samunnati Agri Innovations Lab Private Limited (formerly knows as Kamatan Farmtech Private Limited) 2,53,44,844 (previous year: 53,44,848) equity shares of Rs.10 each	1,063.64	863.64
	Investment in Samunnati Finance Private Limited 1,25,00,000 (previous year: 25,00,000) equity shares of Rs.10 each	125.00	25.00
	Investment in Samunnati Foundation 8,50,000 (previous year: 8,50,000) equity shares of Rs.10 each	8.50	8.50
(B)	Investments carried at amortised cost:		
(i)	Investments in Pass thorough certificates - Unquoted	-	3.42
(C)	Investment carried at fair value through profit and loss (FVTPL)		
(i)	Investments in Compulsorily Convertible Debentures - Unquoted		-
	Investment in Ecozen Solutions Private Limited 7,614 (previous year: Nil) 0.01% Compulsorily Convertible Debentures of Rs.6,566.82 each	58.82	-
	Investment in Connedit Business Solutions Private Limited 509 (previous year: Nil) 0.01% Compulsorily Convertible Debentures of Rs.10 each	74.30	-
	Total value of unquoted investments	3,409.56	2,679.90
	Investments outside India	-	-
	Investments in India	3,409.56	2,679.90
	Total	3,409.56	2,679.90
7	Other financial assets (Unsecured, considered good)		
	Security deposits	9.93	10.32
	Employee advances	5.35	3.90
	Interest accrued but not due on deposits	-	0.06
	Receivable from Group Company	20.23	-
	Other receivables	1.91	18.10
	Total	37.42	32.38
8	Current tax assets (net)		
	Advance income tax (net of provisions)	240.83	296.23
	Total	240.83	296.23
9	Deferred tax assets (net)		
	Deferred tax	531.23	563.60
	Total	531.23	563.60

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2023	(Charge) / credit to Statement of profit and loss	(Charge) / credit to OCI	Balance as at 31 March 2024
Fixed assets	(1.10)	(5.62)	-	(6.72)
Provisions for employee benefits	8.02	2.95	0.41	11.38
Impairment loss allowance	256.78	(174.90)	-	81.88
Carried forward losses	296.26	140.50	-	436.76
(Gains) and losses on Hedge Accounting	-	(1.48)	8.22	6.74
Lease Liability	3.64	(2.44)	-	1.20
Total	563.60	(41.00)	8.63	531.23

Tax effect of items constituting deferred tax assets / (liabilities) :	Balance as at April 01, 2022	(Charge) / credit to Statement of profit and loss	(Charge) / credit to OCI	Balance as at 31 March 2023
Fixed assets	0.65	(1.75)	-	(1.10)
Provisions for employee benefits	10.43	(2.19)	(0.22)	8.02
Impairment loss allowance	82.68	174.10	-	256.78
Employee stock option expenses	-	-	-	-
Carried forward losses	147.53	148.73	-	296.26
Lease Liability	3.93	(0.29)	-	3.64
Total	245.22	318.60	(0.22)	563.60



Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

10 Property, plant and equipment										
Particulars	Freehold land	Furniture and fixtures	Office equipments	Computers and accessories	Vehicles	Leasehold Improvements	Total	Right of use assets (ROU)	Computer software	Intangible assets under development
Cost or Deemed cost										
Balance as at 01 April 2022	2.31	8.31	12.15	34.99	28.66	22.37	108.79	28.64	49.28	27.68
Additions	-	0.25	2.74	3.61	0.03	-	6.62	15.00	28.64	22.92
Disposals	-	(0.19)	-	(4.83)	(2.67)	-	(7.69)	(1.66)	(16.59)	(27.68)
Balance as at 31 March 2023	2.31	8.37	14.89	33.77	26.02	22.37	107.72	41.98	61.33	22.92
Additions	-	0.16	1.29	0.72	-	0.59	2.76	-	20.37	27.89
Disposals	-	(2.75)	(1.24)	(0.28)	(11.91)	(0.19)	(16.36)	-	(0.28)	(29.96)
Balance as at 31 March 2024	2.31	5.78	14.94	34.21	14.11	22.77	94.12	41.98	81.42	20.85
Accumulated depreciation										
Balance as at 01 April 2022	-	2.14	4.54	18.35	11.35	12.44	48.82	16.27	24.52	-
Additions	-	1.05	1.64	8.85	6.48	4.76	22.78	12.10	14.44	-
On disposals	-	(0.12)	-	(4.59)	(1.93)	-	(6.65)	-	(16.59)	-
Balance as at 31 March 2023	-	3.07	6.18	22.61	15.90	17.20	64.95	28.37	22.37	-
Additions	-	1.04	1.91	7.09	4.43	3.99	18.46	9.54	19.30	-
On disposals / adjustments	-	(1.38)	(0.67)	(0.35)	(10.98)	(0.31)	(13.69)	-	(0.28)	-
Balance as at 31 March 2024	-	2.73	7.42	29.34	9.36	20.88	69.72	37.91	41.39	-
Net block										
As at 31 March 2023	2.31	5.30	8.71	11.16	10.12	5.17	42.77	13.61	38.96	22.92
As at 31 March 2024	2.31	3.05	7.51	4.88	4.76	1.89	24.40	4.07	40.03	20.85

Intangible Assets under Development ageing Schedule as on 31 March 2024

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	2.78	0.97	17.10	-	20.85
Projects temporarily suspended	-	-	-	-	-
Total	2.78	0.97	17.10	-	20.85

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at 31 March 2024.

Intangible Assets under Development ageing Schedule as on 31 March 2023

Intangible Assets under Development	Amount in Intangible Assets for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	5.66	17.26	-	-	22.92
Projects temporarily suspended	-	-	-	-	-
Total	5.66	17.26	-	-	22.92

There is no project for which cost exceeded the budget or time over run. There were no projects which is temporarily suspended as at 31 March 2023.



Particulars		As at 31 March 2024	As at 31 March 2023
11	Other non-financial assets		
	Unsecured, considered good		
	Prepaid expenses	22.54	19.59
	Advance paid to Suppliers	2.66	7.88
	Balances with government authorities	2.88	3.78
	Total	28.08	31.25
12	Payables		
I)	Trade Payables		
a)	- Total outstanding dues of micro enterprises and small enterprises	-	-
b)	- Total outstanding dues of creditors other than micro enterprises and small enterprises	25.88	46.97
	Total	25.88	46.97
II)	Other Payables		
a)	- Total outstanding dues of micro enterprises and small enterprises	-	-
b)	- Total outstanding dues of creditors other than micro enterprises and small enterprises	9.86	4.39
	Total	9.86	4.39

(i) The classification of the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 is made on the basis of information made available to the Company

(ii) Disclosure requirement as required under Section 22 of the Micro, Small, & Medium Enterprises Development Act, 2006 is as follows:

Particulars	31 March 24	31 March 23
i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year.	-	-
ii) Interest paid by the Company in terms of section 16 of 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.	-	-
iii) Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	-	-
iv) Interest accrued and remaining unpaid at the end of each accounting year.	-	-
v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-

Trade Payables Ageing		As at March 31, 2024				
Particulars	Unbilled	Less than 1	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	15.65	10.23	-	-	-	25.88
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	15.65	10.23	-	-	-	25.88

Trade Payables Ageing		As at March 31, 2023				
Particulars	Unbilled	Less than 1	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	3.47	43.00	0.41	0.09	-	46.97
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	3.47	43.00	0.41	0.09	-	46.97

13	Debt securities		
	At amortised cost		
	Secured:		
	Non-Convertible Redeemable Debentures (Refer note 33a)	5,076.11	5,075.53
	Commercial papers	657.64	-
	Total	5,733.75	5,075.53
	Debt securities in India	1,799.13	598.21
	Debt securities outside India	3,934.62	4,477.32
	Total	5,733.75	5,075.53
14	Borrowings (Other than debt securities)		
	At amortised cost		
	(A) Term loans (secured) (Refer note 33b)		
	From banks - long term	273.90	1,048.67
	From other parties	5,986.17	3,362.48
	Interest accrued but not due on borrowings	31.71	25.92
	Total	6,291.78	4,437.07
	Borrowings in India	4,440.20	3,705.01
	Borrowings outside India	1,851.58	732.06
	Total	6,291.78	4,437.07

There is no default as on 31 March 2024 and 31 March 2023 in repayment of borrowings and interest in all the above categories of the borrowings



Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024
 (All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Particulars		As at 31 March 2024	As at 31 March 2023
15	Other financial liabilities		
	Lease liabilities	4.75	14.46
	Employee related payables	23.76	35.97
	Payable to subsidiaries	-	12.38
	MTM Cost on ECB Borrowing	26.77	8.00
	Liability component of OCRPS	39.48	18.26
		94.76	89.07
16	Provisions		
	Provision for employee benefits		
	Provision for gratuity	24.69	16.96
	Provision for compensated absences	20.54	14.92
		45.23	31.88
17	Other non-financial liabilities		
	Statutory dues payable	34.77	26.55
	Income Received in Advance	19.10	10.32
	Car Deposits	-	0.34
		53.87	37.21

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	No of shares	Amount	No of shares	Amount
18 Share capital				
Authorised				
Equity shares of ₹ 10 each	7,50,000	7.50	7,50,000	7.50
Preference shares of ₹ 10 each	23,00,000	23.00	23,00,000	23.00
		30.50		30.50
Issued, subscribed and paid-up				
Fully paid-up				
Equity shares of ₹ 10 each	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme (refer note no 18(i))	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Compulsorily convertible preference shares of ₹ 10 each	19,14,399	19.14	17,63,819	17.64
		22.74		21.24
Optionally convertible redeemable preference shares of ₹ 10 each (Refer note 15 & 19)	81,450	0.81	40,000	0.40
		0.81		0.40
a) Reconciliation of number of equity shares and amount outstanding				
Issued, subscribed and paid-up				
Balance at the beginning of the year	5,73,861	5.74	5,73,861	5.74
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	5,73,861	5.74	5,73,861	5.74
Less: Equity shares held under trust for employees under ESOP scheme	(2,13,523)	(2.14)	(2,13,523)	(2.14)
Balance at the end of the year	3,60,338	3.60	3,60,338	3.60
b) Reconciliation of number of Preference shares and amount outstanding				
i) Compulsorily convertible preference shares				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	17,63,819	17.64	16,83,819	16.84
Shares issued during the year	1,50,580	1.50	80,000	0.80
Balance at the end of the year	19,14,399	19.14	17,63,819	17.64
ii) Optionally convertible redeemable preference shares				
Issued, subscribed and paid-up:				
Balance at the beginning of the year	40,000	0.40	-	-
Shares issued during the year	41,450	0.41	40,000	0.40
Balance at the end of the year	81,450	0.81	40,000	0.40
c) Shareholders holding more than 5 percent				
	No. of shares	% of holding	No. of shares	% of holding
Equity shares of Rs. 10 each				
S G Anil Kumar	2,38,257	41.52%	2,38,257	41.52%
Samunnati ESOP Welfare Trust	2,13,523	37.21%	2,13,523	37.21%
Accel India V (Mauritius) Ltd	75,733	13.20%	75,733	13.20%
Compulsorily convertible preference shares of Rs. 10 each				
Elevar M-III	4,21,522	22.02%	4,21,522	23.90%
Accel India V (Mauritius) Ltd	3,84,949	20.11%	3,84,949	21.82%
ResponsAbility Agriculture I, SLP	3,66,594	19.15%	3,66,594	20.78%
Teachers Insurance and Annuity Association of America	2,66,730	13.93%	2,66,730	15.12%
Accel Growth Fund V L.P	1,10,075	5.75%	1,10,075	6.24%
Elevar I-IV AIF represented by its Trustee Vistra ITCL India Ltd	1,48,957	7.78%	1,48,957	8.45%
ResponsAbility Sustainable Food – Asia II	1,22,000	6.37%	-	0.00%
Optionally convertible redeemable preference shares of Rs. 10 each				
EE-FI AIF	81,450	100.00%	40,000	100.00%
d) Shares held by promoters at the end of the year				

Promoter Name	31-Mar-24		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	41.52%	-



Promoter Name	31-Mar-23		
	Number of shares	Percentage of total shares	Percentage change during the year
Mr. Anil Kumar S G	2,38,257	41.52%	-

- e) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues since incorporation of the Company
- f) The Company has acquired 100% stake in Samunnati Agri Innovations Lab Private Limited ('SAIL')(formerly known as "Kamatan Farm Tech Private Limited") through a share swap on April 16, 2021 Pursuant to the agreement the Company has issued 67,624 Compulsory Convertible Preference Shares ('CCPS') to the equity shareholders of SAIL.
- g) **Terms and rights attached to equity shares**
The Company has only one class of equity shares having a face value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company shall declare and pay dividends in Indian rupees. The dividend proposed by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting, except interim dividend which can be approved by the Board of Directors. 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.
- h) **Terms and rights attached to preference shares**
- i) **Compulsorily convertible preference shares**
The Company has issued Series A1, A2, A3, B, C, D, D1 and Pre-Series E series compulsorily convertible preference shares having a face value of Rs. 10 per share. At the option of the holders, these shares, either in whole or in part, may be converted into equity shares in the ratio of 1:1 before the expiry of 19 years from the issuance of such compulsorily convertible preference shares. Each holder of the compulsorily convertible preference shares is entitled to one vote per share. Dividend on each compulsorily convertible preference shares is 0.01% per annum, subject to cash flow solvency, and such dividend shall be a preferred dividend. In the event of liquidation of the Company, the holders of compulsorily convertible preference shares shall have a preference over other share holders of the Company.
- ii) **Optionally convertible redeemable preference shares**
The Company has issued Pre-Series E Optionally Convertible Redeemable Preference Shares ("Pre-Series E OCRPS") having a face value of Rs. 10 per share. At the option of the holders of Pre-Series E OCRPS, these shares, may be converted into Pre-Series E Compulsorily Convertible Cumulative Preference Shares ("Pre-Series E CCPS"). The Pre-Series E OCRPS Conversion Ratio shall initially be 1:1 and shall be subject to adjustments as per the terms of issue ("Pre-Series E OCRPS Conversion Ratio") The holders of Pre-Series E OCRPS shall, at any time prior to 19 (nineteen) years from the date of issuance of the same, be entitled to call upon the Company to convert all (and not less than all) of the Pre-Series E OCRPS in accordance with the Pre-Series E OCRPS Conversion Ratio by issuing a Notice to the Company. The Pre-Series E OCRPS, if not converted earlier, shall automatically convert into Pre-Series E CCPS at the applicable conversion rate, (i) on the latest permissible date prior to the issue of Shares to the public in connection with the occurrence of a Public Offer under Applicable Law, or (ii) on the day following the completion of 19 years from the date of issuance of the same. The holders of Pre-Series E OCRPS shall not be entitled to attend meetings of Shareholders of the Company and will not be entitled to any voting rights prior to conversion of the Pre-Series E OCRPS into Pre-Series E CCPS. Only so long as the Pre-Series E OCRPS have not been converted to Pre-Series E CCPS, the holder of the Pre-Series E OCRPS shall be entitled to seek redemption of all or any of the Pre-Series E OCRPS at such IRR and within such timelines, as per the terms of issue.

Terms of conversion to equity

Series	Date	Amount of Equity shares post conversion
Conversion of CCPS into equity		
Series A1	25 Feb 2034	0.99
Series A2	25 Jul 2034	1.26
Series A3	31 Mar 2035	0.61
Series B	25 Feb 2036	2.76
Series C	27 Dec 2036	5.60
Series D	23 May 2038	4.94
Series D1	15 Apr 2040	0.68
Pre-Series E	10 Oct 2041	0.70
Pre-Series E	12 Oct 2041	0.10
Pre-Series E	05 Apr 2042	1.34
Pre-Series E	27 Mar 2043	0.17
Conversion of OCRPS into equity		
Pre-Series E	30 Nov 2041	0.40
Pre-Series E	27 Mar 2043	0.41
		19.96

- i) The Company has given an interest and collateral free loan to Samunnati Employee Stock Option Plan Welfare Trust ("ESOP Trust") to provide financial assistance for purchase of equity shares of the Company under Employee Stock Option Scheme. The Company has established the ESOP Trust to which the stock options issuable have been transferred. The Company treats ESOP trust as its extension and shares held by ESOP trust are treated as treasury shares. Own equity instruments that are re-acquired (treasury shares) are recognised at cost and deducted from Equity share capital (to the extent of face value) and from Other equity (to the extent of premium on shares) (Also refer note 31)



19 Other equity

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory Reserve		
Opening balance	40.59	40.59
Add : Transfer from retained earnings	42.10	-
Balance as at the end of the year	82.69	40.59
Securities Premium		
Balance as at the beginning of the year	6,554.65	5,755.45
Premium on shares issued during the year	1,504.29	799.20
Balance as at the end of the year	8,058.94	6,554.65
Employee stock options outstanding		
Balance as at the beginning of the year	320.61	262.32
Additions during the year	0.05	58.29
Balance as at the end of the year	320.66	320.61
Capital Redemption Reserve		
Balance as at the beginning of the year	0.07	0.07
Add : Additions during the year	-	-
Less : Adjustments during the year	-	-
Balance as at the end of the year	0.07	0.07
Equity Component of Optionally Convertible Redeemable Preference shares (OCRPS)		
Balance as at the beginning of the year	382.77	-
Issued during the year	396.64	382.77
Balance as at the end of the year	779.41	382.77
Other comprehensive income		
Balance as at the beginning of the year	5.73	5.07
Add : Other comprehensive income for the year	(25.66)	0.66
Balance as at the end of the year	(19.93)	5.73
Retained earnings		
Balance as at the beginning of the year	(1,724.21)	(740.41)
Add : Comprehensive income for the year	210.49	(983.80)
Less : Transfer to statutory reserve	(42.10)	-
Balance as at the end of the year	(1,555.82)	(1,724.21)
Total other equity	7,666.02	5,580.21

Description of the nature and purpose of other equity

Statutory reserve

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve. An amount equal to 20% of profits after tax is transferred to this reserve every year. This is a restricted reserve and any appropriation from this reserve can only be made after prior approval from RBI.

Impairment Reserve

The excess provision held on the date of transition as per IRAC norms of the Reserve Bank of India are held separately as impairment reserve as per RBI circular.

Securities premium

Securities premium is used to record the premium on issue of shares. This amount can be utilised in accordance with the provisions of the Companies Act 2013.

Employee stock options outstanding

The employee stock options outstanding represents amount of reserve created by recognition of compensation cost at grant date fair value on stock options vested but not exercised by employees and unvested stock options in the Statement of profit and loss in respect of equity-settled share options granted to the eligible employees of the Company and its subsidiaries in pursuance of the Employee Stock Option Plan.

Capital redemption reserve

Capital Redemption Reserve is created as per the provisions of the Companies Act, 2013 in respect of the shares bought back by the Company.

Other comprehensive income

Represents remeasurement of defined benefit liability which comprises of actuarial gains and losses excluding amounts included in net interest on the net defined benefit liabilities and income tax impact thereon.

Retained earnings

Retained earnings or accumulated surplus/ (loss) represents total of all profits/ (losses) retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend pay-outs, transfers to General reserve or any such other appropriations to specific reserves.

Equity component of OCRPS

Represents Equity Component of Optionally Convertible Redeemable Preference Shares, In accordance with Ind AS 32 - Financial Instruments: Presentation, the equity component of OCRPS is classified separately from the liability component. The initial carrying amount of the equity component is determined by deducting the fair value of the liability component from the fair value of the entire financial instrument.



Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Note	Particulars	Year ended 31 Mar 2024	Year ended 31 Mar 2023
20	Interest income		
	On financial assets measured at amortised cost		
	Interest on receivables from financing activity	1,912.34	1,702.9
	Income from investment in Pass Through Certificates	0.02	10.9
	Interest income on fixed deposits	9.76	16.4
	Interest income on security deposits held with Lenders	38.07	15.1
	On loan to subsidiary (refer note no 43b)	75.81	138.6
		2,036.00	1,884.0
21	Bad debts recovered		
	Recovery of defaults in loan serviced	123.82	87.5
		123.82	87.5
22	Net gain on fair value changes		
	Unrealised Gain on Fair Value Changes (FVTPL)	33.12	-
		33.12	-
23	Other income		
	Income from share of expenses	17.28	21.5
	Income from Debt fund investments	-	1.3
	Income from mutual fund investments	27.21	35.6
	Gain on sale of property, plant and equipment	2.20	0.9
	Interest on income tax refund	10.67	-
	Other income	61.21	79.2
		118.56	138.6
24	Finance costs		
	At financial liabilities measured at amortised cost		
	Interest on borrowings		
	- term loans from banks	82.76	198.3
	- cash credits and overdraft from banks	3.23	0.1
	- term loans from others	397.92	322.1
	Interest expense on Debentures	573.34	616.7
	Other borrowing costs	67.72	75.6
	Unwinding interest of OCRPS	3.37	1.0
	Interest expenses on lease liabilities	0.98	1.7
		1,129.32	1,215.7
25	Impairment on financial instruments		
	At amortised cost		
	Impairment loss allowance on loans	(687.94)	660.7
	Loans written off	846.31	709.9
		158.37	1,370.7



Samunnati Financial Intermediation & Services Private Limited**Notes to the standalone financial statements for the year ended 31 March 2024**

(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Note	Particulars	Year ended 31 Mar 2024	Year ended 31 Mar 2023
26	Employee benefits expenses		
	Salaries and wages	372.92	380.0
	Contribution to provident and other funds	15.93	15.2
	Employee stock option expenses (refer note no 31)	0.05	58.2
	Gratuity and leave encashment expenses (refer note no 32)	14.26	12.4
	Staff welfare expenses	22.77	15.4
		425.93	481.4
27	Depreciation and amortization (Refer Note 10)		
	Depreciation of property, plant and equipment	18.46	22.7
	Depreciation of right of use assets	9.54	12.1
	Amortisation of intangible assets	19.30	14.4
		47.30	49.3
28	Other expenses		
	Legal and professional charges	122.61	119.9
	Service fee expenses	6.02	5.9
	Technology and communication expenses	46.86	39.0
	Membership and subscription charges	19.82	15.4
	Travelling and conveyance	43.37	38.8
	Insurance	1.52	1.9
	Auditors remuneration*	6.38	7.4
	Repairs and maintenance - others	6.09	8.3
	Rates and taxes	0.50	0.7
	Rent	13.57	7.8
	Printing and stationery	4.83	3.7
	Power and fuel	4.04	4.3
	Sitting fees	2.68	2.2
	Marketing expenses	8.89	4.7
	CSR Contribution	-	7.8
	Miscellaneous expenses	11.91	22.0
		299.09	290.2
	*Payments to auditors		
	Statutory audit	3.44	3.4
	Limited review	1.65	1.5
	Tax audit^	0.22	0.4
	Certification	0.20	0.2
	Others	0.34	1.0
	Out of pocket expenses	0.03	0.0
	GST	0.50	0.8
	Total	6.38	7.4

^(Previous year includes tax audit fees for FY 21-22 & 22-23)

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Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in millions, except share data and as stated otherwise)

Note	Particulars	Year ended 31 Mar 2024	Year ended 31 Mar 2023
29	Income tax		
	a) Income tax recognized in statement of profit and loss		
	Current tax		
	In respect of current year	-	-
	In respect of prior years	-	5.0
		<u>-</u>	<u>5.0</u>
	Deferred tax:		
	In respect of current year origination and reversal of temporary differences	41.00	(318.6)
	Total	<u>41.00</u>	<u>(313.5)</u>
	b) Income tax recognized in other comprehensive income		
	Deferred tax related to items recognized in Other Comprehensive Income during the year:		
	Remeasurement of defined employee benefits	8.63	(0.2)
	Total income tax recognized in other comprehensive income	<u>8.63</u>	<u>(0.2)</u>
30	Earnings Per Share (EPS) after considering compulsorily convertible preference shares:		
	Net profit/ (loss) attributable to equity shareholders Rs. in millions (Basic and Diluted)	210.49	(983.8)
	Weighted average number of equity shares used in computing basic EPS (in numbers)	3,60,338	3,60,33
	Weighted average number of CCPS used in computing basic EPS (in numbers)	18,95,437	17,21,29
	Total weighted average number of shares used in computing Basic EPS (in numbers)	22,55,775	20,81,63
	Effect of potential dilutive equity shares (in numbers)	1,22,438	1,19,45
	Weighted average number of equity shares used in computing diluted earnings per share (in numbers)	23,78,213	22,01,09
	Basic EPS (Rs.) - face value of share Rs.10 each	93.31	(472.6)
	Diluted EPS (Rs.) - face value of share Rs.10 each*	88.51	(472.6)

*Due to loss incurred for the year ended 31 March 2023, the potential equity shares are considered anti dilutive.

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31 Employee share based payments

ESOP 2015 Scheme

- a) On September 08, 2015, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2015" (the "Plan") under which not more than 62,500 shares of the Company's equity shares was reserved for issuance to employees. In the Board meeting dated January 28, 2017, December 20, 2017 and April 29, 2019 additional shares of 6,794 (nos), 70,368 (nos) and 115,000 (nos) respectively were added to the Plan, issued and allotted to ESOP Trust.

The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the options shall lapse.

On June 21, 2018, the Board of Directors approved and the Company adopted the "Amendment to the Employees Stock Option Plan 2015" ("The Plan"). The amendment pertains to vesting period, exercise and grant of options to new joiners. The options to be granted to the eligible employees as per the eligibility criteria as determined by the Board of Directors. The share options vest in a graded manner over a period of 1-4 years and are exercisable within 2 months of exercise event, failing which the employees shall have to hold on till the next event arises. On May 24, 2019, the Board of Directors approved and the Company adopted the "Employees Stock Option Plan 2019". The amendment pertains to vesting period. Vesting of Options may now take place between three and four years in the manner, as may be decided by the Nomination and Remuneration Committee. On February 10, 2022 the Board approved the Employees Stock Option Plan 2022 to broaden the terms and conditions, including those on vesting, exercise, lapse, surrender, etc. and the same was approved by the Company on March 07, 2022.

During the current year board of directors did not approve any ESOP to employees.

Particulars	No of options as at 31 March 2024	Weighted Average Rate	No of options as at 31 March 2023	Weighted Average Rate
Options outstanding at the beginning of the year	74,454	3,441	85,713	3,173
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	(4,334)	11,224	(11,259)	-
Options outstanding at the end of the year	70,120	4,859	74,454	3,441
Options exercisable as at the end of the year	57,712	4,420	10,930	739

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 365 days (previous year 191 days).

- b) The fair value of the options granted is determined on the date of the grant using the "Black-Scholes option pricing model" with the following assumptions, as certified by an independent valuer.

Particulars	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21	FY 2021-22	FY 2022-23
Fair market value of option on the date of grant	582.86	806.84	1,030.40	1,726.61	2,970.44	3,318.07	5,022.43	-
Exercise price range (weighted average)	10.00	319.00	618.00	1,484.45	3,203.50	7,500.00	13,059.77	-
Expected volatility (%)	60.29%	60.29%	60.29%	60.29%	60.29%	60.29%	56.98%	56.98%
Expected forfeiture percentage on each vesting date	-	-	-	-	-	-	-	-
Expected option life (weighted average in years)	3.87	3.57	3.22	3.10	2.47	3.00	3.00	3.00
Expected dividends yield	-	-	-	-	-	-	-	-
Risk free interest rate (%)	7.55%	6.85%	6.66%	7.62%	6.81%	5.86%	6.80%	6.80%

Management Stock Option Scheme 2017

On December 20, 2017, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2017" hereinafter referred as the "Scheme". Under the Scheme, 28,529 options were granted to the promoter (Anil Kumar S G - Director and CEO), vesting over 1 year from the date of the grant. On April 29, 2019, the Board of Directors approved and the Company adopted the "Management Stock Option Scheme 2019". Under the revised Scheme, 45,000 options were granted to the promoter, vesting over 1 year from the date of the grant. On the happening of any liquidity event as defined in the Scheme, the Nomination and remuneration committee has the discretion to provide cashless exercise.

The weighted average remaining contractual life for the stock options outstanding at the end of the year was 0 days (previous year: 0 days)

Particulars	No of options as at 31 March 2024	Weighted Average Rate	No. of options as at 31 March 2023	Weighted Average Rate
Options outstanding at the beginning of the year	45,000	2,902	45,000	2,902
Granted during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired/ lapsed during the year	-	-	-	-
Options outstanding at the end of the year	45,000	2,902	45,000	2,902
Options exercisable as at the end of the period	45,000	2,902	45,000	2,902

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent

Fair market value of option on the date of grant	2,939
Number of options granted	45,000
Exercise price range (weighted average)	3,753
Expected volatility (%)	60.29%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	1
Expected dividends yield	0.00%
Risk free interest rate (%)	7.41%

Note: Since the MSOP shares issued on December 20, 2017 were vested before the date of transition to IND-AS, the Company has not fair valued such grants. Hence above disclosure is not presented for the same.

ESOP 2022 Scheme

The Company has adopted the Employee Stock Option Plan 2015 duly approved by the Board of Directors of Samunnati Financial Intermediation & Services Private Limited ("Company") on 08 September 2015, and by the members of the Company on September 08, 2015 vide an ordinary resolution; thereafter amended and adopted the Employee Stock Option Plan 2019 duly approved by the Board of Directors of the Company and the members of the Company with effect from 24 May 2019; further amended and adopted the Samunnati Employee Stock Option Plan 2022 duly approved by the Board of Directors of the Company and by the members of the Company with effect from 07 March 2022.



Under the newly amended scheme, the Company granted 12,285 options to the existing employees of the Company, based on commitments made during FY 2022-23. Of the total grants made, 2689 options were granted with accelerated vesting of one year. These options were granted to existing Senior Management team in lieu of a portion of their fixed compensation for the FY 2022-23 and were granted with effect from 01 April 2023 at an exercise price of INR 10,000. The Company also awarded 9,596 options to its new employees as part of their offer commitment with effect from 01 April 2023 at an exercise price of INR 10,000.

The Company had, in line with the RBI Notification No. RBI/2022-23/36 DOR.GOV.REC.No.29/18.10.002/2022-23 dated April 29, 2022 - Guidelines on Compensation of Key Managerial Personnel (KMPs) and Senior Management of Non-Banking Finance Companies, put in place a Compensation Policy for the KMPs and Senior Management of the Company. As part of this framework, KMPs and other Senior Management identified as per the compensation policy shall be eligible for ESOPs as part of their overall compensation. Under the new compensation framework, the Company will decide on the number of performance-based options to be granted under the ESOP component and these Options shall progressively vest over a period of 3 years and be also subject to malus and claw back provisions. These shall be applicable from FY 2023-24.

Particulars	No of options as at 31 March 2024	Weighted Average Rate
Options outstanding at the beginning of the year	-	-
Granted during the year	12,285	10,000
Exercised during the year	-	-
Expired/ lapsed during the year	(4,967)	-
Options outstanding at the end of the year	7,318	10,000
Options exercisable as at the end of the year	4,121	10,000

The fair value of the options granted is determined on the date of grant using the Black Scholes option pricing model with the following assumptions as certified by an independent valuer.

Fair market value of option on the date of grant	9,958
Number of options granted	12,285
Exercise price range (weighted average)	10,000
Expected volatility (%)	55.57%
Expected forfeiture percentage on each vesting date	0.00%
Expected option life (weighted average in years)	4
Expected dividends yield	0.00%
Risk free interest rate (%)	7.32%

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32 Employee benefits

Defined contribution plan

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards provident fund, which is a defined contribution plan. The Company has no obligations other than to make the specified contributions. The contributions are charged to the statement of profit and loss as they accrue.

Defined benefit plans

Gratuity

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The gratuity plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. The Company does not maintain any plan assets to fund its obligation towards gratuity liability.

The defined benefit plans expose the Company to risks such as Actuarial risk, Liquidity risk, Market risk, Legislative risk. These are discussed as follows.

Actuarial risk: It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons.

Adverse salary growth experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in obligation at a rate that is higher than expected.

Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption then the gratuity benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cash flow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption then the gratuity benefit will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

Liquidity risk: Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign / retire from the Company there can be strain on the cash flows.

Market risk: Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in defined benefit obligation of the plan benefits and vice versa. This assumption depends on the yields on the government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

Legislative risk: Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act, 1972, thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the defined benefit obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

Details of defined benefit plans as per actuarial valuation are as follows:

I. Amount recognized in the statement of Profit and Loss

Current service cost

Net Interest cost

Total expenses included in employee benefit expenses

II. Amount recognized in Other Comprehensive income

Remeasurement (gains)/ losses:

Actuarial (gain)/ losses arising from changes in

- Experience adjustments

Total amount recognized in other comprehensive income

III. Changes in the defined benefit obligation

Opening defined benefit obligation

Current service cost

Interest expense

Remeasurement (gains)/losses arising from changes in -

- Acquisitions

- Experience adjustments

- Disposals

Benefits paid

Closing defined benefit obligation

Year ended March 31, 2024	Year ended March 31, 2023
5.04	3.94
1.69	1.21
6.73	5.15
Year ended March 31, 2024	Year ended March 31, 2023
1.61	(0.88)
1.61	(0.88)
As at March 31, 2024	As at March 31, 2023
16.96	17.21
5.04	3.94
1.69	1.21
3.66	
1.61	(0.88)
-	(4.00)
(4.27)	(0.52)
24.69	16.96



IV. Net defined benefit obligation

Defined benefit obligation
Current portion of the above
Non current portion of the above

As at March 31, 2024	As at March 31, 2023
24.69	16.96
5.43	3.37
19.26	13.59

V. Maturity profile of defined benefit obligation (undiscounted)

Within 1 year
Year 2
Year 3
Year 4
Year 5
Years 6-10
Years 11-15
Years 15+

As at March 31, 2024	As at March 31, 2023
5.43	3.37
2.84	1.86
2.62	2.05
2.87	2.17
2.85	1.94
11.05	8.06
5.00	3.40
4.08	3.08

VI. Actuarial assumptions and sensitivity

Discount rate (p.a.)
Attrition rate
Rate of salary increase
In- service Morality rate

As at March 31, 2024	As at March 31, 2023
7.00%	7.20%
15.00%	15.00%
7.00%	7.00%
IAL2012-14Ult	IAL2012-14Ult

VII. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows

One percentage point increase in discount rate
One percentage point decrease in discount rate
One percentage point increase in salary growth rate
One percentage point decrease in salary growth rate
Ten percentage point increase in attrition rate
Ten percentage point decrease in attrition rate

Year ended March 31, 2024	Year ended March 31, 2023
(1.11)	(0.79)
1.22	0.87
1.23	0.87
(1.14)	(0.81)
(0.23)	(0.18)
0.23	0.18

b) Compensated absences

The company permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The company does not maintain any plan assets to fund its obligation towards compensated absences.

Actuarial assumptions for compensated absences

I. Actuarial assumptions and sensitivity

Discount rate (p.a.)
Rate of salary increase
Attrition rate over different age brackets

Year ended March 31, 2024	Year ended March 31, 2023
7.00%	7.20%
7.00%	7.00%
15.00%	15.00%

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

II. Expenses recognized in Statement of profit and loss

Included under gratuity and leave encashment expenses

Year ended March 31, 2024	Year ended March 31, 2023
7.53	7.27

III Net defined benefit obligation

Defined benefit obligation
Current portion of the above
Non current portion of the above

As at March 31, 2024	As at March 31, 2023
20.54	14.92
5.90	4.41
14.64	10.51



33 Details of security, repayment terms and applicable interest rates on debt securities and borrowings

a) Debt securities

For balances outstanding as at 31 March 2024

For balances outstanding as at 31 March 2024								
Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year*	Amount due beyond one year	Total*	Security details
Non Convertible Redeemable Debentures								
72 Months	10,00,000	24-Sep-18	24-Sep-24	14.59%	150.33	-	150.33	Book debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.67%	300.66	-	300.66	
72 Months	10,00,000	10-Aug-22	02-Aug-28	11.29%	9.45	585.00	594.45	
60 months	5,000	20-Aug-20	20-Aug-25	13.05%	0.00	0.05	0.05	
60 months	1,00,000	26-Jul-21	15-Jul-26	11.24%	352.24	0.03	352.27	
48 Months	10,00,000	15-Feb-22	15-Feb-26	14.71%	78.46	222.75	301.21	
48 Months	10,00,000	15-Feb-22	15-Feb-26	14.94%	78.45	222.75	301.20	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	363.43	-	363.43	
36 months	10,00,000	05-Apr-21	05-Apr-24	14.07%	316.09	-	316.09	
36 months	10,00,000	06-Sep-21	06-Sep-24	12.07%	245.71	-	245.71	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	125.92	-	125.92	
24 months	10,00,000	20-Apr-23	17-Apr-25	14.25%	36.16	214.38	250.53	
18 months	1,00,000	18-Aug-23	01-Feb-25	12.50%	147.06	-	147.06	
35 months	1,00,000	01-Dec-23	01-Oct-26	11.00%	106.45	183.87	290.32	
11 months	1,00,000	12-Feb-24	13-Jan-25	11.50%	125.67	-	125.67	
46 months	1,00,000	20-Feb-24	06-Dec-27	13.73%	8.10	750.60	758.70	
12 months	1,00,000	26-Feb-24	06-Mar-25	12.00%	252.52	-	252.52	
31 months	1,00,000	28-Mar-24	01-Oct-26	11.00%	68.97	131.03	200.00	
Commercial Papers								
3 Months	5,00,000	15-Feb-24	16-May-24	12.25%	150.00	-	150.00	
3 Months	5,00,000	19-Mar-24	27-Jun-24	12.50%	250.00	-	250.00	
3 Months	5,00,000	22-Mar-24	24-Jun-24	12.50%	175.00	-	175.00	
3 Months	5,00,000	27-Mar-24	27-Jun-24	12.50%	100.00	-	100.00	
					3,440.67	2,310.46	5,751.13	

*The above amount is post considering the impact of interest paid in advance of Rs. 17.38 million for Commercial papers

For balances outstanding as at 31 March 2023

Original maturity of loan	Face value (amount)	Date of allotment	Maturity date	Rate of interest	Amount due within one year	Amount due beyond one year	Total	Security details
Non Convertible Redeemable Debentures								
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.06%	0.33	150.00	150.33	Book debts
72 Months	10,00,000	24-Sep-18	24-Sep-24	12.27%	0.66	300.00	300.66	
72 Months	10,00,000	10-Aug-22	02-Aug-28	10.75%	9.28	585.00	594.28	
60 months	5,000	20-Aug-20	20-Aug-25	12.39%	513.67	0.05	513.72	
60 months	1,00,000	26-Jul-21	15-Jul-26	10.70%	7.17	345.00	352.17	
48 Months	10,00,000	15-Feb-22	15-Feb-26	12.16%	8.22	594.00	602.22	
36 Months	5,00,000	17-Jun-20	17-Jun-23	12.75%	25.13	-	25.13	
36 Months	10,00,000	19-Jun-20	19-Jun-23	13.00%	50.20	-	50.20	
36 Months	10,00,000	17-Jul-20	17-Jul-23	12.00%	271.12	-	271.12	
36 Months	10,00,000	15-Dec-20	15-Dec-23	12.06%	694.80	-	694.80	
36 Months	10,00,000	31-Mar-21	01-Apr-24	12.30%	0.11	354.00	354.11	
36 months	10,00,000	05-Apr-21	05-Apr-24	11.64%	121.34	300.00	421.34	
36 months	10,00,000	06-Sep-21	06-Sep-24	10.85%	1.71	244.00	245.71	
36 months	1,00,000	28-Dec-21	27-Dec-24	11.60%	128.43	123.33	251.76	
33 months	8,75,000	25-Sep-20	25-Jun-23	12.40%	247.98	-	247.98	
					2,080.15	2,995.38	5,075.53	

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Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

33 Details of security, repayment terms and applicable interest rates on debt securities and borrowings

b) Borrowings (other than debt securities)

For balances outstanding as at 31 March 2024

I. Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 Months	11.65%	3	15.20	0	-	15.20	Book debts and Cash Collateral
36 Months	11.65%	4	20.80	0	-	20.80	Book debts and Cash Collateral
25 Months	12.00%	11	36.89	0	-	36.89	Book debts
24 Months	13.25%	12	151.32	0	-	151.32	Book debts
18 Months	13.50%	9	79.41	0	-	79.41	Book debts
24 Months	12.00%	12	50.39	6	25.00	75.39	Book debts and Cash Collateral
30 Months	12.95%	12	178.20	12	177.25	355.45	Book debts
24 Months	11.50%	12	124.03	8	89.77	213.80	Book debts
24 Months	12.90%	12	142.17	11	147.08	289.25	Book debts
13 Months	12.25%	12	99.97	0	-	99.97	Book debts
13 Months	12.25%	8	13.44	0	-	13.44	Book debts
13 Months	12.50%	11	174.40	1	15.83	190.23	Book debts
Quarterly repayment of principal							
36 months	11.50%	3	37.83	0	-	37.83	Book debts
40 months	11.60%	2	150.00	0	-	150.00	Book debts
31 months	12.25%	4	125.00	1	31.25	156.25	Book debts
Annual repayment of principal							
48 months ECB - Note a)	10.91%	1	75.52	1	73.58	149.10	Book debts
48 months ECB - Note a)	11.12%	1	45.31	1	44.15	89.46	Book debts
Bullet Repayment of principal							
37 months ECB - Note a)	11.18%	0	10.66	1	332.64	343.30	Book debts
Half Yearly repayment of principal							
67 months ECB - Note a)	12.50%	0	3.42	8	624.00	627.42	Book debts
54 months ECB - Note a)	11.99%	1	78.81	7	547.35	626.15	Book debts and Cash Collateral
24 months	5.25%	2	25.00	0	-	25.00	Book debts and Cash Collateral
24 months	5.50%	1	50.00	1	50.00	100.00	Book debts and Cash Collateral
24 months	5.50%	1	40.00	2	80.00	120.00	Book debts and Cash Collateral
24 months	4.50%	2	200.00	2	200.00	400.00	Book debts and Cash Collateral
			1,927.76		2,437.89	4,365.65	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
3 Months	13.00%	1	50.50	
Monthly Repayment of Principal				
9 Months	12.75%	2	67.24	Book debts
9 Months	12.75%	5	194.88	
9 Months	12.75%	7	117.68	
9 Months	12.75%	8	224.11	
6 Months	12.50%	1	52.66	
12 Months	12.25%	12	40.33	
6 Months	12.60%	1	190.62	
7 Months	13.25%	6	70.41	
7 Months	13.00%	7	400.51	
6 Months	12.25%	6	100.06	
3 Months	12.75%	3	50.00	
Quarterly				
6 Months	12.60%	5	200.45	
6 Months	12.90%	6	200.38	
			1,959.82	

Note

a) ECB loan amount excludes forex restatement loss of Rs: 34.66 millions

b) The above amount excludes unamortised processing fees of Rs: 68.35 millions



Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.) unless otherwise stated)

For balances outstanding as at March 31, 2023

I. Long-term

Original maturity of loan	Rate of interest	Due within one year		Due beyond one year		Total	Security details
		No of instalments	Amount	No of instalments	Amount		
Monthly repayment of principal							
36 months	12.50%	6	38.77	0	-	38.77	Book debts
36 months	11.80%	7	33.40	0	-	33.40	Book debts
39 months	11.65%	12	67.20	3	15.20	82.40	Book debts and Cash Collateral
40 months	11.65%	12	67.20	4	20.80	88.00	Book debts and Cash Collateral
18 months	12.75%	1	45.15	0	-	45.15	Book debts
18 months	12.25%	1	9.13	0	-	9.13	Book debts
24 months	11.25%	9	107.56	0	-	107.56	Book debts
24 months	10.60%	12	150.00	0	-	150.00	Book debts and Cash Collateral
25 months	12.00%	12	36.18	11	36.60	72.79	Book debts
24 months	13.25%	12	151.67	12	150.00	301.67	Book debts
13 months	13.05%	1	11.19	0	-	11.19	Book debts
Quarterly repayment of principal							
35 months	11.75%	2	25.22	0	-	25.22	Book debts
36 months	11.50%	4	50.77	3	37.50	88.27	Book debts
30 months	11.60%	4	300.00	2	150.00	450.00	Book debts
12 months	13.35%	2	75.44	9	-	75.44	Book debts
12 months	13.75%	2	176.01	0	-	176.01	Book debts
Annual repayment of principal							
48 months	10.69%	1	122.28	2	240.70	362.98	Book debts
Bullet Repayment of principal							
37 months	11.18%	0	10.56	1	358.43	368.99	Book debts
Half Yearly repayment of principal							
24 months	5.25%	2	25.00	2	25.00	50.00	Book debts and Cash Collateral
24 months	5.50%	1	50.00	3	150.00	200.03	Book debts and Cash Collateral
			1,552.73		1,184.23	2,737.00	

II. Short-term

Original maturity of loan	Rate of interest	No of instalments	Amount	Security details
Bullet Repayment of principal				
12 months	9.30%	1	95.00	Book debts and Cash Collateral
12 months	10.25%	1	50.00	
12 months	11.00%	1	155.00	
Monthly Repayment of Principal				
6 months	12.60%	3	201.38	Book debts and Cash Collateral
6 months	13.40%	4	201.12	
12 months	12.75%	5	417.71	
6 months	12.00%	6	601.51	
12 months	14.50%	1	9.16	
III.OD backed by FD		Not Applicable	-	
			1,730.88	

Note

a) The above amount excludes unamortised processing fees of Rs. 30.81 millions



34 Fair value measurement

34.1 Financial instruments by category

a) Financial instruments measured at amortized cost

Particulars	As at March 31, 2024 Carrying value	As at March 31, 2023 Carrying value
Financial assets		
Cash and cash equivalents	1,143.12	935.83
Other bank balances	653.90	218.08
Loans	13,810.40	10,448.04
Investments	3,276.44	2,679.90
Other financial assets	37.42	32.38
	18,921.28	14,314.23
Financial liabilities		
Trade payables	25.88	46.97
Other payables	9.86	4.39
Debt securities	5,733.75	5,075.53
Borrowings (other than debt securities)	6,291.78	4,437.07
Other financial liabilities	94.76	89.07
	12,156.03	9,653.03

The management assessed that fair value of above financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments

b) Financial instruments measured at fair value through profit or loss

Particulars	Carrying value	Fair value	Fair value		
			Level 1	Level 2	Level 3
As at 31 March 2024					
Financial assets					
Investments	133.12	133.12	-	133.12	-
As at 31 March 2023					
Financial assets					
Investments	-	-	-	-	-

34.2 Fair value measurement hierarchy

The Company records certain financial assets and financial liabilities at fair value on a recurring basis. The Company determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability

The guidance specifies a hierarchy of valuation techniques based on whether the inputs to each measurement are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's assumptions about current market conditions. The fair value hierarchy also requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The Company determines fair values of its financial instruments according to the following hierarchy:

Level 1 - Valuation based on quoted market price: Financial instruments with quoted prices for identical instruments in active markets that the Company can access at the measurement date.

Level 2- Valuation using observable inputs: Financial instruments with quoted prices for similar instruments in active markets or quoted prices for identical or similar instruments in inactive markets and financial instruments valued using models where all significant inputs are observable.

Level 3 - Valuation technique with significant unobservable inputs: Financial instruments valued using valuation techniques where one or more significant inputs are unobservable.

35 Financial Risk Management Framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include market risk (including interest rate risk and other price risk), credit risk and liquidity risk. Compliance with policies and exposure limits is reviewed by the management on a continuous basis.

(a) Credit risk

Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligations. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets and other financial assets. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.



(b) Credit risk management

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

The Company provides for expected credit loss based on the following:

Assets covered	Nature	Basis of expected credit loss
Cash and cash equivalents (excluding cash on hand), other bank balances, investments and other financial assets	Low credit risk	-
Loans	Low credit risk	12 month expected credit loss
Loans	Moderate credit risk	Life time expected credit loss
Loans	High credit risk	Life time expected credit loss or fully provided for

Financial assets that expose the entity to credit risk

Particulars	Nature	As at March 31, 2024	As at March 31, 2023
Cash and cash equivalents (excluding cash on hand)	Low credit risk	1,143.12	935.83
Bank balance other than above	Low credit risk	653.90	218.08
Loans*	Low credit risk	13,302.03	10,647.71
Loans*	Moderate credit risk	677.77	154.61
Loans*	High credit risk	155.93	658.98
Investments	Low credit risk	3,409.56	2,679.90
Other financial assets	Low credit risk	37.42	32.38

(*) These represent gross carrying values of loans, without netting off impairment loss allowance

Cash and cash equivalents and bank deposits

Credit risk related to cash and cash equivalents (excluding cash on hand) and bank deposits is managed by only investing in highly rated deposits of banks across the country.

Other financial assets

Other financial assets measured at amortized cost includes security deposits, employee advances, deposits with financial institutions, payment receivable on securitisation, interest strip assets and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

Loans

The Company closely monitors the credit-worthiness of the borrower's through internal systems and appraisal process to assess the credit risk and define credit limits of borrower, thereby, limiting the credit risk by setting limits on the amount of risk it is willing to accept for the counterparties. These processes include a detailed appraisal methodology, identification of risks and suitable structuring and credit risk mitigation measures. The Company assesses increase in credit risk on an ongoing basis for amounts loan receivables that become past due and default is considered to have occurred when amounts receivable become 60 days.

The major guidelines for selection of the client includes:

1. The client's income and indebtedness levels must be within the prescribed guidelines of Reserve Bank of India,
2. The client must possess the required KYC documents
3. The client must be engaged in some form of economic activity which ensures regular income;
4. Client must agree to follow the rules and regulations of the organisation and
5. Credit bureau check – In order to deal with the problem of over extension of credit and indebtedness of the client, the organisation undertakes credit bureau checks compulsorily for every client. The credit bureau check helps the organisation in identifying clients with poor repayment histories and multiple loans.

Credit risk exposure

(i) Expected credit losses for financial assets other than loans

The Company have not made expected credit losses for financial assets other than loans

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at 31 March 2024				
Gross carrying amount	1,143.12	653.90	3,409.56	37.42
Less: Expected credit losses	-	-	-	-
Net carrying amount	1,143.12	653.90	3,409.56	37.42



Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Particulars	Cash and cash equivalents	Other bank balance	Investments	Other financial assets
As at 31 March 2023				
Gross carrying amount	935.83	218.08	2,679.90	32.38
Less: Expected credit losses	-	-	-	-
Net carrying amount	935.83	218.08	2,679.90	32.38

(ii) Movement of carrying amount and expected credit loss for loans

Definition of default:

The company has rebutted the presumption prescribed under Ind AS 109 that the credit risk increases significantly since initial recognition when contractual payments are more than 30 days (Stage 2) and that default occurs when a financial asset is 90 days past due (Stage 3). The risk profiling is determined for each segmented loan portfolio indicated below based on historical and market trends and directions from RBI including guidance for identification of NPA in agricultural advances.

Stage	Loans Days past due (DPD)
Stage 1	Upto 60 days
Stage 2	61 days to 180 days
Stage 3	More than 180 days

Credit Quality of Loan Assets

Particulars	As at March 31, 2024	As at March 31, 2023
Stage 1	13,302.03	10,647.71
Stage 2	677.77	154.61
Stage 3	155.93	658.98
Total	14,135.73	11,461.30

An analysis of changes in the gross carrying amount and the corresponding ECL allowances is, as follows:

As at March 31, 2024

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	10,647.71	154.61	658.98
New assets originated during the year, netted off repayments and derecognised	3,175.53	351.37	(6.16)
Transfer to stage 1	35.10	(35.10)	-
Transfer to stage 2	(302.54)	302.54	-
Transfer to stage 3	(253.77)	(95.65)	349.42
Amounts written off	-	-	(846.31)
Gross carrying value of closing balances	13,302.03	677.77	155.93

As at March 31, 2023

Particulars	Stage 1	Stage 2	Stage 3
Gross carrying value of opening balances	11,731.86	767.04	334.89
Adjustments to opening balances due to change in definition of default	-	(75.36)	142.79
Revised gross carrying value of opening balances	11,731.86	691.68	477.68
New assets originated during the year, netted off repayments and derecognised portfolio*	(217.28)	(441.69)	(65.29)
Transfer to stage 1	255.39	(254.83)	(0.56)
Transfer to stage 2	(224.89)	224.90	(0.01)
Transfer to stage 3	(891.74)	(65.41)	957.15
Amounts written off	(5.63)	(0.04)	(709.99)
Gross carrying value of closing balances	10,647.71	154.61	658.98

As at 31 March 2024

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	347.21	31.28	634.77
New assets originated during the year, netted off repayments and derecognised portfolio*	(161.29)	1.16	318.51
Transfer to stage 1	16.17	(16.17)	-
Transfer to stage 2	(64.05)	64.05	-
Transfer to stage 3	(11.61)	(13.67)	25.28
Amounts written off	-	-	(846.31)
ECL allowance - closing balances	126.43	66.65	132.25



Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

As at 31 March 2023

Particulars	Stage 1	Stage 2	Stage 3
ECL allowance - opening balances	29.48	43.03	280.02
New assets originated during the year, netted off repayments and derecognised portfolio*	(0.55)	(27.48)	(44.57)
Transfer to stage 1	0.64	(0.64)	-
Transfer to stage 2	(13.99)	13.99	-
Transfer to stage 3	(608.66)	(44.64)	653.31
Impact of ECL on exposures transferred between stages during the year	945.92	47.07	388.57
Amounts written off	(5.63)	(0.05)	(642.56)
ECL allowance - closing balances	347.21	31.28	634.77

If the probability of default and loss given default increases or decrease by 100 basis point the expected credit loss will increase or decrease by Rs. 85.06 millions and Rs. (62.88) millions respectively (As at 31 March 2023: Rs. 67.89 millions and Rs. (83.06) millions respectively).

*Assets originated during the year has been presented on net basis i.e. the collections towards fresh loans has been netted off

(c) Liquidity Risk Management :

Liquidity risk refers to the risk that the Company cannot meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company maintains adequate reserves and banking facilities, and continuously monitors the forecast and actual cash flows by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Company periodically. The Company believes that the working capital (including banking limits not utilised) and its cash and cash equivalent are sufficient to meet its short and medium term requirements.

Refer Note 33(a), 33(b) and 42 which details the Company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

(d) Market Risk

Market Risk is the risk that the fair value or the future cash flows of a financial instrument will fluctuate because of changes in market factor. Such changes in the values of financial instruments may result from changes in the interest rates, credit, liquidity, and other market changes. The Company is exposed to two types of market risk as follows.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company is subject to interest rate risk, principally because the Company lend to customers at fixed interest rates and for periods that may differ from our funding sources, while the borrowings are at both fixed and variable interest rates for different periods. The Company assess and manage the interest rate risk by managing the assets and liabilities. The Asset Liability Management Committee ensures that all significant mismatches, if any, are being managed appropriately. The Company has Board approved Asset Liability Management (ALM) policy for managing interest rate risk and policy for determining the interest rate to be charged on the loans given.

Sensitivity

The sensitivity of the statement of profit and loss is the effect of the changes in market interest rates on bank and other borrowings. Below is the sensitivity of profit and loss in interest rates.

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Interest sensitivity*		
Interest rates – increase by 0.50%	22.54	4.59
Interest rates – decrease by 0.50%	(22.54)	(4.59)

* Holding all other variables constant

Price Risk

The Company's exposure to price risk is not material and it is primarily on account of investment of temporary treasury surpluses in the highly liquid debt funds for very short durations. The Company has a board approved policy of investing its surplus funds in highly rated debt mutual funds and other instruments having insignificant price risk, not being equity funds/ risk bearing instruments.

Foreign currency risk

The Company does not have any unhedged foreign currency exposure and hence does not have any foreign currency risk.



36 Capital management

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to comply with externally imposed capital requirement and maintain strong credit ratings
- to provide an adequate return to shareholders

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Company determines the amount of capital required on the basis of operations, capital expenditure and strategic investment plans. The capital structure is monitored on the basis of net debt to equity and maturity profile of overall debt portfolio.

	As at March 31, 2024	As at March 31, 2023
Net debt to equity ratio		
Debt	12,025.53	9,512.60
Less: Cash and bank balances & other bank balances	(1,797.02)	(1,153.91)
Net debt	10,228.51	8,358.69
Total equity	7,688.76	5,601.46
Net debt to equity ratio (%)	133.03%	149.22%

37 Leases

As a lessee

a) Additions to right of use asset

Particulars

Leased premises

	Year ended March 31, 2024	Year ended March 31, 2023
	-	15.00

b) Carrying value of right of use asset

Particulars

Right of use asset as on the opening date

Additions during the year

Deletions during the year

Depreciation charge for the year

Balance as at the year end

	As at March 31, 2024	As at March 31, 2023
	13.61	12.37
	-	15.00
	-	(1.66)
	(9.54)	(12.10)
	4.07	13.61

c) Maturity analysis of lease liability

Contractual Undiscounted Cash Flows

Less than 1 year

One to five years

Total undiscounted lease liability

Lease liabilities included in the statement of financial position

	3.88	10.71
	1.22	5.10
	5.10	15.81
	4.75	14.46

d) Amounts recognized in Statement of profit or loss

Interest on lease liabilities

Depreciation charge for the year

Expenses relating to short-term leases

	Year ended March 31, 2024	Year ended March 31, 2023
	0.98	1.73
	9.54	12.10
	13.57	7.82

38 Operating segments

The Company has only one business segment and geographical segment, since it is only into the business of loan financing and operates only within India. Therefore, reporting under Ind AS 108 on 'Operating Segments', is not applicable for its financial statements.

39 Contingent liabilities

Claims against the company not acknowledged as debts :

The Company had received orders from Income Tax Assessing Officer (AO) pertaining to AY 2016-17, AY 18-19 and AY 20-21 wherein certain additions were made under section 56, section 68 and section 143(3) of Income Tax Act, 1961. The Company has obtained a stay on collection of the demand provided below. The Company considers the claims to be erroneous and as not payable under the provisions of Income Tax Act, 1961.

As at March 31, 2024

	AY 2016-17	AY 2018-19	AY 2020-21
Amount of demand	10.24	0.26	106.03
Amount paid against stay	2.10	-	21.21

As at March 31, 2023

	AY 2016-17	AY 2018-19	AY 2020-21
Amount of demand	10.24	0.26	106.03
Amount paid against stay	2.10	-	21.21



40 Corporate Social Responsibility

The Company has not incurred any expenditure in the current year (Previous year Nil).

Details of amount spent towards CSR activities :

a) Gross amount required to be spent by the Company during the year is Nil (previous year Nil)

Particulars	For the year ended					
	March 31, 2024			March 31, 2023		
	In cash	Yet to be paid in cash	Total	In cash	Yet to be paid in cash	Total
In construction/ acquisition of any asset	-	-	-	-	-	-
On other purposes	-	-	-	-	-	-

41 Reconciliation of movement in borrowings to cash flows from financing activities

Particulars	March 31, 2023	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2024
Debt securities	5,075.53	658.22	-	-	5,733.75
Borrowings (other than debt securities)	4,437.07	1,786.99	-	67.72	6,291.78
Total	9,512.60	2,445.21	-	67.72	12,025.53

Particulars	March 31, 2022	Cash flows (net)	Exchange difference	Amortisation of loan origination	March 31, 2023
Debt securities	5,301.33	(225.80)	-	-	5,075.53
Borrowings (other than debt securities)	5,300.64	(949.47)	45.10	40.80	4,437.07
Total	10,601.97	(1,175.27)	45.10	40.80	9,512.60

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Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

42 Maturity analysis of asset and liabilities

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

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						
Financial assets						
Cash and cash equivalents	1,143.12	-	1,143.12	935.83	-	935.83
Other bank balances	625.56	28.34	653.90	196.05	22.03	218.08
Loans	11,447.51	2,362.89	13,810.40	5,698.76	4,749.28	10,448.04
Investments	133.12	3,276.44	3,409.56	3.42	2,676.48	2,679.90
Other financial assets	27.48	9.93	37.42	27.31	5.07	32.38
	13,376.80	5,677.60	19,054.40	6,861.37	7,452.86	14,314.23
Non- financial assets						
Current tax assets (net)	-	240.83	240.83	-	296.23	296.23
Deferred tax assets (net)	-	531.23	531.23	-	563.60	563.60
Property, plant and equipment	-	24.40	24.40	-	42.77	42.77
Right of use assets	-	4.07	4.07	-	13.61	13.61
Intangible assets under development	-	20.85	20.85	-	22.92	22.92
Other intangible assets	-	40.03	40.03	-	38.96	38.96
Other non-financial assets	23.18	4.90	28.08	25.70	5.55	31.25
	23.18	866.30	889.48	25.70	983.64	1,009.34
LIABILITIES						
Financial liabilities						
Trade payables	25.88	-	25.88	46.97	-	46.97
Other payables	9.86	-	9.86	4.39	-	4.39
Debt securities	3,423.29	2,310.46	5,733.75	2,080.15	2,995.38	5,075.53
Borrowings (Other than debt securities)	3,882.40	2,409.38	6,291.78	3,264.43	1,172.64	4,437.07
Other financial liabilities	27.64	67.12	94.76	59.06	30.01	89.07
	7,369.07	4,786.96	12,156.03	5,455.00	4,198.03	9,653.03
Non- financial liabilities						
Provisions	11.33	33.90	45.23	7.78	24.10	31.88
Other non-financial liabilities	49.80	4.07	53.87	36.87	0.34	37.21
	61.13	37.97	99.10	44.65	24.44	69.09

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(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

43 Related party disclosures

a) **Names of related parties and relationship**

Relationship	Name of the related party
Wholly owned subsidiaries	Samunnati Agro Solutions Private Limited Samunnati Foundation Samunnati Finance Private Limited Samunnati Agri Innovations Lab Private Limited
Step-down subsidiary	Samunnati Investment Management Services Private Limited
Key management personnel (KMP)	Executive Director Mr. Anil Kumar S G - Director and CEO Mr. Gurunath Neelamani - Whole-time Director KMP Mr. Anand Subramannian - CFO (w.e.f 18 April 2024) Mr. Lalit Malik – CFO (w.e.f 22 April 2022 to 29 May 2023) Mr. Arunkumar Sridharan - Company Secretary (w.e.f. October 31, 2023) Independent directors: Mr. Narasimhan Srinivasan Mr. Sunil Satyapal Gulati Mr. Venkatesh Tagat (till 17 September 2023) Mr. Krishnan K (w.e.f. 18 September 2023) Nominee directors: Ms. Jyotsna Krishnan Mr. Mahendran Balachandran Mr. Akshay Dua Ms. Rekha Unnithan (Resigned w.e.f. from November 29, 2023) Ms. Stephen Dongwon Lee (w.e.f. November 30, 2023)
Entity in which KMP has significant influence	Samunnati ESOP Welfare Trust

b) Related party transactions

Nature of transactions	Year ended March 31, 2024	Year ended March 31, 2023
Samunnati Agro Solutions Private Limited		
Loans given	7,211.00	4,265.00
Loans repaid	7,155.00	5,465.00
Interest income on loans	56.59	133.04
Corporate guarantee provided / (withdrawn)	(186.69)	2,199.23
Investment in equity shares (Non-current investments)	299.96	999.24
Income from subsidiary for shared services	17.28	21.49
Salaries and wages (deputation charges)	20.79	2.87
Samunnati Foundation		
Investment in share capital	-	-
Loan repaid	5.82	
Interest income	1.17	
Loans given	19.67	1.10
Samunnati Agri Innovations Lab Private Limited		
Investment in equity shares	200.00	50.00
Loans given	298.80	155.00
Loans repaid	2.50	69.75
Interest income	17.93	5.57
Samunnati Finance Private Limited		
Investment in equity shares	100.00	-
Reimbursement of expenses	-	-
Samunnati Investment Management Services Private Limited		
Loans given	1.20	1.00
Loans repaid	1.00	-
Interest income	0.12	0.01
Mr. Anil Kumar S G		
Remuneration *	23.53	23.02



Samunnati Financial Intermediation & Services Private Limited
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(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

Nature of transactions	Year ended March 31, 2024	Year ended March 31, 2023
Mr. Gurunath Neelamani Remuneration *	12.61	8.20
Mr. Arunkumar Sridharan Remuneration *	2.71	3.20
Mr. Lalit Malik Remuneration *	-	1.98
Sitting fees paid		
Mr. Sunil Satyapal Gulati	1.16	0.85
Mr. Narasimhan Srinivasan	0.89	0.65
Mr Venkatesh Tagat	0.31	0.55
Mr. Krishnan K	0.33	-

* The provision for gratuity and compensated absences is made on the basis of actuarial valuation for all the employees of the Company, including the managerial personnel. Proportionate amount of gratuity and compensated absences is not included in the above disclosure, since the exact amount is not ascertainable.

c) Balances at the end of the year

Particulars	As at March 31, 2024	As at March 31, 2023
Samunnati Agro Solutions Private Limited		
Loans and advances (including interest accrued)	256.49	200.01
Corporate guarantee provided by Company towards borrowings	2,612.31	2,799.00
Deputation cost payable	-	0.59
Other receivables	7.59	7.63
Samunnati Agri Innovations Lab Private Limited		
Loans and advances (including interest accrued)	404.12	92.41
Deputation cost payable	0.01	17.80
Other receivables	1.56	-
Samunnati Foundation		
Loans and advances (including interest accrued)	15.68	1.10
Other receivables	10.58	12.73
Samunnati Finance Private Limited		
Other receivables	0.50	0.08
Samunnati Investment Management Services Private Limited		
Loans and advances (including interest accrued)	1.20	1.01

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44 Additional disclosure pursuant to the Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, (as amended) issued by the RBI

Liabilities side:

	As at 31 March 2024 Amount outstanding	As at 31 March 2024 Amount overdue	As at 31 March 2023 Amount outstanding	As at 31 March 2023 Amount overdue
1) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
(a) Debentures				
-Secured	4,950.44	-	5075.53	-
-Unsecured	125.67	-	-	-
(b)Deferred credits	-	-	-	-
(c)Term loans	6291.78	-	4437.07	-
(d)Inter-corporate loans and borrowing	-	-	-	-
(e)Commercial paper	657.64	-	-	-
(f) Public deposits	-	-	-	-
(g)Cash credit	-	-	-	-

Assets side:

	As at 31 March 2024 Amount outstanding	As at 31 March 2023 Amount outstanding
2) Break up of loans and advances including bills receivable (receivable from financing activity)		
(a) Secured	1,051.79	991.80
(b) Unsecured - includes loans to subsidiary	12,758.61	9,456.24
3) Break up of leased assets and stock on hire and other assets counting towards AFC activities		
(i) Lease assets including lease rentals under sundry debtors :		
(a) Financial lease	-	-
(b) Operating lease	-	-
(ii) Stock on hire including hire charges under sundry debtors		
(a) Assets on hire	-	-
(b) Repossessed Assets	-	-
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
4) Break-up of Investments		
Current Investments		
Quoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Pass through certificates	-	-
Unquoted		
(i) Shares	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Pass through certificates	-	3.42
Long term investments		
Quoted		
(i) Shares		
(a) Equity	-	-
(b) Preference	-	-
(ii) Debentures and Bonds	-	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Others (please specify)	-	-



	As at 31 March 2024 Amount outstanding	As at 31 March 2023 Amount outstanding
Unquoted		
(i) Shares		
(a) Equity	3,276.44	2,676.48
(b) Preference	-	-
(ii) Debentures and Bonds	133.12	-
(iii) Units of mutual funds	-	-
(iv) Government Securities	-	-
(v) Investment in securitized assets	-	-

5) Borrower group-wise classification of assets financed as in 2 (a) and (b) above :

As at 31 March 2024			
Category	Secured	Unsecured	Total
1) Related parties			
(a) Subsidiaries	-	677.49	677.49
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2) Other than related parties	1,051.79	12,081.12	13,132.91
Total	1,051.79	12,758.61	13,810.40

As at 31 March 2023			
Category	Secured	Unsecured	Total
1) Related parties			
(a) Subsidiaries	-	294.53	294.53
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2) Other than related parties	991.80	9,161.71	10,153.51
Total	991.80	9,456.24	10,448.04

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

As at 31 March 2024		
Category	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV
1) Related Parties		
(a) Subsidiaries	3,409.56	Not applicable
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2) Other than related parties	0.00	0.00
Total	3,409.56	0.00

As at 31 March 2023		
Category	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV
1) Related Parties		
(a) Subsidiaries	2,676.48	Not applicable
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2) Other than related parties	3.42	3.42
Total	2,679.90	3.42

7) Other Information

	As at 31 March 2024	As at 31 March 2023
(i) Gross Non-Performing Assets		
(a) Related parties	-	-
(b) Other than related parties	334.82	681.06
(ii) Net Non-Performing Assets		
(a) Related parties	-	-
(b) Other than related parties	172.43	40.85
(iii) Assets acquired in satisfaction of debt		-



8) Capital to Risk Asset Ratio ('CRAR'):

Particulars	As at 31 March 2024	As at 31 March 2023
CRAR (percent)	23.25%	20.18%
CRAR – Tier I Capital (percent)	17.63%	14.81%
CRAR – Tier II Capital (percent)	5.62%	5.37%
Amount of subordinated debt raised as Tier-II capital	-	-
Amount raised by issue of perpetual debt instruments	-	-

9) Investments

Particulars	As at 31 March 2024	As at 31 March 2023
Value of Investments		
(i) Gross value of investments		
(a) In India	3,409.56	2,679.90
(b) Outside India	-	-
(ii) Provisions for impairment		
(a) In India	-	-
(b) Outside India	-	-
(iii) Net value of investments		
(a) In India	3,409.56	2,679.90
(b) Outside India	-	-
Particulars	As at 31 March 2024	As at 31 March 2023
Movement of provisions held towards depreciation on investments		
(i) Opening Balance	-	-
(ii) Add: Provisions made during the year	-	-
(iii) Less: Write-off/write-back of excess provisions during the year	-	-
(iv) Closing Balance	-	-

10) Derivatives

i) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS) (also includes currency interest rate swaps)

Particulars	As at 31 March 2024	As at 31 March 2023
The notional principal of swap agreements	1,817.63	685.82
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)	(26.77)	(8.00)

The above instrument is for hedging the External Commercial Borrowing in foreign currency

ii) Exchange Traded Interest Rate (IR) Derivatives

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.

iii) Disclosures on Risk Exposure in Derivatives

The Company has a Treasury Risk Management Policy approved by the Assets Liability Committee and the Board. This policy provides the framework for managing various risks including interest rate risk and currency risk. The policy provides for use of derivative instruments in managing the risks.

Quantitative Disclosures:

Foreign currency non-repatriate loans availed:

Particulars	As at 31 March 2024	As at 31 March 2023
	Currency Derivatives	Currency Derivatives
(i) Derivatives (Notional principal amount) for Hedging	1,817.63	685.82
(ii) Market to Market position		
(a) Asset (+) Estimated gain	-	-
(b) Liability (-) Estimated loss	(26.77)	(8.00)
(iii) Credit exposure	-	-
(iv) Unhedged exposure	-	-



Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

11) Disclosure related to securitisation

During the year, the Company has not transferred any loans through securitisation

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
SPVs relating to outstanding securitisation transactions		
1. Number of SPVs sponsored by the NBFC for securitisation transactions as on the date of the balance sheet	-	-
2. Total amount of securitised assets as per books of the SPVs sponsored as on the date of the balance sheet	-	-
3. Total amount of exposures retained by the NBFC to comply with minimum retention requirement ('MRR')		
Off-balance sheet exposures		
First loss	-	-
Others	-	-
On-balance sheet exposures		
First loss (cash collateral)	-	-
Others (credit enhancement)	-	-
Amount of exposures to securitisation transactions other than MRR		
Off-balance sheet exposures		
Exposure to own securitizations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-
Exposure to third party securitisations		
First loss	-	-
Others	-	-

12) Details of financial assets sold to securitisation/reconstruction companies for asset reconstruction

The Company has not sold financial assets to securitisation/reconstruction companies for asset reconstruction in the current and previous year

13) Details of assignment transactions undertaken

There were no assets sold through assignment transactions during the current and previous year.

14) Details of non-performing financial assets purchased or sold

The Company has not purchased or sold any non performing financial assets during the current and previous year

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15) Asset liability management maturity pattern of certain items of assets and liabilities

As at 31 March 2024

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings*
1 to 7 days	970.55	-	0.10	970.65	851.71
8 to 14 days	524.94	-	-	524.94	20.85
14 days to 1 month	1,944.39	-	300.00	2,244.39	267.76
1 - 2 months	2,283.58	-	-	2,283.58	716.35
2 - 3 months	1,702.92	-	0.80	1,703.72	1,192.11
3 - 6 months	2,245.68	-	-	2,245.68	2,586.04
6 - 12 months	1,973.81	-	239.17	2,212.98	1,588.99
1 - 3 years	1,807.16	-	113.83	1,920.98	3,451.12
3 - 5 years	593.02	133.12	-	726.14	1,297.24
> 5 years	89.67	-	-	89.67	-
Total	14,135.73	133.12	653.90	14,922.75	11,972.16

*Borrowings does not include unamortized processing fees, interest accrued, mark to margins on external commercial borrowings and interest paid on commercial papers.

As at 31 March 2023

Maturity pattern	Assets				Liabilities
	Advances	Investments	Deposits	Total	Borrowings*
1 to 7 days	616.73	-	9.95	626.68	194.22
8 to 14 days	388.86	-	2.17	391.03	9.13
14 days to 1 month	716.57	2.41	-	718.98	400.98
1 - 2 months	2,601.89	1.01	2.60	2,605.50	405.14
2 - 3 months	1,342.41	-	86.49	1,428.90	580.33
3 - 6 months	1,515.09	-	1.13	1,516.22	2,521.12
6 - 12 months	1,634.52	-	93.77	1,728.29	1,252.90
1 - 3 years	1,349.61	-	22.03	1,371.64	3,594.53
3 - 5 years	1,113.81	-	-	1,113.81	584.98
> 5 years	181.81	-	-	181.81	0.06
Total	11,461.30	3.42	218.14	11,682.86	9,543.39

*Borrowings does not include unamortized processing fees.

Note:

- Amounts overdue against standard assets are considered under 1 to 7 days bucket.
- Amounts overdue against non-performing assets are considered under 3 to 5 years bucket.

16) Exposure to real estate sector

The Company does not have any direct exposures to real estate sector.

17) Exposure to capital market

The Company does not have any exposure to capital market as at 31 March 2024 and 31 March 2023.

18) Details of financing of parent company products

This disclosure is not applicable as the Company does not have any holding / parent company.

19) Details of Single Borrower Limit (SGL)/ Group Borrower Limit (GBL) exceeded

The Company has not exceeded Single Borrower Limit (SGL) nor has exceeded the Group Borrower Limit (GBL).

20) Advances against intangible securities

The Company has not given any advances against the rights, licenses, authorisations, etc.

21) Registration obtained from other financial regulators

During the year Company has not obtained any approvals from other financial regulators.

22) Disclosure of penalties imposed by RBI and other regulators

As per Regulation 60(2) of SEBI (LODR) Regulation, 2015, the Company had inadvertently delayed intimating the record date for interest payment of NCDs. BSE has levied a fine of INR 11,800 (incl. tax) for non compliance (one day delayed filing).

23) Related party transactions

Refer note 43 for Related party transactions

24) Ratings assigned by credit rating agencies and migration of ratings during the year

Instrument	Name of the rating agency	As at 31 March 2024		As at 31 March 2023	
		Amount rated (in millions)	Rating assigned	Amount rated (in millions)	Rating assigned
Non Convertible Debentures	CARE	450.00	BBB	450.00	BBB (stable)
Term loans (Long Term rating)	CRISIL	3,000.00	BBB Stable	3,000.00	BBB (stable)
Term loans (Short Term rating)	CRISIL	3,000.00	A2 Reaffirmed	3,000.00	A2
Commercial Paper	CRISIL	1,500.00	A2	400.00	A2
Non Convertible Debentures (Short Term)	CRISIL	350.00	A2	350.00	A2
Non Convertible Debentures (Long Term)	CRISIL	6,005.00	BBB Stable	5,835.00	BBB (stable)



Samunnati Financial Intermediation & Services Private Limited
Notes to the standalone financial statements for the year ended 31 March 2024
(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

25) Provisions and contingencies (shown under the head expenditure in Statement of profit and loss)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
Provision for depreciation on investments	-	-
Provision towards NPA	162.39	321.58
Provision made towards income tax	-	5.03
Provision for standard assets	162.94	339.15
Provision for depreciation and amortisation on property, plant and equipment, right of use assets and other intangible assets	47.30	49.32
Provision for employee benefits (Gratuity and compensated absences)	14.26	12.42

26) Draw down from reserves

Refer Statement of Changes in Equity for details relating to draw down from reserves.

27) Concentration of deposits, advances, exposures and NPAs

Particulars	As at 31 March 2024	As at 31 March 2023
i. Concentration of advances		
Total advances to twenty largest borrowers	3019.59	2,945.93
Percentage of advances to twenty largest borrowers to total advances of the NBFC	21.86%	28.20%
ii. Concentration of exposures (undrawn limits not considered)		
Total exposures to twenty largest borrowers/customers*	5,631.90	5,744.93
Percentage of exposures to twenty largest borrowers/customers to total exposure of the NBFC on borrowers/ customers*	34.29%	43.37%

*The total exposure includes the corporate guarantee given to the subsidiary company. Refer Note 43.

iii. Concentration of exposures

Total exposures to top four NPA accounts	146.45	217.58
--	--------	--------

iv. Sector-wise NPAs

Sector wise exposure and NPA is disclosed. Refer Note 45(3).

v. Movement of NPAs

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
A Net NPAs to Net Advances (%)	1.25%	0.39%
B Movement of NPAs (Gross)		
a) Opening balance	681.06	473.92
b) Additions during the year	831.67	891.86
c) Reductions during the year	331.59	36.48
d) Write-off during the year	846.31	648.23
e) Closing balance	334.82	681.06
C Movement of Net NPAs		
a) Opening balance	40.85	172.86
b) Additions during the year	748.92	40.80
c) Reductions during the year	617.34	172.82
d) Closing balance	172.43	40.85
D Movement of provisions for NPAs (excluding provision on standard assets)		
a) Opening balance	640.21	301.06
b) Provisions made during the year	82.75	851.06
c) Utilisation during the year	433.44	417.07
d) Write-back of excess provisions	127.12	94.84
e) Closing balance	162.39	640.21

vi. Overseas assets

The Company does not have any overseas assets as at 31 March 2024 and March 31, 2023.

28) There are no off-balance sheet SPVs sponsored by the Company as at 31 March 2024 and 31 March 2023 that are required to be consolidated.

29) Customer complaints*

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
i) No. of complaints pending at the beginning of the year	-	-
ii) No. of complaints received during the year	30	22
iii) No. of complaints redressed during the year	28	22
iv) No. of complaints pending at the end of the year	2	-

*Based on the information available with the management and relied upon by the auditors



30) Public Disclosure on Liquidity risk Management

(i) Funding Concentration based on significant Counterparty (both deposits and borrowings)

As at 31 March 2024

S.No.	Number of Significant Counterparties	Amount	% of Total borrowings	% of Total liabilities
1	22	11,346.84	94.36%	92.43%

As at 31 March 2023

S.No.	Number of Significant Counterparties	Amount	% of Total borrowings	% of Total liabilities
1	22	9,330.51	98.09%	95.97%

(ii) Top 20 large deposits as at 31 March 2024 and 31 March 2023 (amount in millions and % of Total Deposits)

Nil

(iii) Top 10 borrowings (amount in millions and % of Total Borrowings)

As at 31 March 2024

Amount	% of Total Borrowings
8,103.19	67.38%

As at 31 March 2023

Amount	% of Total Borrowings
6,748.12	70.94%

(iv) Funding concentration based on significant instrument/product

As at 31 March 2024

S.No.	Name of the instrument	Amount	% of Total liabilities
1	Cash credit	-	0.00%
2	Commercial paper	657.64	5.47%
3	Non convertible debentures	5,076.11	42.21%
4	Overdraft facilities	-	0.00%
5	Short-term Loans	1,959.82	16.30%
6	Long-term loans	4,331.96	36.02%
Total		12,025.53	100.00%

As at 31 March 2023

S.No.	Name of the instrument	Amount	% of Total liabilities
1	Cash credit	-	0.00%
2	Commercial paper	-	0.00%
3	Non convertible debentures	5,075.53	53.36%
4	Overdraft facilities	-	0.00%
5	Short-term Loans	1,730.88	18.20%
6	Long-term loans	2,706.19	28.45%
Total		9,512.60	100.00%

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 liabilities of the Company. Total liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus and computed basis extant regulatory ALM guidelines.

(v) Stock Ratios

As at 31 March 2024

S.No	Particulars	% of Public funds	% of Total liabilities	% of Total assets
a	Commercial Paper as a % of total public funds, total liabilities and total assets	5.47%	5.37%	3.30%
b	Non-convertible debentures (Original Maturity less than 1 year) as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
c	Short Term Liabilities as a % of total public funds, total liabilities and total assets	61.79%	60.63%	37.26%



As at 31 March 2023

S.No	Particulars	% of Public funds	% of Total liabilities	% of Total assets
a	Commercial Paper as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
b	Non-convertible debentures (Original Maturity less than 1 year) as a % of total public funds, total liabilities and total assets	Not applicable	Not applicable	Not applicable
c	Short Term Liabilities as a % of total public funds, total liabilities and total assets	57.81%	56.57%	35.89%

(vi) Institutional set-up for Liquidity risk management

Nature of risk:

- a) Liquidity risk arises from mismatches in the timing of cash flows and loan collection defaults.
- b) Funding risk arises from:
 - i) Inability to raise incremental borrowings to fund business requirement or repayment obligations
 - ii) When assets cannot be funded at the expected term resulting in cashflow mismatches
 - iii) Volatile market conditions impacting sourcing of funds from banks and money markets

Measurement, monitoring and management of risk

Liquidity and funding risk is measured by:

- i) Identification of gaps in the structural and dynamic liquidity statements
- ii) Assessment of incremental borrowings required for meeting the repayment obligation as well as the Company's business plan in line with prevailing market conditions

Monitored by:

- i) assessment of the gap between visibility of funds and the near term liabilities given current liquidity conditions and evolving regulatory directions for NBFCs
- ii) a constant calibration of sources of funds in line with emerging market conditions in banking and money markets
- iii) periodic reviews by Asset Liability Committee (ALCO) relating to the liquidity position and stress tests assuming varied 'what if' scenarios and comparing probable gaps with the liquidity buffers maintained by the Company.

Managed by:

The Company's treasury team under the guidance of ALCO through various means like liquidity buffers, sourcing of long term funds, positive asset liability mismatch, keeping strong pipeline of sanctions and approvals from banks and assignment of loans.

Executive governance structure- Management level Asset Liability Committee (ALCO): The Company's ALCO monitors Asset Liability mismatches to ensure that there are no imbalances or excessive concentrations on either side of the Balance Sheet. The Company continuously monitors liquidity in the market. As a part of its Asset-Liability Management (ALM) strategy, the Company maintains a liquidity buffer managed by an active investment to reduce this risk. As on 31 March 2024, the Company has liquidity of Rs. 1143.12 millions. The Company maintains a judicious mix of borrowings from banks, Agri Development Institutes, NBFCs and other impact investors and continues to diversify its sources of borrowings. This strategy of balancing varied sources of funds has helped the Company to maintain a healthy asset liability position and contain interest rate movements. During the financial year 2023-24, the weighted average cost of borrowings moved up by 19 basis points despite volatile market conditions. The Company continues to evaluate new sources of borrowing by way of new routes of funding like Commercial Papers, NCDs, Market Linked Debentures, Special Liquidity Schemes of RBI etc.

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Samunnati Financial Intermediation & Services Private Limited

Notes to the standalone financial statements for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

44) Asset classification as per IRAC norms

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms	Remarks
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)	
Performing assets							
Standard	Stage 1	13,302.03	126.43	13,175.59	50.17	76.26	0 - 60 days
	Stage 2	498.87	36.50	462.37	1.92	34.58	60 - 90 days
Subtotal		13,800.90	162.93	13,637.97	52.08	110.85	
Non-Performing Assets (NPA)							
Substandard	Stage 2	178.90	30.15	148.75	16.18	13.97	90 - 180 days
Substandard	Stage 3	155.92	132.25	23.68	15.21	117.04	More than 180 days
Doubtful - up to 1 year	Stage 3						
1 to 3 years	Stage 3						
More than 3 years	Stage 3	-	-	-	-	-	
Subtotal for doubtful		-	-	-	-	-	
Loss	Stage 3	-	-	-	-	-	
Subtotal for NPA		334.82	162.39	172.43	31.39	131.00	
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-	
	Stage 2	-	-	-	-	-	
	Stage 3	-	-	-	-	-	
Subtotal		-	-	-	-	-	
Total	Stage 1	13,302.03	126.43	13,175.59	50.17	76.26	
	Stage 2	677.77	66.65	611.12	18.10	48.55	
	Stage 3	155.92	132.25	23.68	15.21	117.04	
	Total	14,135.73	325.33	13,810.40	83.48	241.85	



45 Additional disclosure pursuant to circular RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23 dated 19 April 2022 on additional disclosures in financial statements w.r.t. 'Scale Based Regulation (SBR): A Revised Regulatory Framework' for NBFCs

Section I

A) Exposure

1) Exposure to real estate sector

The Company does not have any direct exposures to real estate sector.

2) Exposure to capital market

There is no exposure to capital markets as on 31 March 2024 and 31 March 2023.

3) Sectoral Exposure

Sectors	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (Rs. Million)	Gross NPAs (Rs. Million)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	10,727.72	255.18	2.38%	7,915.80	340.14	4.30%
2. Industry	460.96	0.42	0.09%	478.57	-	0.00%
3. Services	1,349.91	12.04	0.89%	1,826.77	208.68	11.42%
4. Personal Loans	1,597.13	67.18	4.21%	1,240.15	132.24	10.66%

4) Intra-group exposures

i) Total amount of intra-group exposures

Name of Group company	Loans Given (Outstanding)	Investment in Equity	Corporate Guarantees
Samunnati Agro Solutions Private Limited	256.49	2,079.30	2,612.31
Samunnati Agri Innovations Lab Private Limited (formerly known as "Kamatan Farm Tech Private Limited")	404.12	1,063.64	-
Samunnati Foundation	15.68	8.50	-
Samunnati Finance Private Limited	-	125.00	-
Samunnati Investment Management Services Private Limited	1.20	-	-
	677.49	3,276.44	2,612.31

Amount (Rs)

ii) Total amount of top 20 intra-group exposures (includes loans to subsidiaries, investment in subsidiaries and corporate guarantees given)

6,566.24

Percentage of intra-group exposures to total exposure of the NBFC on

iii) borrowers/customers (includes loans to subsidiaries, investment in subsidiaries and corporate guarantees given)

33%

5) Unhedged foreign currency exposure

The Company does not have any unhedged foreign currency exposure and hence does not have any foreign currency risk.

B) Related Party Disclosure

Refer note 43 for Related party disclosures.

C) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Particulars	Current Year	Previous Year
Complaints received by the NBFC from its customers		
1. Number of complaints pending at beginning of the year	-	-
2. Number of complaints received during the year	30	22
3. Number of complaints disposed during the year	28	22
3.1 Of which, number of complaints rejected by the NBFC	-	-
4. Number of complaints pending at the end of the year	2	-



Particulars	Current Year	Previous Year
Maintainable complaints received by the NBFC from Office of Ombudsman		
5. Number of maintainable complaints received by the NBFC from Office of Ombudsman	5.00	3.00
5.1. Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	3.00	-
5.2. Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
5.3. Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	-	-
6. Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

2) Top five grounds of complaints received by the NBFCs from customers

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
1	2	3	4	5	6
Current Year					
Loans and advances	-	30	36.36 % increase	2	2
Total	-	30	36.36 % increase	2	2
Previous Year					
Loans and advances	-	22	120 % increase	-	-
Total	-	22	120 % increase	-	-

Section II

A) Breach of covenant

There have been some breach of financial covenants during the year, however the Company has not classified any of its borrowings as immediately due during the year due to such breach of covenants since the management is confident that there will not be any recall of such loans based on their discussion with lenders.

45) The disclosures as required by the Master Direction - Monitoring of frauds in NBFCs issued by RBI dated September 29, 2016

During the year ended 31 March 2024, no fraud by the customer have been reported by the Company.

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45) (i) (a) Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated for the year ended 31 March 2024

Type of Restructuring		Other than CDR and SME Debt Restructuring [*]				
Asset Classification details		Standard	Sub-standard	Doubtful	Loss	Total
Restructured assets as on 01 April 2023	No. of borrowers	6.00	5.00	-	-	11.00
	Amount Outstanding	180.03	101.51	-	-	281.54
	Provision there on	78.91	111.44	-	-	190.35
Fresh restructuring during the year	No. of borrowers	616.00	-	-	-	616.00
	Amount Outstanding	14.64	-	-	-	14.64
	Provision there on	0.46	-	-	-	0.46
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	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-
	Provision there on	-	-	-	-	-
Downgradation of restructured accounts during the year	No. of borrowers	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-
	Provision there on	-	-	-	-	-
Recoveries during the year	Amount	45.78	-	-	-	45.78
Closure/Write off restructured accounts during the year	No. of borrowers	69.00	2.00	-	-	71.00
	Amount Outstanding	116.16	72.85	-	-	189.01
Restructured accounts as on 31 March 2024	No. of borrowers	553.00	3.00	-	-	556.00
	Amount Outstanding	124.29	28.66	-	-	152.95
	Provision there on	22.73	13.81	-	-	36.54

* represents one time restructuring in accordance with notification no RBI/2020-21/16 DOR No BP BC/3/21 04 048/2020-21 dated 6 August 2020 and RBI/2021-22/31 DOR STR REC 11/21 04 048/2021-22 dated 5 May 2021

(a) Disclosures under Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016, as updated for the year ended 31 March 2023

Type of Restructuring		Other than CDR and SME Debt Restructuring [*]				
Asset Classification details		Standard	Sub-standard	Doubtful	Loss	Total
Restructured assets as on 01 April 2022	No. of borrowers	13.00	2.00	-	-	15.00
	Amount Outstanding	350.39	23.24	-	-	373.63
	Provision there on	35.69	4.09	-	-	39.78
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	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-
	Provision there on	-	-	-	-	-
Downgradation of restructured accounts during the year	No. of borrowers	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-
	Provision there on	-	-	-	-	-
Recoveries during the year	Amount	58.00	-	-	-	58.00
Closure/Write off restructured accounts during the year	No. of borrowers	2.00	2.00	-	-	4.00
	Amount Outstanding	92.09	-	-	-	92.09
Restructured accounts as on 31 March 2023	No. of borrowers	6.00	5.00	-	-	11.00
	Amount Outstanding	180.03	101.51	-	-	281.54
	Provision there on	78.91	111.44	-	-	190.35

* represents one time restructuring in accordance with notification no RBI/2020-21/16 DOR No BP BC/3/21 04 048/2020-21 dated 6 August 2020 and RBI/2021-22/31



46 The Company has implemented cloud-based ERP from April 01, 2023 which is on SaaS model. The cloud server is located outside India and service provider promises very high level of server uptime and no data loss. As required by the Companies (Accounts) Rules, 2014, the back-up of the books of accounts shall be kept in servers physically located in India on a daily basis. As the original application server is kept outside India, a backup of the books of accounts needs to be taken on a daily basis and needs to be kept in servers in India for retrieval at any time. The Company has subscribed for certain functionality and the maintenance of the backup in India on a daily basis will be implemented from FY 2024-25.

47 Additional regulatory disclosures

- a. The Company owns freehold land and the title deeds of the freehold land is held in the name of the Company.
- b. The Company does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Company.
- c. The Company has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Company.
- d. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are either:
 - (a) repayable on demand or
 - (b) without specifying any terms or period of repayment during the current year.
- e. The Company has borrowings from banks or financial institutions on the basis of security of book debts and cash collaterals. The book debts are separately assigned to each borrower / financial institution and end use certificates are being filed with the borrower / financial institutions.
- f. No benami property are held by the Company and or no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- g. The Company has not been declared as a wilful defaulter by any bank or financial Institution or any other lender.
- h. The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, no companies have been identified as struck off companies.
- i. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- j. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- k. **Ratios**

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Capital to risk-weighted assets ratio (CRAR)	23.25%	20.18%
CRAR – Tier I Capital (percent)	17.63%	14.81%
CRAR – Tier II Capital (percent)	5.62%	5.37%

- l. The Company has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Company.
- m. Other than the transactions that are carried out as part of Company's normal lending business:
 - A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -
 - (a) 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
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
 - B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -
 - (a) 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
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



Samunnati Financial Intermediation & Services Private Limited

Summary of material accounting policies and other explanatory information for the year ended 31 March 2024

(All amounts are in millions of Indian Rupees (Rs.), unless otherwise stated)

n. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.

o. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

48 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.

49 Subsequent Events

The Company has since issued Compulsorily Convertible Preference Shares (CCPS) amounting to Rs. 248 million on 09 May 2024. This Pre-Series E funding will be utilized by the Company towards expansion of its business.

50 Previous year figures have been regrouped / rearranged, wherever considered necessary, to conform to the classification / disclosure adopted in the current year.

As per our report of even date attached

For PKF Sridhar & Santhanam LLP

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



V Kothandaraman

Partner

Membership No.: 025973

Place: Chennai

Date: 28 May 2024



For and on behalf of the Board of Directors of

Samunnati Financial Intermediation & Services Private Limited



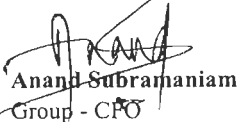
S G Anil Kumar

Director and CEO

DIN : 01189011

Place: Chennai

Date: 28 May 2024



Anand Subramaniam

Group - CFO

Place: Chennai

Date: 28 May 2024



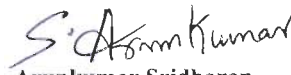
Gurnath Neelamani

Whole-time Director

DIN : 02799586

Place: Chennai

Date: 28 May 2024



Arunkumar Sridharan

Company Secretary

Membership No.: F7112

Place: Chennai

Date: 28 May 2024



Independent Auditor's Limited Review Report on Unaudited Standalone Financial Results of Samunnati Financial Intermediation & Services Private Limited for the quarter ended June 30, 2024 pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors of Samunnati Financial Intermediation & Services Private Limited

We have reviewed the accompanying statement of unaudited standalone financial results of Samunnati Financial Intermediation & Services Private Limited ('Company') for the quarter ended June 30, 2024, together with the notes thereon ('the Statement') being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulations').

This Statement which is the responsibility of the Company's Management and approved by the Company's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

for **PKF Sridhar & Santhanam LLP**

Chartered Accountants

Firm Registration No. 003990S / S200018

VEERARAGHAVAN

KOTHANDARAMAN

Digitally signed by VEERARAGHAVAN
KOTHANDARAMAN

Date: 2024.08.08 12:41:39 +05'30'

V Kothandaraman

Partner

Membership Number: 025973

UDIN: 24025973BKERHV2745

Place of signature: Chennai

Date: August 08, 2024



Samunnati Financial Intermediation & Services Private Limited Regd Office: Baid Hi Tech Park, 8th Floor, No 129 B, East Coast Road, Thiruvanniyur, Chennai-600041 CIN: U65990TN2014PTC096252 www.samunnati.com Tel: +91 44 66762400 Email:secretarial@samunnati.com Unaudited statement of standalone financial results for the quarter ended 30 June 2024					
(All amounts are in Rs. Millions, unless stated otherwise)					
		Quarter ended			Year ended
	Particulars	30 Jun 24	31 Mar 24	30 Jun 23	31 Mar 24
		Unaudited	Audited	Unaudited	Audited
	INCOME				
I	Revenue from operations	706.30	622.77	524.98	2,192.94
II	Other income	35.23	33.52	28.65	118.56
III	Total income (I+II)	741.53	656.29	553.63	2,311.50
	IV EXPENSES				
	Finance costs	377.24	317.73	267.52	1,129.32
	Impairment on financial instruments	130.31	97.85	22.45	158.37
	Employee benefits expense	129.87	95.65	116.81	425.93
	Depreciation and amortisation	10.22	10.86	12.98	47.30
	Other expenses	86.33	87.46	57.90	299.09
	Total expenses	733.97	609.55	477.66	2,060.01
V	Profit / (loss) before tax (III-IV)	7.56	46.74	75.97	251.49
VI	Tax expense:				
	(1) Current tax	-	-	-	-
	(2) Deferred tax	10.85	6.74	24.61	41.00
	Total tax expenses	10.85	6.74	24.61	41.00
VII	Profit / (loss) for the period (V-VI)	(3.29)	40.00	51.36	210.49
VIII	Other comprehensive income				
	(i) Items that will not be reclassified to profit or loss:				
	Re-measurements of defined benefit plans	0.26	(0.18)	0.38	(1.61)
	(ii) Gains / (Losses) on Hedge Accounting	(55.99)	(15.67)	-	(32.68)
	(iii) Income tax relating to above	14.03	3.99	(0.10)	8.63
	Other comprehensive income / (loss)	(41.70)	(11.86)	0.28	(25.66)
IX	Total comprehensive income	(44.99)	28.14	51.64	184.83
X	Paid up share capital	23.00	22.74	22.59	22.74
XI	Other Equity				7,666.02
X	Earnings per equity share: after considering Compulsorily convertible preference shares				
	(1) Basic (in Rupees)	(1.44)	17.73	22.85	93.31
	(2) Diluted (in Rupees)	(1.44)	16.82	21.63	88.51
		Not Annualised			Annualised
	Face value per share (in Rupees)	10.00	10.00	10.00	10.00

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- 1 Samunnati Financial Intermediation & Services Private Limited ('the Company') is an Non-Banking Financial Institution (NBFI) incorporated on 23 June 2014 and has its registered office at No: 129-B, 8th Floor, Baid Hi Tech Park, ECR, Thiruvannmiyur, Chennai - 600041. The Company has received Certificate of Registration dated 25 February 2016 from the Reserve Bank of India to carry on the business of Non-Banking Financial Institution without accepting deposits. The Company is classified as Non-deposit taking systemically important NBFCs (NBFCs-ND-SI).
- 2 The above standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 07 August 2024 and 08 August 2024 respectively. The above results have been subjected to limited review by the statutory auditors of the Company. The auditors have issued an unmodified report.
- 3 The standalone financial results has been prepared in accordance with Indian Accounting Standards "Ind AS" as notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India and in compliance with regulation 52 of the Securities Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations 2015. Any application guidance/ clarifications / directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued / applicable.
- 4 Other equity include Statutory Reserve as per Section 45IC of Reserve Bank of India Act, 1934, balance in securities premium, employees stock options outstanding reserve, capital redemption reserve, other comprehensive income and retained earnings.
- 5 The Chief Operating Decision Maker ('CODM') reviews the operations at the Company level. The operations of the Company fall under 'financing activities' which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108, Operating Segments. The Company operates in a single geographical segment, i.e. domestic.
- 6 The underlying forecasts and assumptions applied by the Company in determination of ECL allowance are subject to uncertainties which are often outside the control of the Company and accordingly, actual results may differ from these estimates. Any potential excess/shortfall based on actual experience will be adjusted in the relevant period in future. The Company will continue to closely monitor the impact and any material changes in both the internal and external environments. The Company has been duly servicing its debt obligations. The Company's management believes that Capital Adequacy and Liquidity position remains strong and shall continue to be an area of focus.
- 7 In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated 13 March 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 30 June 2024 and accordingly, no amount is required to be transferred to impairment reserve.
- 8 Disclosure as per RBI Notification RBI/2018-19/100 DBR.No.BP.BC.18/21.04.048/2018-19 dated 1 January 2019 extended via RBI notification RBI/2019-20/160 DOR.No.BP.BC.34/21.04.048/2019-20 dated 11 February 2020 extended further via RBI Notification RBI/2020-21/17 DOR.No.BP.BC/4/21.04.048/2020-21 dated 6 August 2020 - Micro, Small and Medium Enterprises (MSME) sector - Disclosure as per prescribed format for the quarter ended 30 June 2024:

No. of Accounts restructured	Amount
558 loan accounts pertaining to 554 Customers	151.31

- 9 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.

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Notes to unaudited statement of financial results for the quarter ended 30 June 2024

- 10 All outstanding Non-Convertible Debt Securities are secured by way of an exclusive charge on identified receivables of the Company with security cover ranging between 1 to 1.10 times of outstanding amount on such securities at any point in time.
- 11 Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the quarter ended 30 June 2024 is included in Annexure 1.
- 12 Details of loans transferred / acquired during the quarter ended 30 June 2024 under the RBI Master Direction on Transfer of Loan Exposures dated 24 September 2021 are given below:
i. The Company has not transferred loans not in default through Direct assignment.
ii. The Company has not transferred any non-performing assets (NPAs).
iii. The Company has not acquired any loans through assignment.
iv. The Company has not acquired any stressed loan.
- 13 Previous period's / year's figures have been regrouped/ reclassified wherever necessary, to confirm with the current period presentation.

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Anil Kumar S G
Director & CEO

DIN : 01189011
Place : Chennai
Date : 08 August 2024



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Samunnati Financial Intermediation & Services Private Limited Regd Office: Baid Hi Tech Park, 8th Floor, No 129 B, East Coast Road, Thiruvannmiyur, Chennai-600041 CIN: U65990TN2014PTC096252 www.samunnati.com Tel: +91 44 66762400 Email:secretarial@samunnati.com					
Annexure 1:					
Disclosure in compliance with Regulations 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, for the quarter ended June 30, 2024					
Sr. No	Particulars	Ratios			
		Quarter ended		Year ended	
		30 Jun 24	31 Mar 24	30 Jun 23	31 Mar 24
1	Debt-Equity Ratio ¹	1.71	1.56	1.23	1.56
2	Debt service coverage ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
3	Interest service coverage ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
4	Outstanding redeemable preference shares (quantity and value)	Nil	Nil	Nil	Nil
5	Capital redemption reserve(₹ in Million) ³	0.07	0.07	0.07	0.07
6	Debenture redemption reserve(₹ in Million) ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
7	Net worth (₹ in Million) ²	7,896.02	7,688.76	7,003.39	7,688.76
8	Net profit / (loss) after tax (₹ in Million)	(3.29)	40.00	51.36	210.49
9	Earnings per equity share (not annualised):				
	(a) Basic(₹)	(1.44)	17.73	22.85	93.31
	(b) Diluted(₹)	(1.44)	16.82	21.63	88.51
10	Current ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
11	Long term debt to working capital ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
12	Bad debts to Account receivable ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
13	Current liability ratio ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
14	Total debts to total assets*	0.62	0.60	0.55	0.60
15	Debtors turnover ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
16	Inventory turnover ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
17	Operating margin ³	Not Applicable	Not Applicable	Not Applicable	Not Applicable
18	Net profit / (loss) margin"	(0.00)	0.06	0.09	0.09
19	Sector specific equivalent ratios: (₹ in Million)				
	(a) Gross NPA % @	2.70%	2.37%	5.75%	2.37%
	(b) Net NPA % #	1.61%	1.25%	1.26%	1.25%
	(c) Capital to risk-weighted assets ratio**	21.61%	23.25%	28.14%	23.25%
Note: 1 Debt-equity ratio = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Networth. 2 Networth is calculated as defined in section 2(57) of Companies Act 2013. 3 The Company is a Non-Banking Financial Company registered under the Reserve Bank of India Act, 1934, hence these ratios are generally not applicable. * Total debts to total assets = (Debt securities+ Borrowings (other than debt securities) + Subordinated liabilities) / total assets. " Net profit / (loss) margin= Net profit / (loss) after tax / total income. @ Gross NPA (%) = Gross Loans EAD /Gross Total Loans EAD. Exposure at default (EAD) includes Loan balance and interest thereon. Gross loans refers to loans balances overdue above 90 days. # Net NPA (%) = (Gross Loans EAD - Impairment loss allowance) / (Gross Total Loans EAD - Impairment loss allowance). ** Capital to risk-weighted assets ratio is calculated as per the RBI guidelines.					

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