

Date: 08th September, 2020

To,
The Manager – CRD,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

Scrip Code: 508954

Subject: Submission of Annual Report for the financial year 2019-2020

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith copy of Annual Report for the financial year 2019-2020.

Kindly take the above in your record.

Thanking You,

Yours Faithfully,

For Finkurve Financial Services Limited



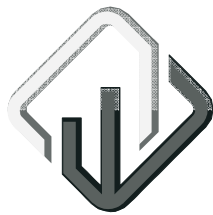
Sunny Parekh
Company Secretary & Compliance Officer
Membership Number: ACS 32611

Encl.: As above

Arvog
FINANCE

Finkurve Financial Services Limited
CIN: L65990MH1984PLC032403

Registered Office: 3rd Floor, Bullion House, 115, Tambakata Lane, Opposite Dagina Bazaar, Pydhonie, Mumbai 400 003
Corporate Office: 202, D-Wing, Trade World, Kamala Mill Compound, Lower Parel West, Mumbai 400 013
Tel: +91 22 42441200 | Email: mail@arvog.com | Web: www.arvog.com



Finkurve

Financial Services Limited

CIN: L65990MH1984PLC032403

36TH ANNUAL REPORT

2019 - 2020

**BOARD OF DIRECTORS**

Mr. Ketan Kothari	-	Chairman
Mr. Sachin Kothari	-	Executive Director
Mr. Narendra Jain	-	Additional Executive Director
Mr. Nishant Ranka	-	Independent Director
Mrs. Riddhi Tilwani	-	Independent Director
Mr. Sunny Parekh	-	Company Secretary
Mr. Aakash Jain	-	Chief Financial Officer

AUDITORS

M/s. Ladha Singhal & Associates,
Chartered Accountants,
Mumbai

BANKERS

AXIS Bank
Union Bank of India

REGISTERED OFFICE

3rd Floor, Bullion House,
115, Tambakatta Lane,
Zaveri Bazar,
Mumbai-400003

REGISTRAR & SHARE TRANSFER AGENTS

Sharex Dynamic (India) Private Limited
C-101, 247 Park, L B S Marg,
Vikhroli West, Mumbai- 400083

INDEX

PARTICULARS	Page No.
Notice -	2
Director's Report -	11
• Annexure I – Information pursuant to Section 197 of the Companies Act. 2013	18
• Annexure II – Extract of Annual Return	21
• Annexure III – Report on Corporate Governance	27
• Annexure IV – Secretarial Audit Report	42
• Annexure V- AOC-I	47
Management Discussion and Analysis Report	48
MD/CFO Certification	50
Auditor's Report on Standalone Financial Statements of the Company	52
Standalone Financial Statements of the Company	60
Auditor's Report on Consolidated Financial Statements of the Company	96
Consolidated Financial Statements of the Company.	103



NOTICE

Notice is hereby given that the 36th Annual General Meeting of the Members of Finkurve Financial Services Limited will be held on Wednesday, 30th day of September, 2020 at 2.00 P. M. through Video Conferencing ('VC') / Other Audio Visual Means ('OAVM') to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Consolidated and Standalone Audited Financial Statements of the Company for the Financial Year ended 31st March, 2020, together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a director in place of Mr. Ketan Kothari (DIN: 00230725), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/S. P. D. Saraf & Co., Chartered Accountants (FRN: 109241W) as the Statutory Auditors of the Company and fix their remuneration.

To consider, and if thought fit, to pass, the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014, (including any statutory modifications or re-enactment thereof, for the time being in force), and pursuant to the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, consent of the Members of the Company be and is hereby accorded to appoint M/s. P. D. Saraf & Co., Chartered Accountants, Mumbai (having FRN: 109241W), as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of the 41st Annual General Meeting, at an annual remuneration of upto Rs.2,50,000/- (Two Lakhs Fifty Thousand Only) plus applicable taxes and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit”

SPECIAL BUSINESS:

4. Issue of Non – Convertible Debenture on Private Placement Basis

To consider, and if thought fit, to pass, the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 42, 71 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under (including any statutory modification(s) or re enactment thereof, for the time being in force), the Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any amendment, modification, variation or re



enactment to any of the foregoing and other applicable rules / regulations / guidelines and provisions of the Articles of Association of the Company, consent of the Members be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee of the Board) to offer or issue Redeemable Non-Convertible Debentures (NCDs), secured or unsecured in one or more series / tranches aggregating up to an amount not exceeding Rs. 150 crores (rupees One Fifty crores only) on a private placement basis, during a period of one year from the date of passing this resolution, on such terms and conditions, as the Board may, from time to time, determine and consider proper and most beneficial to the Company including as to when the said NCDs be issued, the consideration for the issue, utilisation of the issue proceeds and all matters connected with or incidental thereto.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorised to finalise and execute all deeds, documents and writings as may be necessary, desirable or expedient, and to do all such acts, deeds, matters and things, as it may, in its absolute discretion deem necessary, proper or desirable and to delegate all or any of these powers to the Director(s) or any other Officer(s) of the Company or to any other person.”

5. To appoint Mr. Narendra Champalal Jain (DIN: 08788557), Additional Director of the Company as Whole-Time Director of the Company

To consider, and if thought fit, to pass, the following resolution as an **Special Resolution**:

“RESOLVED THAT pursuant to recommendation of the Board, Nomination and Remuneration Committee ('NRC Committee'), and approval of the Board and subject to the provisions of Sections 196, 197, 198, 203 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification or re-enactment thereof) read with Schedule- V of the Companies Act, 2013, the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements and Disclosure Requirements) Regulations, 2015 and Articles of Association of the Company, approval of the members of the Company be and is hereby accorded to appoint Mr. Narendra Champalal Jain (DIN: 08788557), as Whole-Time Director of the Company for a term of 5 years with effect from 31st August, 2020 on the following material terms and conditions:

- a) Tenure : 5 (Five) Years
- b) Remuneration : Remuneration payable to Mr. Narendra Jain shall be as follows (per month):

Sr. No.	Particulars	Amount in Rs.
1	Basic salary	135,000
2	House Rent Allowances	67,500
3	Conveyance	10,000
4	Other Allowances	12,500
	Total	225,000



- c) The Company shall reimburse the Whole-Time Executive Director, expenses incurred by him for the purpose of the business of the Company in accordance with the Company's policies, practices and procedures.
- d) Increment in salary and remuneration including incentive / bonus / performance linked incentive, payable to Mr. Narendra Jain shall be as may be determined by the Board and / or the NRC Committee.
- e) It is clarified that employees stock options granted / to be granted to Mr. Narendra Jain, if any, shall not be considered as a part of remuneration under (b) above and that the perquisite value of stock options exercised shall be in addition to the remuneration.
- f) General:
 - (i) The Whole-time Director shall act in good faith in order to promote the objects of the Company for the benefits of its members as a whole and in the best interest of the Company and carry out the orders and directions given by the Board from time to time in all respects and discharge his duties with due and reasonable care, skill and diligence.
 - (ii) The Whole-time Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.
 - (iii) The Whole-time Director shall adhere to the Company's Code of Conducts.
 - (iv) The office of the Whole-time Director may be terminated by the Company or by him by giving the other 1 (one) month's prior notice in writing.

RESOLVED FURTHER THAT in the event of absence or inadequacy of profits in any financial year during the currency of tenure of service of Mr. Narendra Jain as Whole-Time Director of the Company, the minimum remuneration payable shall be as approved by the Board or the NRC Committee.”

**By order of the Board of Directors
For Finkurve Financial Services Limited**

**Place: Mumbai
Date: 31st August, 2020**

**Ketan B. Kothari
Chairman
(DIN:00230725)**

**NOTES:**

1. In view of the global outbreak of the Covid-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its General Circular dated May 5, 2020 read with General Circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as 'MCA Circulars') permitted the holding of the Annual General Meeting ('AGM' or 'Meeting') through Video Conferencing ('VC') facility or other audio visual means ('OAVM'). Further, Securities and Exchange Board of India ('SEBI') vide its Circular dated May 12, 2020 ('SEBI Circular') has also granted certain relaxations. In compliance with the provisions of the Companies Act, 2013 ('the Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') and MCA Circulars, the 36th AGM of the Company is being held through VC/OAVM on Wednesday, 30th September, 2020 at 2.00 p.m. (IST). The deemed venue for the 36th AGM will be Office No. 202, D – Wing, Trade World, Kamala Mills Compound, Lower Parel (W), Mumbai – 400 013.
2. **PUSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF ON POLL ONLY AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD THROUGH VC/OAVM FACILITY, PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, THE FACILITY FOR APPOINTMENT OF PROXIES BY THE MEMBERS WILL NOT BE AVAILABLE FOR THIS AGM AND HENCE THE PROXY FORM, ATTENDANCE SLIP AND ROUTE MAP OF THE AGM VENUE ARE NOT ANNEXED TO THIS NOTICE.**
3. Corporate Members are requested to send a duly certified scanned copy of the Board resolution authorizing their representative to attend and vote at the AGM or any adjournment thereof through e-mail at mayankarora17@gmail.com or finkurvefinancial@gmail.com with a copy marked to evoting@nsdl.co.in.
4. Members desirous of seeking information about the accounts of the Company are requested to e-mail their queries atleast ten days before the meeting at finkurvefinancial@gmail.com.
5. The Members will be enabled to attend the AGM in the VC/OAVM mode and the members shall be allowed to join the meeting 30 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting by logging in to the e-voting portal following the procedure mentioned in the Notice for e-voting. The members can view the proceedings of the meeting by clicking the Live Streaming link against the EVEN of Finkurve Financial Services Limited. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1,000 Members on a first come first served basis as per the MCA Circulars.
6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
7. Pursuant to the relaxations granted by the MCA Circulars the Notice of the AGM alongwith the Annual Report 2019-20 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories. The Notice convening the 36th AGM has been uploaded on the website of the Company at www arvog.com and may also be accessed from the website of BSE Limited i.e. www.bseindia.com
8. Members are requested to register / intimate any change in their email address, immediately to Registrar and Share Transfer Agents ('RTA') of the Company, Sharex Dynamic (India) Private Limited, C-101, 247 Park, L B S Marg, Vikhroli West, Mumbai- 400083, to enable us to serve the Annual Report for 2019-20 and Notice of 36th AGM by electronic means. Members holding shares in electronic form may update such details with their respective Depository Participants. Members are requested to support our commitment to environment protection by choosing to receive the Company's communication through email going forward.
9. A Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.



10. Members are requested to quote Folio Number/Client ID / DP ID in their all correspondence.
11. Pursuant to Section 108 of the Companies Act, 2013, read with the relevant Rules of the Act, the Company is pleased to provide the facility to Members to exercise their right to vote by electronic means. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on Wednesday, 23rd September, 2020, i.e. the cut-off date are entitled to vote on the Resolutions set forth in this notice. Members who have acquired shares after the despatch of the Annual Report and before the cut-off date may approach the Company for issuance of the User ID and Password for exercising their right to vote by electronic means. The E-voting period will commence at 9.00 a.m. on Sunday, 27th September, 2020 and will end at 5.00 p.m. on Tuesday, 29th September, 2020. The Members holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Wednesday, 23rd September, 2020, and who have not cast their vote electronically, may cast their vote during the Annual General Meeting as per the process mentioned below. The Company has appointed Mr. Mayank Arora, proprietor of M/s. Mayank Arora & Co., Company Secretaries in whole time practice, to act as the Scrutinizer, for conducting the scrutiny of the votes cast. The Members desiring to vote through electronic mode may refer to the detailed procedure on E-voting given hereinafter.

PROCEDURE FOR E-VOTING

1. Voting through electronic means

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through E-voting services provided by National Securities Depository Limited (NSDL):

The instructions for E-voting are as under:

The Notice of the 36th AGM of the Company inter alia indicating the process and manner of E-Voting process is being dispatched to all the Members.

EVEN (E-voting Event Number) USER ID PASSWORD/PIN

- (i) NSDL shall also be sending the User-ID and Password; to those Members whose shareholding is in the dematerialized format and whose email addresses are registered with the Company/Depository Participants(s).
- (ii) Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com/>
- (iii) Click on Shareholder – Login.
- (iv) Put user ID and password as initial password noted in step (i) above. Click Login.
- (v) Password change menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (vi) Home page of E-voting opens. Click on E-voting: Active Voting Cycles.
- (vii) Select “EVEN” of Finkurve Financial Services Limited.
- (viii) Now you are ready for E-Voting as Cast Vote page opens.
- (ix) Cast your vote by selecting appropriate option and click on “Submit” and also “Confirm” when prompted.
- (x) Upon confirmation, the message “Vote cast successfully” will be displayed.
- (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
- (xii) Institution Shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly



authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail mayankarora17@gmail.com or finkurvefinancial@gmail.com with a copy marked to evoting@nsdl.co.in

- (xiii) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and E-voting user manual for Shareholders available at the Downloads section of www.evoting.nsdl.com.

- (xiv) If you are already registered with NSDL for E-voting then you can use your existing user ID and password for casting your vote.

If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

How to retrieve your 'initial password'?

If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

- (xv) You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- (xvi) The E-voting period commences on Sunday, 27th September, 2020 (9:00 am) and ends on Tuesday, 29th September, 2020 (5:00 pm). During this period Shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Wednesday, 23rd September, 2020, may cast their vote electronically. The E-voting module shall also be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Shareholder, the shareholder shall not be allowed to change it subsequently.
- (xvii) The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on Wednesday, 23rd September, 2020.
- (xviii) Since the Company is required to provide Members facility to exercise their right to vote by electronic means, Shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Wednesday, 23rd September, 2020, and not casting their vote electronically, may only cast their vote during the Annual General Meeting following the same procedure mentioned above. The e-voting during the AGM will commence upon announcement by the Chairman.

Only those Members/Shareholders, who will be present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

- (xix) The Scrutinizer shall within a period of not exceeding three(3) working days from the conclusion of the E-voting period unlock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (xx) The Results shall be declared on or after the 36th Annual General Meeting of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.arvog.com and on the website of NSDL



within two(2) days of passing of the resolutions at the 36th Annual General Meeting of the Company on 30th September, 2020 and communicated to the BSE Limited.

- (xxi) Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice :

In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to finkurvefinancial@gmail.com

In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to finkurvefinancial@gmail.com

2. In accordance with the MCA Circulars, all documents referred to in the Notice will be made accessible to the Members for inspection upon a written request sent to the Company at finkurvefinancial@gmail.com before the date of the AGM.

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 (“The Act”)

The Following Statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice:

Item No. 3

The Members of the Company at the 32nd Annual General Meeting ('AGM') held on 30th September, 2016 approved the re-appointment of M/s. Ladha Singhal & Associates, Chartered Accountants, as the Auditors of the Company for a period of 4 (four) years from the conclusion of the said AGM. M/s. Ladha Singhal & Associates will complete their present term on conclusion of this AGM in terms of the said approval and Section 139 of the Companies Act, 2013 ('the Act') read with the Companies (Audit and Auditors) Rules, 2014. The present remuneration of M/s. Ladha Singhal & Associates for conducting the Statutory Audit for the financial year 2019-20, as approved by the Members, is Rs. 1,50,000/- plus goods and services tax as applicable, and reimbursement of out-of-pocket expenses incurred. The Board of Directors of the Company ('the Board'), on the recommendation of the Audit Committee ('the Committee'), recommends for the approval of the Members, the appointment of M/s. P. D. Saraf & Co., Chartered Accountants ('PDS'), Mumbai (having FRN: 109241W), as the Auditors of the Company for a period of five years from the conclusion of this AGM till the conclusion of the 41st AGM. On the recommendation of the Committee, the Board also recommends for the approval of the Members, the remuneration of PDS for the financial year 2020-21 as set out in the Resolution relating to their appointment.

The Committee considered various parameters like audit experience in the Company's business segment, market standing of the firm, clientele served, technical knowledge etc., and found PDS to be suitable to handle the complexity associated with the audit of the financial statements of the Company. PDS was established in the year 1963, and has been in the industry for over 55 years and has experience of a wide range of industries like Textiles, Plastic, Metals, Banks, Share Brokers and has also worked for Regulatory Authorities like the RBI, SEBI etc. PDS have given their consent to act as the Auditors of the Company and have confirmed that the said appointment, if made, will be in accordance with the conditions prescribed under Sections 139 and 141 of the Act.

The Board recommends the Ordinary Resolution set out at Item No. 3 of the Notice for approval by the members.

None of the Directors and Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 3 of the Notice

Item No. 4

In order to augment long term resources for financing, *inter alia*, for the strategic business expansion in future and for general corporate purposes, the Company is planning to mobilize funds through issue of Non-Convertible Debentures.

It is proposed to offer or invite subscriptions for NCDs on private placement basis, in one or more tranches, during the period of one year from the date of passing of this special resolution by the members upto Rs. 150 Crores, as may be approved by the



Members from time to time, with the authority to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include any Committee which the Board may constitute to exercise its powers, including the powers conferred by Resolution No. 4 to determine the terms and conditions including the issue price of NCDs, interest, repayment, security or otherwise, as it may deem expedient and to do all such acts, deeds, matters and things in connection therewith and incidental hereto as the Board shall in its absolute discretion deems fit, without being required to seek any further consent or approval from Members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of the resolution.

As per the provisions of Section 42 of the Companies Act, 2013 (“the Act”) and Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014, a Company offering or making an invitation to subscribe to Redeemable Non-Convertible Debentures (NCDs) secured or unsecured on a Private Placement basis is required to obtain prior approval of the Members by way of Special Resolution. Such approval by a Special resolution can be obtained once a year for all the offer(s) and invitation(s) for such NCDs to be made during the year. Accordingly, the approval of the Members is being sought by way of a Special Resolution under Section 42 and other applicable provisions, if any of the Act and its Rules there under as set out in Item No. 4 appended to this notice.

The Board commends the Special Resolution set out at Item No. 4 of the Notice for approval by the members.

None of the Directors and Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the Notice

Item No. 5

Pursuant to the recommendation of the Nomination and Remuneration Committee ('NRC') and the prior approval received from the Reserve Bank of India, the Board of Directors of the Company at its meeting held on 31st August, 2020, appointed Mr. Narendra Champalal Jain as an Additional Director designated as the Whole-Time Director of the Company with effect from 31st August, 2020, for a period of five years, subject to the approval of the Members and the Central Government, as may be required under applicable law. In accordance with the provisions of Section 161 of the Companies Act, 2013, Mr. Narendra Jain shall hold office up to the date of the 36th AGM to be held on 30th September, 2020 and shall be eligible for election subject to the approval of the Members at this AGM. In accordance with the provisions of Section 152, 196, 197 and 203 and other applicable provisions of the Companies Act, 2013, approval of the Members is required for appointment of Mr. Jain as the Whole-Time Director of the Company with effect from 31st August, 2020. Mr. Jain is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given his consent to act as Director. The Company has received notice in writing from a Member along with the deposit of requisite amount under Section 160 of the Act proposing the candidature of Mr. Jain for the office of Whole-Time Director of the Company. Copy of draft letter of appointment of Mr. Jain setting out the terms and conditions of appointment is available for inspection by the Members in the manner specified in the notes.

Brief profile of Mr. Jain and the additional information pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standards on General Meetings (SS-2), is given in Annexure A to this Notice.

Considering the rich experience of Mr. Jain, the Nomination & Remuneration Committee along with the Board considers that, the association of Mr. Jain would be beneficial to the Company and it is desirable to continue to avail his service as Whole-Time Director of the Company. Accordingly, it is proposed to appoint Mr. Jain as Whole-Time Director of the Company on the Remuneration and other material terms and Conditions as mentioned in the resolution above.

The Board commends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the members.

Except Mr. Jain being the appointee, or his relatives, none of the Directors and Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of the Notice.

By order of the Board of Directors
For Finkurve Financial Services Limited

Ketan B. Kothari
Chairman
(DIN:00230725)

Place: Mumbai
Date: 31st August, 2020

**ANNEXURE A****Brief Resume of Mr. Narendra Jain**

Mr. Narendra Jain is an Associate Member of Institute of Chartered Accountants of India and holds a Bachelor's degree in Commerce. He has accumulated extensive experience of over 15 years throughout his career in the fields of Forex, Treasury, Bullion, Finance, Secondary Market, Derivatives, Market Making etc. Mr. Jain was associated with ICICI Bank Ltd. for over 6 years during which he launched the Forex Trading Platform (CTS) which saved the Bank's cost by INR 10 Million per annum. He was awarded the most prestigious 'Captain of the 7Cs' award for CTS outsourcing project at GMG Annual Awards function. He served as the Assistant Vice President at the MUFG Bank (previously known as The Bank of Tokyo Mitsubishi UFJ Ltd.) for 2 years and then as the Vice President for 4 years. During these years he managed the proprietary trading book in Spot & Forwards segment in various currencies and also acted as a market maker in INR Spot & Forwards for other inter-banks through Reuters Dealing as well as Brokers. During his career with both the Banks, Mr. Jain has often exceeded his productivity/ trading targets. He has also worked with Companies dealing in Bullion, precious metals and Forex where he achieved financial targets for Bullion Desk as well as Forex Desk, streamlined a lot of treasury activities in order to improve productivity and optimize the cost.

Details pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standards on General Meetings:

Name of the Director	Mr. Narendra Champalal Jain
Date of Birth & Age	04/01/1981, 39 Years
Date of Appointment	31 st August, 2020
Relationship with Directors and Key Managerial Personnel	None
Expertise in specific functional area	Industry Knowledge, Banking, Investment, Financial Services, Financial Literacy and Audit, Risk Management, Economics & Market conditions, Governance & Regulatory Knowledge.
Qualification(s)	Bachelor in Commerce Chartered Accountant CFA Level III
Board Membership of other listed Companies	None
Chairmanships/Memberships of the Committees of other public limited companies	None
Shareholding in the Company	Nil

**DIRECTOR'S REPORT**

To,
The Members,
Finkurve Financial Services Limited

Your directors take the pleasure in presenting their Report and Audited Consolidated and Standalone Financial Statements of the Company along with Auditor's Report thereon for the financial year ended 31st March, 2020.

(As per IND-AS) (Amount in Lakhs.)

Particulars	Standalone		Consolidated	
	2019-20	2018-19	2019-20	2018-19
Total Revenue	1,637.94	1,503.10	2,482.95	1,768.46
Less: Total Expenses	1,104.36	1,385.62	1,956.28	1,673.50
Add: Share of Profit/ (Loss) of Associates	-	-	5.30	(18.93)
Profit/ (Loss) before taxation	533.58	117.48	531.97	76.02
Less: Tax Expense	130.63	38.72	125.30	28.67
Profit/ (Loss) After Tax	402.96	78.76	406.67	47.35
Other Comprehensive Income	-	-	-	-
Total comprehensive income for the year	402.96	78.76	406.67	47.35

1. BUSINESS OVERVIEW:

Your Company has been classified as a Loan Company in providing long term and short term loans to other corporate/ firms. However your Board is in constant search for new business avenues which can be taken with the existing business.

2. BUSINESS PERFORMANCE:

During the year under review, your Company earned a total revenue of Rs. 1,637.94 lakhs as against Rs. 1,503.10 lakhs in the previous year. The profit before tax was Rs. 533.58 lakhs as against Rs. 117.48 lakhs in the previous year. The Net profit of Rs. 402.96 lakhs has been carried to the Balance Sheet. Your directors expect a better performance in the coming years

3. SHARE CAPITAL:

The authorized share capital is Rs. 13,00,00,000/- and paid-up share capital is Rs. 12,68,58,198/- of Rs. 1/- each. There has been change in the authorized and paid-up share capital of the Company during the year under review, the authorized capital of the Company was increased from Rs. 12,00,00,000/- to Rs. 13,00,00,000/-.

The Company allotted 11,837,148 (in total) Equity Shares of Rs. 1/- each on preferential basis to M/s. Nexfact Limited and M/s. Rishabh Jewellers (through its Partners) on 12th April, 2019, and 1,84,21,050 (in total) Equity Shares of Rs. 1/- each on preferential basis to M/s. Muthoot Bankers (Trivandrum) (through its Partners) on 07th January, 2020.

**4. DIVIDEND:**

Your directors are not recommending any payment on account of dividend.

5. TRANSFER TO RESERVES:

The Board of Directors recommend to transfer 20% of profit to the reserve fund during the year under review as per Section 45IC of The RBI Act, 1934. Further, the balance amount of profit for the year under review has been carried forward to the Statement of Profit and Loss.

6. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Pursuant to Regulation 34(2) of the SEBI (Listing Obligations and Disclosures Requirements) (LODR) Regulation, 2015 with the stock exchanges, the Management Discussion & Analysis Report for the year under review is given under a separate section.

7. PUBLIC DEPOSITS:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act, 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing details of deposits which are not in compliance with the Chapter V of the Act is not applicable.

8. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the year under review, Mrs. Riddhi Kamlesh Tilwani (DIN: 06910038) was re-appointed as an Independent Director of the Company for a second term of 5 Years ending on 30th June, 2024 in the Annual General Meeting of the Company convened on 30th September, 2019 taking into consideration the recommendations of Nomination and Remuneration Committee and Board of the Company.

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Ketan Kothari (DIN: 00230725), Director of the Company who retires by rotation and being eligible, offer himself for re-appointment.

However, there has been no change in the composition of the Board of Directors of the Company during the financial year under review.

Key Managerial Personnel:

During the year under review, Mrs. Bhavi Desai resigned as Chief Financial Officer (CFO) of the Company with effect from 08th November, 2019 and based on the recommendations of Nomination and Remuneration Committee and Board of the Company, Mr. Aakash Jain, Member of Institute of Chartered Accountants of India, was appointed as Chief Financial Officer of the Company (CFO) with effect from 08th November, 2019.

Pursuant to the provisions of Section 203 of the Companies Act, 2013, the Key Managerial Personnel of the company are as follows:

Sr No.	Name	Designation
1.	Mr. Sachin Kothari	Whole Time Director
2.	Mr. Sunny Parekh	Company Secretary & Compliance Officer
3.	Mr. Aakash Jain	Chief Financial Officer

**9. DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013 with respect to Director's Responsibility Statement, it is hereby confirmed that:

- a) In preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) The directors had prepared the annual accounts for the financial year on a "Going Concern" basis;
- e) The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively and
- f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. PARTICULARS OF EMPLOYEES AND REMUNERATION:

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975 in respect of employees of the Company and directors have been appended as "**Annexure – 1**" to this report.

11. EXTRACT OF ANNUAL RETURN:

Pursuant to the Section 92(3) of the Companies Act, 2013 extract of the Annual Return is annexed to this report as "**Annexure – II**".

12. AUDITORS:**A. STATUTORY AUDITORS AND AUDITOR'S REPORT:**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Rules made there under, the current Auditors of the Company, Ladha Singhal & Associates, Chartered Accountants (having FRN:120241W) were appointed by the members at the 32nd Annual General Meeting to hold office until the conclusion of the 36th Annual General Meeting to be held in the year 2020.

STATUTORY AUDITORS QUALIFICATION:

There is no qualification, reservation or adverse remarks made in the Statutory Auditors Report.

B. SECRETARIAL AUDITOR & SECRETARIAL AUDIT REPORT:

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, your Company engaged the services of Mr. Mayank Arora, proprietor of M/s. Mayank Arora & Co., Company Secretaries, Mumbai (Membership.



No. A33328 and COP No.: 13609) to conduct the Secretarial Audit of the Company for the Financial year ended 31st March, 2020.

The report of the Secretarial Auditor is appended as “**Annexure – IV**”.

SECRETARIAL AUDITORS QUALIFICATION:

There is no qualification, reservation or adverse remarks made in the Secretarial Auditors Report.

13. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company being engaged in the financial services does not have any energy utilization or technology absorption. The Company during the year under consideration has not earned or spent any foreign exchange.

14. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES:

All related party transactions done by the Company during the financial year were at Arm's Length and in ordinary course of business. All related party transactions were placed in the meetings of the Audit Committee and the Board of Directors for their necessary review and approval. During the financial year, your Company has not entered into any material transaction (as per Regulation 23 of SEBI LODR, 2015) with any of its related parties which may have potential conflict with the interest of the Company at large. The disclosures pursuant to Accounting Standards on related party transactions have been made in the notes to the Financial Statements. To identify and monitor significant related party transactions, the Company has also framed a policy on the related party transactions and the same is available on the Company's website i.e., www.arvog.com.

15. LOANS, GUARANTEES AND INVESTMENTS:

Pursuant to Section 186 of Companies Act, 2013 and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”), disclosure on particulars relating to loans, advances, guarantees and investments are provided as part of the financial statements.

16. MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

The Company allotted 11,837,148 (In total) Equity Shares of Rs. 1/- each on preferential basis to M/s. Nexfact Limited and M/s. Rishabh Jewellers (through its Partners) on April 12, 2019 and 1,84,21,050 Equity Shares of Rs. 1/- each on preferential basis to M/s. Muthoot Bankers (Trivandrum) (through its Partners) on 07th January, 2020.

No other material changes and commitments affecting the financial position of the Company occurred from the end of the previous financial year till the date of this report.

17. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

There are no significant material orders passed by the Regulators/Courts/Tribunals which would impact the going concern status of the Company and its future operations.

**18. CONSOLIDATED FINANCIAL STATEMENTS:**

In accordance with the Accounting Standard AS-21, AS-23 and AS-27 of the Companies (Accounting Standards) Rules, 2006 and pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audited Consolidated Financial Statements forms part of this Annual Report.

19. SUBSIDIARIES, ASSOCIATES & JOINT VENTURES:

At the beginning of the Financial Year, the Company had two subsidiaries named Arvog Leisure Private Limited (formerly known as Aether Leisure Private Limited) and Arvog Forex Private Limited (formerly known as Supama Forex Private Limited), material subsidiary of the Company.

During the year under review, Arvog Leisure Private Limited (Formerly known as Aether Leisure Private Limited), ceased to be the subsidiary with effect from 26th February, 2020 on account of transfer of stake by the holding Company i.e. Finkurve Financial Services Limited. However Arvog Forex Private Limited (formerly known as Supama Forex Private Limited) continues to be the material subsidiary of the Company.

Brief Details And Highlights of Performance of The Direct Subsidiaries:**Arvog Forex Private Limited (Formerly known as Supama Forex Private Limited)**

Particulars	2019-20	2018-19
Gross Income	11,38,63,71,961	3,99,33,58,474
Total Expenses	11,38,55,77,147	3,99,20,68,984
Profit Before Tax	7,94,813	12,89,490
Less: Tax Expenses	(2,34,118)	1,07,182
Net Profit after Tax	5,60,695	13,96,672

Arvog Leisure Private Limited (Formerly known as Aether Leisure Private Limited)

Particulars	01st April, 2019 to 26th February, 2020	01st April, 2019 to 26th February, 2020
Gross Income	Nil	1,55,204
Total Expenses	5,53,820	19,97,791.90
Profit Before Tax	(5,53,820)	(19,14,618.62)
Less: Tax Expenses	Nil	Nil
Net Profit after Tax	(5,53,820)	(19,14,618.62)

Pursuant to provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries in Form AOC-1 is attached to the financial statements of the Company as "Annexure- V". The statement also provides the details of performance and financial position of the Subsidiary Companies.

20. AUDIT COMMITTEE

The details pertaining to the composition of the audit committee are included in the Corporate Governance Report, which is a part of this report.

21. RISK MANAGEMENT:

Pursuant to Section 134(3)(n) of the Companies Act, 2013 and the Listing Regulations, the Company has constituted a business risk management committee and it has framed and adopted a policy on Risk Management of the Company, to identify the elements of risk which may threaten the existence of the Company and possible solutions to mitigate the risk involved.



At present the Company has not identified any element of risk which may threaten the existence of the Company.

22. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Company has not developed any corporate social responsibility initiative as the same is not applicable to the Company.

23. NOMINATION AND REMUNERATION POLICY:

Pursuant to Section 178 of the Companies Act, 2013 the Board of Directors of your Company has, on recommendation of the Nomination & Remuneration Committee, framed and adopted a policy for selection and appointment of directors, senior management and their remuneration.

24. CORPORATE GOVERNANCE:

The Company is adhering to good corporate governance practices in every sphere of its operations. The Company has taken adequate steps to comply with the applicable provisions of Corporate Governance as stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A report on Corporate Governance is annexed to this report as “**Annexure – III**”.

25. LISTING OF SHARES:

The Equity Shares of the Company are listed on BSE Limited. Further, the Company has paid necessary listing fees to BSE as per the Listing Agreement.

26. ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES:

The Whistle Blower Policy is formulated to encourage all employees and directors of the Company to report any unethical behaviour, actual or suspected fraud or violation of the Code of the Company and to provide a secure environment to such employees acting in good faith and safeguarding them from any adverse action by the management. This policy is in line with the requirements of the Listing Regulations of the Stock Exchange and the provisions of Sub Section 9 of Section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 which stipulated that every listed Company shall establish a “Vigil Mechanism”.

27. CODE OF CONDUCT:

The Code of Conduct for the directors and Senior Management Personnel of the Company have been laid by the Board and necessary declaration has been obtained from them. The Company has adopted amended 'Code of Conduct' (including code of conduct of Independent Directors) and the terms & conditions for appointment of Independent Directors of the Company in the meeting of Board of Directors held on 12th November, 2014.

A declaration signed by the Executive Director of the Company to this effect is contained at the end of this report. The said Code is posted on the website of the Company i.e. www.arvog.com.

28. OTHER DISCLOSURES:

(i) Disclosure of Accounting treatment:

The Company has followed the treatment laid down in the Accounting Standards prescribed by the Institute of Chartered Accountants of India, in the preparation of financial statements. There are no audit qualifications in the Company's financial statements for the year under review.

(ii) Compliance:

The Company has complied with the requisite regulations relating to capital markets. No Penalties/restrictions have been imposed on the Company by the Stock Exchange or SEBI or any other statutory authority on any matter related to capital market during the last three years.

**(iii) Whistle Blower Policy:**

In line with the best Corporate Governance practices, the Company has in place a system through which the directors and employees may report concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct & Ethics without fear of reprisal. The employees and directors may report to the Compliance Officer and have direct access to the Chairman of the Audit Committee. The Whistle Blower Policy is placed on the website of the Company.

(iv) Disclosure on Sexual Harassment of the Women at Workplace:

The Company has no tolerance for sexual harassment at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed there under. The Company has also constituted an Internal Complaints Committee to consider and to redress complaints of sexual harassment.

(v) Prevention of Insider Trading Code:

As per SEBI (Prevention of Insider Trading) Regulation, 1992, as amended, the Company has adopted a Code of Conduct for Prevention of Insider Trading. All the directors, employees at senior management and other employees who could have access to the unpublished price sensitive information of the Company are governed by this code. The trading window is closed during the time of declaration of results and occurrence of any material events as per the Code. The Compliance Officer is responsible for setting forth procedures and implementation of the code for trading in Company securities. During the year under review there has been due compliance with the said code.

(vi) Material Subsidiary Policy:

The Company has framed policy for determining “material subsidiaries” to ensure that Board of Directors has overall supervision of functioning of subsidiaries of the Company and to provide the governance framework for such subsidiaries. The policy has been uploaded on the website of the Company i.e. www.arvog.com/reports-policies/.

(vii) CEO/ CFO Certification:

The certificate certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs is annexed and forms part of the Annual Report.

(viii) Risk Management:

The Company has laid down the procedures to inform the members of the Board about the risk assessment and minimization procedures and the Board has also formulated Risk Management Policy to ensure that the critical risks are controlled by the executive management.

The Management Discussion & Analysis Report forms part of the Annual Report.

29. ACKNOWLEDGEMENT:

Your Company and its Directors wish to extend their sincerest thanks for the co-operation received from shareholders, bankers and other business constituent during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all employees of the Company.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 30th July, 2020

Ketan Kothari
Chairman
DIN: 00230725

**Annexure 1**

[Pursuant to Section 197 (12) and Rule 5(1) and Rule 5 (2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

- a. The ratio of remuneration of each of Director to the Median Remuneration of employees who were on the payroll of the Company during the financial year 2019-20 is given below:

Sr. No.	Name	Designation	Ratio of median remuneration
1.	Mr. Ketan Kothari	Non- Executive Director	Nil
2.	Mr. Sachin Gheesoolal Kothari	Whole Time Director	0.73
3.	Mr. Nishant Tolchand Ranka	Independent Director	Nil
4.	Mrs. Riddhi Kamlesh Tilwani	Independent Director	Nil

- b. The Percentage increase in remuneration of each director, Chief Financial Officer in the financial year is as follows:

Sr. No.	Name of Director, Chief Financial Officer & Company Secretary	Designation	% of Increase in remuneration in the financial year
1.	Mr. Ketan Kothari	Non- Executive Director	NA
2.	Mr. Sachin Gheesoolal Kothari	Whole Time Director	0
3.	Mr. Nishant Tolchand Ranka	Independent Director	NA
4.	Mrs. Riddhi Kamlesh Tilwani	Independent Director	NA
5.	Mr. Sunny Parekh	Company Secretary and Compliance Officer	30
6.	*Mrs. Bhavi Desai	Chief Financial Officer	NA
7.	**Mr. Aakash Jain	Chief Financial Officer	NA

*Mrs. Bhavi Desai has resigned as Chief Financial Officer (CFO) of the Company with effect from 08th November, 2019.

**Mr. Aakash Jain has been appointed as Chief Financial Officer (CFO) of the Company with effect from 08th November, 2019.



- c. The percentage increase in the median remuneration of employees in the Financial Year was 26.28%.
- d. The number of permanent employees on the rolls of Company as on 31st March, 2020 was 10.
- e. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:
- f. Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms remuneration is as per the remuneration policy of the Company.
- g. Details pertaining to remuneration as required under Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) and (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 and forming part of the directors report for the year ended March 31, 2020.

During the year under review none of the employees of the Company was drawing remuneration equal to or more than 1 crore and 2 lacs per annum and 8 lacs & 50 thousand per month pursuant to Provisions of Section 197(12) read with Rule 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.



Details of Top 10 Employees in terms of remuneration drawn as per Rule 5(2) and 5(3) are as follows:

Employee Name	Designation	Educational Qualification	Age (in years)	Experience (in years)	Date of Joining	Gross Remuneration	Previous Employment and Designation	The percent age of equity shares held by the employee in the Company	Whether such employee is a relative of any Director or manager of the Company
Sunny Parekh	Company Secretary	Company Secretary	30	8	26-Jul-2013	13,00,000	Times of Money Limited (Assistant CS)	0	No
Aakash Jain	Chief Financial Officer	Chartered Accountant	28	6	08-Oct-2019	12,00,000	Pareto Capital (Vice President-Investment Banking)	0	No
Visvesh Iyengar	Head-Marketing and Communications	MMS (Marketing)	32	9	25-May-2018	9,50,000	Himesh Foods Private Limited (Mad Over Donuts)	0	No
Sachin Kothari	Wholetime Director	Chartered Accountant	38	11	01-Sep-11	9,00,000	Concept Management and Consulting Limited	0	No
Spardha Sharma	Manager-Finance & Accounts	Chartered Accountant	28	4.5	24-Jan-18	8,62,500	Senior Accounts & Taxation at Lasco International	0	No
Vrunda Thakkar	VP Resources	MBA	33	12	02-May-2019	8,00,000	Eran Group (Business Process Manager)	0	No
Sugandhi Ravi Kumar	Chartered Accountant	Chartered Accountant	31	3.5	22-Apr-2019	6,70,000	Senior Associate at Ashok D Shah and Company	0	No
Jay Bhatia	Manager-Analysis & Project	MBA Finance	25	3.8	08-May-18	6,60,000	Research Analyst at Gold Stone Devices Private Limited	0	No
Anand Rathod	Sr. Gold Assessor	B Com	28	5	02 Mar-20	4,56,000	UAE Exchange (Business Development & Operations Manager)	0	No
Darshit Jain	Operations Executive	PGDM (Finance)	24	2.6	05-Aug-16	3,62,500	Royal Bank of Scotland India Services Private Limited	0	No

**Annexure II****EXTRACT OF ANNUAL RETURN****As on the financial year ended 31/03/2020**

[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

FORM NO. MGT – 9**I. REGISTRATION AND OTHER DETAILS:**

CIN	L65990MH1984PLC032403
Registration	23/03/1984
Name of the Company	Finkurve Financial Services Limited
Category/Sub-Category of the Company	Company having share capital
Address of the registered office and contact details	3rd Floor, Bullion House, 115, Tambakata Lane, Zaveri Bazar, Mumbai – 400 003 Tel. No.: 022-6142 0022
Whether listed Company	Yes
Name, Address and Contact details of Registrar and Transfer Agent, if any	Sharex Dynamic (India) Private Limited, C-101, 247 Park, L B S Marg, Vikhroli West, Mumbai - 400083. Tel. No.: 022-2851 5600/ 5644

II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:

Sr No	Name and Description of main products/ services	NIC Code of the products/ services	% of the total turnover of the Company
1.	Other financial service activities, except insurance and pension funding activities, n.e.c.	64990	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	Name: Arvog Forex Private Limited (Formerly known as Supama Forex Private Limited) Address: A/7, Bharat Nagar, Grant Road, Mumbai 400007	U05999MH1996PTC098004	Subsidiary	83.20%	2(87) of the Companies Act, 2013

*During the year under review, a subsidiary of the Company named Arvog Leisure Private Limited (Formerly known as Aether Leisure Private Limited), ceased to be the subsidiary with effect from 26th February, 2020 on account of transfer of stake by the holding Company i.e. Finkurve Financial Services Limited.



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

Category of shareholders	No. of shares at the beginning of the year				No. of shares at the end of the year				% Change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. PROMOTERS									
(1) Indian									
a) Individual/HUF	70230700	-	70230700	72.70	70230700	-	70230700	55.36	(17.34)
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	70230700	-	70230700	72.70	70230700	-	70230700	55.36	(17.34)
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	70230700	-	70230700	72.70	70230700	-	70230700	55.36	(17.34)
B. PUBLIC SHAREHOLDING									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FII's	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub Total (B) (1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	650890	-	650890	0.67	605314	-	605314	0.48	(0.19)
ii) Overseas	-	-	-	-	3729040	-	3729040	2.94	2.94
b) Individuals									
i) Individual Shareholders holding nominal share capital upto 1 lakh	2131761	2089500	4221261	4.36	2333753	2065000	4398753	3.47	(0.89)
ii) Individual Shareholders holding nominal share capital in excess of 1 lakh	18249950	315000	18564950	19.22	45223852	315000	45538852	35.89	16.67
c) Others (specify)	2111185	-	2111185	2.19	1605538	-	1605538	1.27	0.92
HUF	-	-	-	-	-	-	-	-	-
i) Shares held by Pakistani citizens vested with the Custodian of Enemy Property	-	-	-	-	-	-	-	-	-
ii) Other Foreign Nationals	-	-	-	-	-	-	-	-	-
iii) Foreign Bodies	-	-	-	-	-	-	-	-	-
iv) NRI / OCBs	750000	-	750000	0.78	750001	-	750001	0.59	(0.19)
v) Clearing Members / Clearing House	4014	-	4014	0.00	-	-	-	-	-



vi) Trusts	-	-	-	-	-	-	-	-	-
vii) Limited Liability Partnership	-	-	-	-	-	-	-	-	-
viii) Foreign Portfolio Investor (Corporate)	67000	-	67000	0.07	-	-	-	-	-
ix) Qualified Foreign Investor	-	-	-	-	-	-	-	-	-
Sub-Total (B)(2):	23964800	2404500	26369300	27.30	54247498	2380000	56627498	44.64	17.34
Total Public Shareholding (B)=(B)(1)+(B)(2)	23964800	2404500	26369300	27.30	54247498	2380000	56627498	44.64	17.34
C. SHARES HELD BY CUSTODIAN FOR GDRS & ADRS	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	94195500	2404500	96600000	100	124478198	2380000	126858198	100	

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

Sr No	Shareholder's Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	*M/s. Muthoot Bankers (Trivandrum) (through its Partners)	Nil	Nil	18421050	14.52
2.	**M/s. Rishabh Jewellers (through its Partners)	Nil	Nil	8108108	6.39
3.	**M/s. Nextpact Limited	Nil	Nil	3729040	2.94
4.	Mrs. Sangeeta Bishon Singh	1501500	1.55	1501500	1.18
5.	Mr. Vipul Ramesh Mehta	1396500	1.45	1369500	1.10
6.	Mr. Prakash Rajesh Jain	1372000	1.42	1372000	1.08
7.	Mr. Narendra Shivji Shah	1302000	1.35	1302000	1.03
8.	Mr. Chetan Mafatlal Bafna	1281000	1.33	1281000	1.01
9.	Mr. Harakchand Fatehchand Vardhan	1050000	1.09	1050000	0.83
10.	Mrs. Shobha Ramesh Mehta	1022000	1.06	1022000	0.81

*The Company had allotted 1,84,21,050 Equity shares of Rs. 1/- each on preferential basis to M/s. Muthoot Bankers (Trivandrum) (through its Partners) on 07th January, 2020.

** The Company had allotted 81,08,108 and 37,29,040 equity shares of Rs. 1/- each on preferential basis to M/s. Rishabh Jewellers (through its Partners) and M/s. Nextpact Limited respectively on 12th April, 2019.

**E. Shareholding of Directors and Key Managerial Personnel as on 31st March, 2020:**

Sr No	Shareholder's Name	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Mr. Ketan Kothari	53451230	55.33%		
	The resultant dilution in the stake of Mr. Ketan Kothari is on account of allotment of 11837148 and 18421050 equity shares of Rs. 1/- each on preferential basis on 12 th April, 2019 and 07 th January, 2020 respectively	Nil	(13.2%)		
	At the end of the year (or on the date of separation, if separated during the year)			53451230	42.13%

Other than this, no other Director and Key Managerial Personnel holds any shares in the Company for the year ended 31st March, 2020.

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposit	Unsecured Loan	Deposit	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	Nil	93,04,27,063.35	Nil	93,04,27,063.35
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	93,04,27,063.35	Nil	93,04,27,063.35
Change in Indebtedness during the financial year				
• Addition (Including Interest)	Nil	4,24,33,57,696.00	Nil	4,24,33,57,696.00
• Reduction (Including TDS)	Nil	(4,44,59,14,501.00)	Nil	(4,44,59,14,501.00)
Net Change	Nil	(20,25,56,805.00)	Nil	(20,25,56,805.00)
Indebtedness at the end of the financial year				
i) Principal Amount	Nil	72,78,70,258.35	Nil	72,78,70,258.35
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	72,78,70,258.35	Nil	72,78,70,258.35

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)****A. Remuneration of Managing Director, Whole- time Director and/ or Manager.**

Sr. No.	Particulars of Remuneration	Name of Director Mr. Sachin Kothari (WTD)
1.	Gross Salary (a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961 (b) Value of Perquisites u/s 17(2) Income Tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) of Income Tax Act, 1961	9,00,000 - - -
2.	Stock Option	-
3.	Sweat Equity	-
4.	Commission a.) as a % of profit b.) others, specify	- -
5.	Others, please specify Total (A)	9,00,000

B. Remuneration to other Directors:

Sr. No.	Particulars or Remuneration	Name of Directors	
1.	Independent Director	Mr. Nishant Ranka	Mrs. Riddhi Tilwani
a.	Fees for attending Board/ Committee Meetings	50,000	50,000
b.	Commission	-	-
c.	Others, please specify	50,000	50,000
	Total (1)		
2.	Other Executive & Non-Executive Directors	Mr. Ketan Kothari	
a.	Fee for attending Board/committee meetings	-	-
b.	Commission	-	-
c.	Others, please specify	-	-
	Total (2)		
	Total (B)=(1+2)	1,00,000	
	Total Managerial Remuneration (A+B)	10,00,000	
	Overall Ceiling as per the Act	1% of Net Profit of Company	

**C. Remuneration to key managerial personnel other than MD/ Manager/ WTD:**

Sr. No.	Particulars of Remuneration	Name of Key Managerial Personnel		Total Amount
		CFO	CS	
		Mr. Aakash Jain	Mr. Sunny Parekh	
1.	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	1200,000	1300,000	2500,000
	(b) Value of Perquisites u/sec 17 (2) Income Tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17 (3) of Income Tax Act, 1961	-	-	-
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission as			
	a. % of profit	-	-	-
	b. Others, specify	-	-	-
5.	Others, Please specify	-	-	-
	Total	1200,000	1300,000	2500,000

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES**(Under the Companies Act): N.A.****For and on behalf of the Board of Directors****Ketan Kothari****Place: Mumbai****Date: 30th July, 2020****Chairman
DIN: 00230725**

**Annexure III****REPORT ON CORPORATE GOVERNANCE****COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:**

Your Company believes that sound ethical practices, transparency in operations and timely disclosures go a long way in enhancing long-term shareholders value while safeguarding the interest of all the stakeholders. It is this conviction that has led the Company to make strong corporate governance values intrinsic in all operations. The Company is led by a distinguished Board, which includes independent directors. The Board provides a strong oversight and strategic counsel. The Company has established systems and procedures to ensure that the Board of the Company is well-informed and well-equipped to fulfil its oversight responsibilities and to provide management the strategic direction it needs to create long-term shareholders value.

BOARD OF DIRECTORS:**Composition:**

The Board of the Company has an optimum combination of Executive, Non-Executive and Independent Directors. The current strength of the Board includes one Woman Director. The composition of the Board of the Directors is in conformity with the Listing Regulations. No relationship exists between the Directors inter-se. The details of the Directors and their directorships/memberships in Committees of other companies as on 31st March, 2020, (excluding Finkurve Financial Services Limited) are as under.

Sr. No.	Name of Director	Category	No. of Directorships in other Companies	Committee Positions in Listed & Unlisted Public Companies		Name of the listed entity where the person is a Director
				Chairman	Member	
1.	Mr. Ketan Kothari	Non-Executive, Non-Independent	6	Nil	Nil	-
2.	Mr. Sachin Kothari	Executive, Non-Independent	1	Nil	Nil	-
3.	Mrs. Riddhi Tilwani	Non-Executive, Independent	0	Nil	Nil	-
4.	Mr. Nishant Ranka	Non-Executive, Independent	3	2	Nil	-

**Profile of Directors:**

The brief profile of the Company's Board is as under:

(i) Mr. Ketan Kothari (DIN: 00230725):

Mr. Ketan Kothari is a Chairman & Non-Executive Director of the Company and has done M.A. in Finance & Investments from Nottingham University, UK and joined Riddisiddhi Bullions Limited (RSBL) in the year 2003. He has been instrumental in the successful technical implementation of the futures trading division as well as RSBL Spot. He has been in the forefront in the launch of India's first structured product in the commodities market - RSBL Optionally Convertible Debentures (OCDs). Also, to address the growing demand of bullion investments, he introduced an innovative product called 'Bullion++' which is primarily targeted to HNIs and provides a dual income advantage. Mr. Ketan Kothari is now spearheading new product development and innovation at Finkurve Financial Services Limited.

(ii) Mr. Sachin Kothari (DIN: 03155884):

Mr. Sachin Kothari is an Executive Director of the Company and has done MBA in Strategy and Finance from Cass Business School, London. He is also a qualified Chartered Accountant from Institute of Chartered Accountants of India. He has an experience of over 11 years in the field of Accountancy and Finance. Prior to joining Finkurve, he worked as a Senior Consultant in a Management Consulting Firm. Mr. Sachin Kothari is now actively involved in the day to day functioning and decision making at Finkurve Financial Services Limited.

(iii) Mrs. Riddhi Tilwani (DIN: 06910038):

Mrs. Riddhi Tilwani is a Non-Executive Independent Director of the Company and is a qualified Company Secretary from the Institute of Company Secretaries of India. She has an experience of over 6 years in Secretarial and Compliance field.

(iv) Mr. Nishant Ranka (DIN: 06609705):

Mr. Nishant Ranka is a Non-Executive Independent Director of the Company and is a qualified Chartered Accountant from Institute of Chartered Accountants of India. He has an experience of over 15 years in the field of Accountancy and Finance.

Board Meetings

During the year 12 (Twelve) Board Meetings were held i.e on 09th April, 2019, 12th April, 2019, 29th May, 2019, 12th June, 2019, 12th August, 2019, 27th August, 2019, 14th September, 2019, 08th November, 2019, 25th November, 2019, 25th November, 2019, 13th December, 2019, 07th January, 2020 and 14th February, 2020.



The particulars of attendance of Directors are as under:

Sr. No.	Name of Director	No. of Board Meetings attended	Attendance at AGM held on 30/09/2019
1.	Mr. Ketan Kothari	12 of 12	Yes
2.	Mr. Sachin Kothari	12 of 12	Yes
3.	Mr. Nishant Ranka	12 of 12	Yes
4.	Mrs. Riddhi Tilwani	12 of 12	Yes

Induction and Training of Board Members:

On appointment, the concerned director is issued a Letter of Appointment setting out in detail, the terms of appointment, duties, responsibilities and expected time commitments. Each newly appointed Independent Director is taken through a formal induction program including the presentation on the Company's finance and other important aspects. The Company Secretary briefs the director about their legal and regulatory responsibilities as a director.

Core skills/ Expertise/ Competencies of the Board of Directors

Pursuant to Schedule V of the Listing Regulations, the Core skills/ Expertise/ Competencies required in context of the Company's business and sector are listed below along with the names of the Directors who possess it:

Core skills/ Expertise/ Competencies	Name of the Directors who possess it
Industry Knowledge	Mr. Ketan Kothari Mr. Sachin Kothari Mrs. Riddhi Tilwani Mr. Nishant Ranka
Financial Literacy and Audit	Mr. Ketan Kothari Mr. Sachin Kothari Mr. Nishant Ranka
Banking, Investment, Financial Services	Mr. Ketan Kothari Mr. Sachin Kothari Mrs. Riddhi Tilwani Mr. Nishant Ranka
Risk Management	Mr. Ketan Kothari Mr. Sachin Kothari Mrs. Riddhi Tilwani Mr. Nishant Ranka
Economics & Market conditions	Mr. Ketan Kothari Mr. Sachin Kothari Mrs. Riddhi Tilwani Mr. Nishant Ranka
Governance & Regulatory Knowledge	Mr. Ketan Kothari Mr. Sachin Kothari Mrs. Riddhi Tilwani Mr. Nishant Ranka

**Independent Directors:**

Pursuant to the provisions of the section 149 of the Companies Act, 2013, the following Non-Executive Directors are appointed as Independent Directors:-

Sr. No.	Name of Director	Date of Appointment
1	*Mrs. Riddhi Kamlesh Tilwani	01/07/2014
2.	Mr. Nishant Tolchand Ranka	07/03/2018

* Mrs. Riddhi Tilwani was re-appointed as Independent Director at the Annual General Meeting of the Company convened on 30th September, 2019, for a second term of 5 years ending on 30th June, 2024.

On the basis of the declarations received from each of the Independent Directors, the Board hereby confirms that the Independent Directors of the Company fulfil the conditions specified in the Listing Regulations and are independent of the management.

Separate Meeting of Independent Directors:

As stipulated by the Code of Independent Directors under the Companies Act, 2013 and the Listing Regulations, a separate meeting of the Independent Directors of the Company was held on 14th February, 2020 to review the performance of Non-Independent Directors, Chairman and the Board as whole. The Independent Directors also reviewed the quality, quantity and timeliness of the flow of information between the management and the Board and it's Committees which is necessary to effectively and reasonably perform and discharge their duties.

Familiarization Programme of Independent Directors:

Whenever any person joins the Board of the Company as an Independent Director, an induction programme is arranged for him/her wherein he/she is familiarised with the Company, their roles, rights and responsibilities in the Company, the code of conduct to be adhered, nature of the industry in which the Company operates, business model of the Company, meeting with the senior management team members, etc. The details of familiarization programmes imparted to Independent Directors can be viewed at our website www.arvog.com/reports-policies/

Women Director:

In terms of the provision of Section 149 of the Companies Act, 2013 and Regulation 17 (1) of SEBI (LODR) Regulations, 2015 a company shall have at least one woman director on the board of the company. Your Company has one woman director Mrs. Riddhi Kamlesh Tilwani on Board w.e.f. 01st July, 2014 who was re-appointed for a second term of 5 years ending 30th June, 2024 at the Annual General Meeting of the Company convened on 30th September, 2019.

Committees of the Board:

As on 31st March, 2020 the Company has Audit Committee, Stakeholder Relationship Committee, Nomination and Remuneration Committee. The details of these Committees are set out below.

1. Audit Committee:**Composition:**

The Audit Committee comprises with following members as on 31st March, 2020:

Sr. No.	Name of the Member	Designation
1.	Mr. Nishant Ranka	Chairman, Independent Director
2.	Mr. Sachin Kothari	Member, Executive Director
3.	Mrs. Riddhi Tilwani	Member, Independent Director

**Meetings and attendance:**

During the year under review, the Committee met 4 (Four) times on 29th May, 2019, 14th September, 2019, 13th December, 2019 and 14th February, 2020.

Name of the Committee Members along with their attendance are given below:

Sr. No.	Name of the Member	Designation	No. of meetings attended
1.	Mr. Nishant Ranka	Chairman	4 of 4
2.	Mr. Sachin Kothari	Member	4 of 4
3.	Mrs. Riddhi Tilwani	Member	4 of 4

Terms of reference:

The terms of reference of the Audit Committee are as per the guidelines set out in the Listing Regulations of the stock exchange read with Section 177 of the Companies Act, 2013. These broadly includes (i) develop an annual plan for Committee (ii) review of financial reporting processes (iii) review of risk management, internal control and governance processes (iv) discussions on quarterly, half yearly and annual financial statements (v) interaction with statutory and internal auditors (vi) recommendation for appointment, remuneration and terms of appointment of auditors and (vii) risk management framework concerning the critical operations of the Company.

In addition to the above, the Audit Committee also reviews the following:

- (i) Matter included in the Director's Responsibility Statement
- (ii) Changes, if any, in the accounting policies
- (iii) Major accounting estimates and significant adjustments in financial statement
- (iv) Compliance with listing and other legal requirements concerning financial statements
- (v) Disclosures in financial statement including related party transactions
- (vi) Qualification in draft audit report
- (vii) Scrutiny of inter-corporate loans & investments
- (viii) Management's Discussions and Analysis of Company's operations
- (ix) Valuation of undertakings or assets of the Company, wherever it is necessary
- (x) Periodical Internal Audit Reports and the report of Risk Management Committee, if any
- (xi) Findings of any special investigations carried out either by the Internal Auditors or by the external investigating agencies.
- (xii) Letters of Statutory Auditors to management on internal control weakness, if any.
- (xiii) Major non routine transactions recorded in the financial statements involving exercise of judgment by the management.
- (xiv) Recommend to the Board the appointment, re-appointment and, if required the replacement or removal of the statutory auditors considering their independence and effectiveness, and recommend the audit fees.
- (xv) Subject to review by the Board of Directors, review on quarterly basis, Related Party Transactions entered into by the Company pursuant to each omnibus approval given.

**2. Nomination & Remuneration Committee:****Composition:**

The Nomination & Remuneration Committee comprises with following members as on 31st March, 2020:

Sr. No.	Name of the Member	Designation
1.	Mr. Nishant Ranka	Chairman, Independent Director
2.	Mr. Ketan Kothari	Member, Non-Executive Director
3.	Mrs. Riddhi Tilwani	Member, Independent Director

Meetings and attendance:

During the year under review, the Committee met 2 (Two) times on 27th August, 2019 and 8th November, 2019.

Name of the Committee Members along with their attendance are given below:

Sr. No.	Name of the Member	Designation	No. of meetings attended
1.	Mr. Nishant Ranka	Chairman	2 of 2
2.	Mr. Ketan Kothari	Member	2 of 2
3.	Mrs. Riddhi Tilwani	Member	2 of 2

Terms of reference:

- To identify persons who are qualified to become Directors and who may be appointed in senior management level in accordance with the criteria laid down in the Nomination & Remuneration policy.
- To recommend to the Board, appointment and removal of the directors and evaluation of every director's performance as laid down in the Nomination & Remuneration policy
- To formulate the criteria for determining qualifications and positive attributes of the Directors
- To deal with the matters relating to the remuneration payable to Whole Time Directors, Key Managerial Personnel and Senior Management Executives and commission, if any, to be paid to Non-Executive Directors, apart from sitting fees.
- To review the overall compensation policy, service agreement and other employment conditions of Whole Time Directors, Key Managerial Personnel and Senior Management Executives which include the employees designated as Vice-President and above (normally include the first layer of management below the Board level),
- To deal with other matters as the Board may refer to the Nomination and Remuneration Committee ("the Committee") from time to time.

Performance evaluation criteria of Independent Director:

The Company has carried out performance evaluation of its Independent Directors individually. The structured evaluation process contained various aspects of the functioning of Independent Directors and their roles, frequency of meetings, level of participation, and independence of judgments, performance of duties and obligations and implementation of good corporate governance practices. The Company expressed its satisfaction on the performance of Independent Directors individually.

**3. Remuneration to Directors:****Criteria of making payment to Non- Executive Directors:**

Company does not make any payments to Non-Executive Directors towards their services except from the sitting fees which are cited below:

Details of sitting fees paid to the Non-Executive Directors during the Financial Year ended 31st March, 2020 are given below:

Sr. No.	Name of Director	Sitting Fees (Amount in Rs.)	Annual Remuneration/ Commission (Amount in Rs.)	No. of shares held
1.	Mr. Ketan Kothari	-	-	5,34,51,230
2.	Mr. Nishant Ranka	50,000	-	Nil
3.	Mrs. Riddhi Tilwani	50,000	-	Nil

The tenure of the Independent Directors is fixed in accordance with the requirements laid down in the Companies Act, 2013 and clarifications/circulars issued by the Ministry of Corporate Affairs, in this regard, from time to time.

The Disclosures with respect to the remuneration of the director is given in the Annexure - I of the Directors Report.

Disclosure regarding appointment/ re-appointment of Directors:

The details of the directors who are being appointed/ reappointed are provided in the Notice to the Annual General Meeting.

4. Stakeholder's Relationship Committee:**Composition:**

The Stakeholder Relationship Committee comprises with following members as on 31st March, 2020:

Sr. No.	Name of the Member	Designation
1.	Mr. Ketan Kothari	Chairman, Non-Executive Director
2.	Mr. Nishant Ranka	Member, Independent Director
3.	Mrs. Riddhi Tilwani	Member, Independent Director

**Meeting and attendance:**

During the year under review, the Committee met 4 (Four) times on 29th May, 2019, 27th August, 2019, 13th December, 2019 and 14th February, 2020.

Name of the Committee Members along with their attendance are given below:

Sr. No.	Name of the Member	Designation	No. of meetings attended
1.	Mr. Ketan Kothari	Chairman	4 of 4
2.	Mr. Nishant Ranka	Member	4 of 4
3.	Mrs. Riddhi Tilwani	Member	4 of 4

Mr. Sunny Parekh, Company Secretary of the Company has been designated as Compliance Officer (E-mail ID: finkurvefinancial@gmail.com) for complying with the requirements of SEBI (LODR) Regulations, 2015 with the Stock Exchanges.

Terms of Reference:

The Committee focuses primarily on monitoring and ensuring that all investor services operate in an efficient manner and that shareholder and investor grievances/complaints including that of all other stakeholders are addressed promptly with the result that all issues are resolved rapidly and efficiently.

Details of Investor Complaints

Number of Complaints received from 01/04/2019 to 31/03/2020			
Pending as on 01/04/2019	Received	Redressed	Pending as on 31/03/2020
Nil	Nil	Nil	Nil

GENERAL BODY MEETINGS:**Details of last three Annual General Meetings ('AGM') and Special Resolutions passed:**

Financial Year	Date of AGM	Time and venue	Special Resolutions passed
2016-17	29th September, 2017	Office No. 202, D – Wing, Trade World, Kamala Mills Compound, Lower Parel (W), Mumbai – 400 013 at 02:00 p.m.	None
2017-18	29th September, 2018	Office No. 202, D – Wing, Trade World, Kamala Mills Compound, Lower Parel (W), Mumbai – 400 013 at 02:00 p.m.	1. Issue of Non – Convertible Debenture 2. Finkurve ESOP Plan 2018 (ESOP 2018)
2018-19	30th September, 2019	Office No. 202, D – Wing, Trade World, Kamala Mills Compound, Lower Parel (W), Mumbai – 400 013 at 02:00 p.m.	1. Issue of Non – Convertible Debenture on Private Placement Basis 2. Re-appointment of Mrs. Riddhi Tilwani (DIN:06910038) as Independent Director of the Company



During the year under review, the Company has not passed any Special Resolution through postal ballot as per the provisions of the Companies Act, 2013 and the rules framed there under.

Extra-Ordinary General Meeting:

During the year under review, the Company had approved issue of equity shares on preferential basis through Special Resolution passed at the Extra-Ordinary General Meeting held on 27th December, 2019 at 2.00 P. M. at Office No. 202, D – Wing, Trade World, Kamala Mills Compound, Lower Parel (W), Mumbai – 400 013.

MEANS OF COMMUNICATION:

The Company publishes its annual, half-yearly and quarterly financial results in Financial Express and Mumbai Mitra which are national and local newspapers, respectively. The Company also publishes its Board Meeting and other notices in the above mentioned newspaper. The Company's financial results and official news releases if any, are displayed on the Company's official website www.arvog.com.

GENERAL SHAREHOLDER INFORMATION:

1.	36 th Annual General Meeting	36 th Annual General Meeting of the Company is scheduled to be held on Wednesday, 30th September, 2020 at 2:00 p.m. through Video Conferencing ('VC') / Other Audio Visual Means ('OAVM')
2.	Financial Year	1 st April, 2019 to 31 st March, 2020
3.	Details of Stock Exchange	BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001.
4.	Annual Listing Fees	The Company has duly paid the Annual Listing Fees to BSE Ltd
5.	BSE Scrip code	508954
6.	ISIN	INE734I01027
7.	Registrar and Share Transfer Agent	Sharex Dynamic (India) Pvt. Ltd. C101, 247 Park, LBS Marg, Vikhroli (W), Mumbai – 400083. Tel No. 28515606 / 28515644 Fax No. 28512885 Email: support@sharexindia.com Website: www.sharexindia.com
8.	Share Transfer System	Transfer of securities in physical form are prohibited by SEBI with effect from April 1, 2019. All physical transmission, transposition, issue of duplicate share certificates, etc. as well as requests for dematerialisation/re-materialisation of shares are processed by Sharex Dynamic (India) Pvt. Ltd.
9.	Address for Correspondence	115, 3rd Floor, Bullion House, Tambakata Lane, Zaveri Bazar, Mumbai – 400003. Tel No: 022-61420022 / 23 Fax No: 022 – 61245585 Email: finkurvefinancial@gmail.com
10.	Credit rating	NA

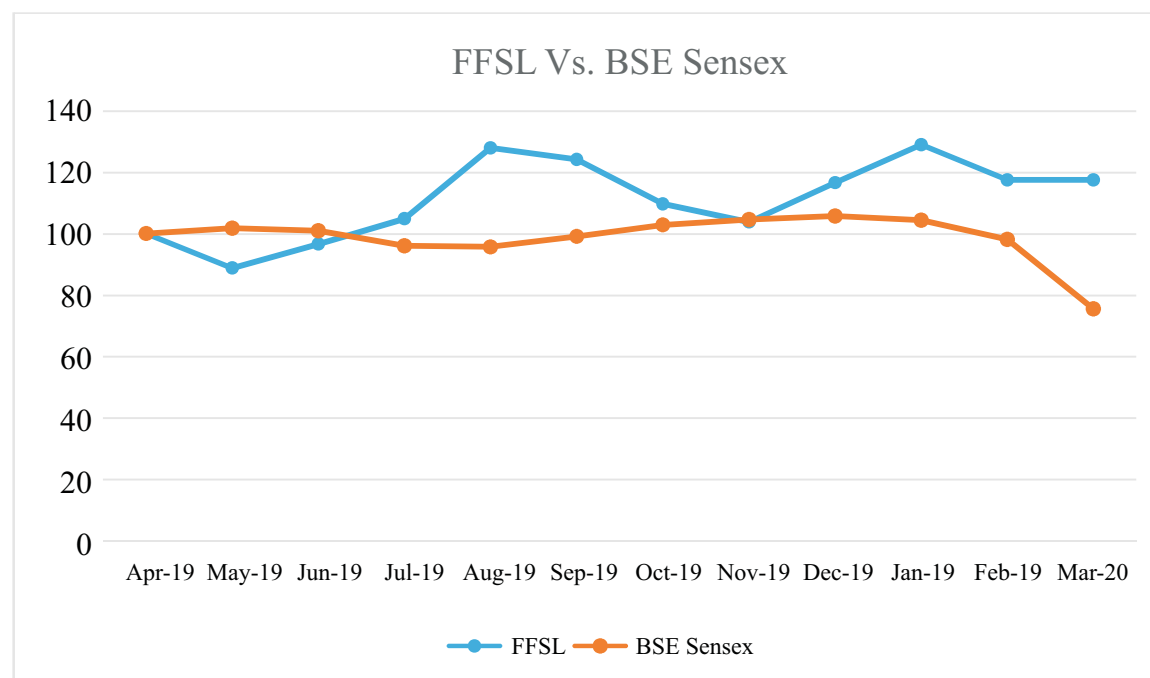
**11. Market Price Data of the Company:****11.1 High, low during each month in last financial year:**

Month	Values as per BSE			Closing BSE Sensex
	High	Low	Closing	
April 2019	43.8	36.1	38.3	39,031.55
May 2019	38.2	34	34	39,714.20
June 2019	38.5	27.75	37	39,394.64
July 2019	50.5	35.15	40.15	37,481.12
August 2019	49.85	32.65	49	37,332.79
September 2019	54.3	43.35	47.55	38,667.33
October 2019	47	42	42	40,129.05
November 2019	44.1	36.05	39.75	40,793.81
December 2019	45.25	32.5	44.65	41,253.74
January 2020	55.3	42.45	49.4	40,723.49
February 2020	46.95	45	45	38,297.29
March 2020	45	45	45	29,468.49

**Source of Data: www.bseindia.com*

11.2 Monthly performance as compared to BSE Sensex:

Finkurve Financial Services Limited ('FFSL') stock performance Vs BSE Sensex, indexed to 100 on April 2019 as per the respective closing values.



**12. Distribution of Shareholding****12.1 Shareholding pattern across categories:**

	Categories	Number of Shares	% of Shares
A	Promoter & Promoter Group	70230700	55.36
	Sub Total	70230700	55.36
B	Non-Promoter		
	Indian Bodies Corporates	605314	0.48
	Overseas Bodies Corporate	3729040	2.94
	Individual Shareholders holding nominal share capital upto 1 lakh	4398753	3.47
	Individual Shareholders holding nominal share capital in excess of 1 lakh	45538852	35.89
	HUFs	1605538	1.27
	Non-Resident Indians	750001	0.59
	Sub Total	56627498	44.64
C	Grand Total (A+B)	126858198	100

12.2 Shareholding pattern across different sizes:

Range of Shareholding	Number of Members	% of Members	Number of Shares held	% of Shares held
upto 500	835	80.68	8900	0.01
500-1000	8	0.77	6200	0.00
1001-10000	43	4.15	175845	0.14
10001-50000	73	7.05	2251034	1.77
50001-100000	31	3.00	2050280	1.62
100001-1000000	30	2.90	11937041	9.41
1000001-5000000	10	0.97	14740310	11.62
5000000 & Above	5	0.48	95688588	75.43
Total	1035	100	126858198	100

**13. Dematerialising/Re-materialising of Shares**

During the financial year 2019-20, 24,500 shares were dematerialised. No shares were rematerialized during the financial year. The bifurcation of the shares held in physical and electronic mode is as follows:

Particulars	As on 31 st March, 2020		As on 01 st April, 2019	
	No. of shares	% of shares	No. of shares	% of shares
Held in CDSL	64347831	50.72	37185058	38.49
Held in NSDL	60130367	47.40	57010442	59.02
Total shares held in electronic form (I)	124478198	98.12	94195500	97.51
Shares held in Physical form (II)	2380000	1.88	2404500	2.49
Total shares (I+II)	126858198	100	96600000	100

EVALUATION OF THE BOARD'S PERFORMANCE:

During the year, the Board adopted a formal mechanism for evaluating its performance as well as that of its Committees and individual directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc. The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors. The directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received a declaration made by the Independent Directors of the Company that they have fulfilled the criteria given under Section 149(6) of the Companies Act, 2013 and other applicable provisions.

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS FROM PRACTISING COMPANY SECRETARY:

A certificate issued by M/s. Mayank Arora & Co., Company Secretaries, pursuant to Regulation 34(3) read with Clause 10 (i) of Paragraph C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, certifying that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such statutory authority for the period as on 31st March, 2020 is attached at the end of the Corporate Governance Report.

**OTHER DISCLOSURES:****1. Related party transactions:**

There are no transactions of materially significant nature that have been entered into by the Company with the promoters, directors, their relatives and the management and in any Company in which they are interested, that may have potential conflict with the interest of the Company. The transactions entered into by the Company with related parties are in the normal course of business. The members may refer to the Notes to Accounts for details of Related Party Transactions. The Board of Directors of the Company on the recommendation of the Audit Committee has adopted a policy to regulate transactions between the Company and its Related Parties in compliance with the applicable provisions of the Companies Act, 2013 the Rules there under and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Board has approved a policy for related party transactions which has been uploaded on the Company's website at www.arvog.com/reports-policies/.

2. Details of non-compliance by the Company, penalties, strictures:

There was no non-compliance by the Company and there were no penalties or strictures imposed on the Company by the stock exchange or the SEBI or any statutory authority, on any matter related to capital markets, during the last three years 2016-17, 2017-18 and 2018-19.

3. Whistle Blower Policy and Vigil Mechanism:

The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism as defined under Regulation 22 of SEBI Listing Regulations, the details of the same are mentioned in the Directors' Report. No person has been denied access to the Audit Committee. The said policy is also available on the Company's website at www.arvog.com/reports-policies/.

4. Policies:

The policy for determining 'material' subsidiaries, the policy on Related Party Transactions and other policies are available on the Company's website at www.arvog.com/reports-policies/.

5. Utilization of funds raised through Preferential Allotment:

The Company allotted 11,837,148 Equity shares of Rs. 1/- each on preferential basis on 12th April, 2019, at a price of Rs. 37/- per share aggregating to Rs. 437,974,476/- and 1,84,21,050 Equity Shares of Rs. 1/- each on preferential basis on 07th January, 2020 at a price of Rs. 38/- per share aggregating to Rs. 699,999,900/-. The funds raised through the said allotments have been utilized for the purpose mentioned in the offer letters of the respective allotments.

6. Consolidated fees paid to the Statutory Auditor:

The total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part is Rs. 5.65 lakhs.

7. Disclosure in relation to Sexual Harassment of women at workplace:

The Company did not receive any complaint in relation to sexual harassment during the year. The Company has in place a policy for prevention of sexual harassment which is available on the Company's website at www.arvog.com/reports-policies/.

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant To Regulation 34(3) And Schedule V Para C Clause (10)(I) Of The Securities And Exchange Board Of India (Listing Obligations And Disclosure Requirements) Regulations, 2015

To,
The Members of
Finkurve Financial Services Limited,
3rd Floor, Bullion House,
115 Tambakata Lane, Zaveri Bazar
Mumbai - 400003

In my opinion and to the best of my information, verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) and according to our examination of the relevant records and information provided by **FINKURVE FINANCIALSERVICES LIMITED** ('the Company') and based on representation made by the Management of the Company for the period from 1st April, 2019 to 31st March, 2020 for the purpose of issuing a Certificate as per Regulation 34(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the LODR Regulations') read with Part C of Schedule V of the LODR Regulations, I hereby certify that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such statutory authority for the period as on 31st March, 2020.

Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Mayank Arora & Co.,
Company Secretaries

Place: Mumbai
UDIN Number: F010378B000395609
Date: 29th June, 2020

Mayank Arora
Proprietor
Membership No.: F10378
COP No.: 13609



CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Board of Directors
FINKURVE FINANCIAL SERVICES LIMITED
3rd Floor, Bullion House,
115 Tambakata lane, Zaveri Bazar
Mumbai 400 003

I have examined all the relevant records of FINKURVE FINANCIAL SERVICES LIMITED ('the Company') for the purpose of certifying compliance with the conditions of Corporate Governance under Chapter IV to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") for the financial year ended March 31, 2020.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination was limited to procedures and implementation process adopted by the Company for ensuring compliance with the conditions of Corporate Governance. This certificate is neither an audit nor an expression of opinion on the Financial Statements of the Company.

In my opinion and to the best of my information and according to the explanations and information furnished to me, I certify that the Company has complied with all the conditions of Corporate Governance as stipulated in the said Listing Regulations.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For Mayank Arora & Co.,
Company Secretaries

Mayank Arora
Proprietor
Membership No.: F10378

Place: Mumbai
Date: 30th July, 2020
UDIN number: F010378B000527631

COP No.: 13609

PR No.: 679/2020

**Annexure IV****Secretarial Audit Report****FORM NO. MR-3**

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

To,
The Members,
FINKURVE FINANCIAL SERVICES LIMITED
3rd Floor, Bullion House,
115 Tambakatalane, Zaveri Bazar
Mumbai 400003

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by **FINKURVE FINANCIAL SERVICES LIMITED** (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Due to the current nationwide lockdown arising out of COVID-19 pandemic, we have examined the papers, minute books, forms, returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 provided to us through electronic mode. No physical verification of any document / record was possible. Based on our examination as aforesaid and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **FINKURVE FINANCIAL SERVICES LIMITED** (“the Company”) for the financial year ended on 31st March, 2020, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Reserve Bank of India Act, 1934;
- (v) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment; (not applicable to the Company during the Audit period);
- (vi) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;



- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Regulations, 2009, and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28th October 2014(not applicable to the Company during the Audit period);
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f. The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 (not applicable to the Company during the Audit period) and
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009(not applicable to the Company during the Audit period); and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998(not applicable to the Company during the Audit period);

(vii) Other Laws applicable to the Company as per the representations made by the Company are listed in **Annexure A** and forms an integral part of this report.

In case of Direct and Indirect Tax Laws like Income Tax Act, Service Tax Act, Excise & Custom Acts we have relied on the Reports given by the Statutory Auditors of the Company.

We have also examined compliance with the applicable clause of the following:

- a. Secretarial Standards issued by The Institute of Company Secretaries of India; and
- b. The (Listing Obligation and Disclosure Requirements) Regulations, 2015

During the period under review and as per the explanations and representations made by the management and subject to clarifications given to us, the Company has generally complied with the provisions of the Act, Old Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following Observations:

1. The Company in its Board Meeting held on 12th April, 2019 inter alia, considered and approved the Issue and Allotment of Equity Shares. However, the said disclosure was not given to the Stock Exchange pursuant to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has explained that they were of the view that pursuant to Regulation 32 (1)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the said disclosure is required to be given only if there is any deviation in the use of proceeds of issue and that as the funds raised by the Company were fully utilized till the end of 1st Quarter, the Company had not made the said disclosure. The extract of the said clause is cited below:

“32. (1) The listed entity shall submit to the stock exchange the following statement(s) on a quarterly basis for public issue, rights issue, preferential issue etc. , -
(a) indicating deviations, if any, in the use of proceeds from the objects stated in the offer document or explanatory statement to the notice for the general meeting, as applicable;”



2. The Company has not published Statements of deviation(s) or variation(s) as specified in sub-regulation (1) of regulation 32, which is specified as per clause (c) of sub regulation (1) of regulation 47 due to the above mentioned reason

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the year under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the period under review;

- a. The Company in its Extra Ordinary General Meeting held on 27th December, 2019 inter alia passed the following Resolutions:
 - i. Increase in Authorised Share Capital from the existing Rs. 12,00,00,000 (Rupees Twelve Crores) divided into 12,00,00,000 equity shares of face value of Rs. 1/- each to Rs. 13,00,00,000 (Rupees Thirteen Crores) divided into 13,00,00,000 equity shares of face value of Rs. 1/- each.
 - ii. Issue and allot in one or more tranches not more than 1,90,00,000 (One Crore Ninety Lakhs) number of equity shares of face value of Rs. 1/- each (Rupee One Only) by way of preferential allotment on a private placement basis.

This report is to be read with my letter of even date which is annexed as Annexure B and form an integral part of this report.

**For Mayank Arora & Co.
Company Secretaries**

**Mayank Arora
Proprietor
C.P. No. 13609
PR No: 679/2020**

**Date: 30th July, 2020
Place: Mumbai
UDIN: F010378B000527367**



Annexure A

Other Laws applicable to the Company

(A) Commercial Laws

- (i) Indian Contract Act
- (ii) Limitation Act
- (iii) Arbitration and Conciliation Act
- (iv) Negotiable Instruments Act
- (v) Information Technology Act
- (vi) The Competition Act

(B) Others

- a) Shops & Establishments Act
- b) Bombay/Indian Stamp Act
- c) Registration Act

**For Mayank Arora & Co.
Company Secretaries**

Date: 30th July, 2020
Place: Mumbai
UDIN: F010378B000527367

Mayank Arora
Proprietor
C.P. No. 13609
PR No: 679/2020

**Annexure B**

To,
The Members,
FINKURVE FIANCIAL SERVICES LIMITED
3rd Floor, Bullion House,
115 Tambakata lane, Zaveri Bazar
Mumbai 400 003

Our report of even date is to read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provided a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Book of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on the test basis.
6. The Secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
7. We have reported, in our audit report, only those non-compliance, especially in respect of filing of applicable forms/documents, which, in our opinion, are material and having major bearing on financials of the Company.

For Mayank Arora & Co.
Company Secretaries

Date: 30th July, 2020
Place: Mumbai
UDIN: F010378B000527367

Mayank Arora
Proprietor
C.P. No. 13609
PR No: 679/2020

**ANNEXURE V****Form AOC-1**

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

Statement containing salient features of the financial statement of subsidiaries/ associate companies**Part “A”: Subsidiaries**

(Information in respect of each subsidiary presented with amounts in Rs.)

Sr No	Particulars	Subsidiary Companies	
		Arvog Forex Private Limited (Formerly known as Supama Forex Private Limited)	*Arvog Leisure Private Limited (Formerly known as Aether Leisure Private Limited)
1	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	From 01/04/2019 to 31/03/2020	From 01/04/2019 to 26/02/2020
2	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	N.A.	N.A.
3	Share Capital	8,75,00,000	2,50,150
4	Reserves & Surplus	4,52,74,128	48,24,167
5	Total assets	19,48,90,921	53,19,642
6	Total Liabilities	19,48,90,921	53,19,642
7	Investments	24,409,393	Nil
8	Turnover	11,38,15,37,658	Nil
9	Profit/ (Loss) before taxation	7,94,813	(5,53,820)
10	Provision for taxation	(2,34,118)	Nil
11	Profit/ (Loss) after taxation	5,60,695	(5,53,820)
12	Proposed Dividend	Nil	Nil
13	% of shareholding	83.2	99.99

*During the year under review, a subsidiary of the Company named Arvog Leisure Private Limited (Formerly known as Aether Leisure Private Limited), ceased to be the subsidiary with effect from 26th February, 2020 on account of transfer of stake by the holding Company i.e. Finkurve Financial Services Limited.



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1. INDUSTRY STRUCTURE AND DEVELOPMENT:

The Non Banking Financial Companies (NBFC) sector is still struggling for its growth in India. The NBFC sector is doing much better all over the world as compared to Asian Countries as the general perception about NBFC in the mind of public is still hazy. Other reason may be the excess regulatory requirements by the Reserve Bank of India which constituted a hurdle for its growth in India. Except few NBFCs no other companies are doing well. This has created a very discouraging situation for the remaining NBFCs who have no option except to diversify from its business of financing. Entrance of banks in consumer durable financing as well as in housing finance has brought forth a huge competition and has also added to worst scenario for the NBFCs. This has virtually put a stop on private financing and most of the Non-Banking Finance Companies are out of this business.

2. OPPORTUNITIES AND THREATS:

Due to the outbreak of COVID-19 pandemic all over the world, the Indian economy has suffered and the opportunities have become limited in all spheres of businesses. The financial market has suffered a lot and the business for NBFCs has further reduced. This did not discourage the Board of directors of your Company who are constantly looking for an opportunity to expand the business of the Company. Your Company being in the financial services sector is facing a very stiff competition from public sector as well as private sector banks and financial institutions. It is trying to cope up with the same but is finding it difficult to match up with them in expertise as well as finances available. However, the Company is trying its level best to achieve the same level of competence to meet the challenges thrown in this sector.

3. SEGMENT-WISE OR PRODUCT WISE PERFORMANCE:

The Company operates in only single segment. Hence segment wise performance is not applicable.

4. OUTLOOK AND FUTURE PROSPECTS:

The Competition continues to be intense, as the Indian and foreign banks have entered the retail lending business in a big way, thereby exerting pressure on margins. The erstwhile providers of funds have now become competitors. The NBFCs can sustain in this competitive environment only through optimization of funding costs, identification of potential business areas, widening geographical reach, and use of technology, cost efficiencies, strict credit monitoring and raising the level of customer service.

5. RISKS & CONCERNS:

In today's complex business environment, almost every business decision requires executives and managers to balance risk and reward. The effective risk management is therefore critical to an organization's success. The globalization, with increasing integration of markets, newer and more complex products & transactions and an increasingly stringent regulatory framework has exposed organizations to newer risks. As a result, today's operating environment demands a rigorous and integrated approach to risk management. The timely and effective risk management is of prime importance to our continued success. The increased competition and market volatility has enhanced the importance of risk management.

**6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The established Internal Control Systems of your Company are adequate to ensure that all the activities are monitored and controlled against any misuse or misappropriation of asset and that the transactions are authorized, recorded and reported correctly. More so, these internal control systems are regularly monitored by the Audit Committee of your Company and are improved upon on regular basis.

7. HUMAN RESOURCES:

The Company regards its employees as valuable asset and continuously reviews and evolves policies and procedures to attract and retain its pool of technical and managerial personnel through a conducive work environment.

8. CAUTIONARY STATEMENT:

The Management Discussion and Analysis Report may contain statements that might be considered forward looking. These statements are subject to certain risks and uncertainties. The actual results may differ materially from those expressed in the statement as important factors could influence the Company's operations such as government policies, local, political and economic development, risk inherent to the Company's growth and such other factors.

9. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The Financial as well as Operational performance of the Company has increased considerably during FY 2019-20 as compared to the FY 2018-19 due to availability of funds in the form of equity share capital. The Company has raised equity capital twice during the FY 2019-20. The total amount raised amounted to Rs 1,13,79,74,376/-. Due to such fund raising, there was a considerable change in the Net Worth of the Company and the finance cost of the Company has also gone down considerably. This in turn increased the Return on Net Worth of the Company.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 31st August, 2020

Ketan Kothari
Chairman
DIN: 00230725



MD/ CFO CERTIFICATION

**To,
The Board of Directors,
Finkurve Financial Services Limited**

We, the undersigned, in our respective capacities as the Executive Director and Chief Financial Officer of Finkurve Financial Services Limited (“the Company”), to the best of our knowledge and belief, hereby certify that:

- (a) We have reviewed financial statements and the Cash Flow statement for the year ended 31st March, 2020 and based on our knowledge and belief, state that:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with the existing Accounting Standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and for evaluating the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee that:
 - (i) there has been no significant changes in internal control over financial reporting during the year under reference;
 - (ii) there has not been any significant changes in accounting policies during the year which need to be disclosed in the notes to the financial statements; and
 - (iii) We are not aware of any material instances of significant fraud during the year and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For and on behalf of the Board of Directors

**Sachin Kothari
Executive Director**

**Aakash Jain
CFO**



DECLARATION

DECLARATION OF COMPLIANCE WITH THE CODE OF CONDUCT PURSUANT TO SCHEDULE V(D) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015:

To,
The Members,

I, Sachin Kothari, Executive Director of the Company, do hereby declare that all the Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct adopted by the Board of Directors and Senior Management of the Company. The same has been made available on the website of the Company i.e., www.arvog.com.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 31st August, 2020

Sachin Kothari
Executive Director
DIN: 03155884

DISCLOSURE UNDER PARA F OF SCHEDULE V OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENT) REGULATIONS, 2015

To,
The Members,
Finkurve Financial Services Limited

In accordance with Para F of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we hereby confirm that, there are no shares in the Demat Suspense Account or Unclaimed Suspense Account.

For and on behalf of the Board of Directors

Place: Mumbai
Date: 31st August, 2020

Sachin Kothari
Executive Director
DIN: 03155884



INDEPENDENT AUDITOR'S REPORT

To The Members of Finkurve Financial Services Limited

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Finkurve Financial Services Limited** ("the Company"), which comprises of Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profits (including 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 Standards 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 made 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 audit opinion on the standalone financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significant 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 that there are no key audit matters to communicate in our report.

Information Other than the Standalone Financial Statements and Auditor's report thereon

The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Board's Report including Annexures to the Board report and Corporate Governance report but does not include the standalone financial statement and our auditor's 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.



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 course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and those charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these 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 accounting Standards 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, the 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.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We are 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 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 control 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 the 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 entity'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 stand alone 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 entity to cease to continue as a going concern.
- 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 manner and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. Pursuant to the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the 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 and records.
- (c) The Balance sheet, the Statement of Profit & Loss (including other comprehensive income), Statement of Changes in Equity and the Statement of Cash Flow 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014.
- (e) On the basis of the written representation received from the directors as on March 31, 2020 taken on records by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a Director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure “B”.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Sec 197(16) of the Act, as amended, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of the Act and limits laid down under section 197 read with Schedule V to the Act.
- (h) With respect to the matters to be included in the Auditor's report in accordance with the 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. There were no pending litigations which would impact the financial position of the Company.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There is no amount required to be transferred, to the Investor Education and Protection Fund by the Company.

For Ladha Singhal & Associates

Chartered Accountants

(Firm Registration No. 120241W)

Ajay Singhal

(Partner)

M. No. 104451

UDIN :20104451AAAABP4134

Place: Mumbai

Dated: 30th July, 2020.



Annexure A to Independent Auditor's Report

Referred to as Annexure 'A' in paragraph (1) of Other Legal and Regulatory Requirements of the Independent Auditors' Report of even date to the members of Finkurve Financial Services Limited on the standalone financial statement for the year ended on 31st March, 2020, we report that :

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets have been physically verified by the management during the year under a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No discrepancies were noticed on such verification.
(c) The company does not have immovable property hence; verification of title deed of any such immovable properties is not applicable.
- (ii) The Company is in the business of providing services and does not have any physical inventory hence; the provisions of the clause 3(ii) of the Companies (Auditors' Report) Order, 2016 are not applicable to the company.
- (iii) The Company has granted unsecured loans to bodies corporates and other parties covered in the register maintained under section 189 of the Act.
 - (a) In respect of aforesaid loans granted, the terms and condition under which such loans are granted are not prejudicial to the interest of the company.
 - (b) The aforesaid loans are of short term in nature and are repayable on demand. There is no schedule of repayment of principle and interest of such loans. The repayment of principle and receipt of interest are, whenever demanded have been received and is regular.
 - (c) There are no overdue amounts for more than ninety days or more in respect of the loans granted to the bodies corporate and other parties listed in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) In our opinion and according to the information given to us, the company has not accepted deposits and hence, compliance with the directives issued by Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under with regard to the deposits accepted is not applicable.
- (vi) According to the information and explanation given to us, the central government has not prescribed maintenance of cost records under sub section (1) of section 148 of the Act for any of the product of the company.
- (vii) (a) The company is regular in depositing with appropriate authorities applicable undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues as applicable and no any undisputed amounts of such taxes were in arrears as at 31st March, 2020 for a period of more than six months from the date they became payable.
(b) According to the information and explanation given to us, details of employee state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax or cess which have not been deposited as on 31st March, 2020 on account of any dispute are as given below:



Name of Statute	Nature of the dues	Unpaid disputed Amount (in Lacs)	Period for which the amount relates	Forum where dispute is pending
The Income Tax Act,	Income Tax Demand	2.83	A.Y. 2017-18	Commissioner of Income Tax-Appeal

- (viii) In our opinion and according to the information and explanation given to us, the company has not availed any loan or borrowings from the financial institutions or banks or debenture holders during the year; hence clause 3(viii) of the Companies (Auditors' Report) Order, 2016 is not applicable to the Company.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or term loans during the year; hence clause 3(ix) of the Companies (Auditors' Report) Order, 2016 are not applicable to the Company.
- (x) 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, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (xi) According to the information and explanation give to us and based on our examination of the records of the Company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with the Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company; hence clause 3(xii) of the Companies (Auditors' Report) Order, 2016 are not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with the sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) The Company has made preferential allotments of shares during the year after complying with provisions of section 43 of the Companies Act, 2013 and the money have been utilized for the purpose, to meet the working capital, for which the same was raised.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with the directors or the persons connected with him; hence clause 3(xv) of the Companies (Auditors' Report) Order, 2016 is not applicable to the Company.
- (xvi) The Company is required to be registered as NBFC under section 45-IA of the Reserve Bank of India Act 1934 and it has obtained certificate of registration dated 9th March, 1998.

For Ladha Singhal & Associates
Chartered Accountants
(Firm Registration No. 120241W)

Ajay Singhal
(Partner)
M. No. 104451
Place: Mumbai
Dated: 30th July, 2020.



Annexure B to Independent Auditor's Report

Referred to as Annexure 'B' in paragraph 2(f) of Other Legal and Regulatory Requirements of the Independent Auditors' Report of even date to the members of **Finkurve Financial Services Limited** on the standalone financial statement for the year ended on 31st March, 2020.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of Finkurve Financial Services **Limited** ("the Company") as on 31st March, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over financial reporting. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. 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 auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

6. 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 standalone 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 standalone 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 standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. 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

8. In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ladha Singhal & Associates

Chartered Accountants

(Firm Registration No. 120241W)

Ajay Singhal

(Partner)

M. No. 104451

Place: Mumbai

Dated: 30th July, 2020.



Standalone Balance sheet as at 31 March 2020
(All amounts in INR, unless otherwise stated)

	Note	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
I. ASSETS				
Financial Assets				
Cash and cash equivalents	2	5,446,814	6,019,356	448,002
Trade receivables	3	4,977,985	-	-
Loans	4	1,927,060,164	952,135,852	1,136,698,054
Investments	5	106,913,506	97,747,682	96,913,300
Other financial assets	6	1,097,645	161,258	183,933
Total financial assets		2,045,496,114	1,056,064,148	1,234,243,289
Non Financial Assets				
Income tax assets (net)	7	-	10,591,130	15,860,529
Deferred tax assets (net)	24 (b)	6,387,747	2,950,367	1,927,158
Property, plant and equipment	8	667,227	634,082	675,772
Intangible assets	9	9,577	18,230	42,146
Right of Use	28	1,871,058	-	-
Other current assets	10	1,805,688	2,051,922	1,425,306
Total non-financial assets		10,741,297	16,245,731	19,930,911
TOTAL ASSETS		2,056,237,410	1,072,309,879	1,254,174,199
II. EQUITY AND LIABILITIES				
Financial liabilities				
Trade payables	11	-	-	-
(a) Total outstanding dues of micro enterprises and small enterprises		-	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		1,159,124	1,452,915	1,911,201
Borrowings	12	727,870,258	930,496,332	1,104,595,476
Lease liabilities	28	2,031,953	-	-
Deposits	13	2,250,001	-	5,000,000
Total financial liabilities		733,311,336	931,949,247	1,111,506,677
Non financial liabilities				
Current tax liabilities	14	128,550	-	-
Other non-financial liabilities	15	8,414,699	3,109,976	13,292,848
Total non financial liabilities		8,543,249	3,109,976	13,292,848
Equity				
Share capital	16	126,858,198	96,600,000	96,600,000
Other equity	17	1,187,524,626	40,650,655	32,774,674
Total equity		1,314,382,824	137,250,655	129,374,674
TOTAL EQUITY AND LIABILITIES		2,056,237,410	1,072,309,879	1,254,174,199

Significant accounting policies and other explanatory information 1 - 39

This is the Balance Sheet referred to in our report of even date

For Ladha Singhal and Associates

Chartered Accountants
Firm Registration No : 120241W

Ajay Singhal

Partner
Membership No.: 104451

Place: Mumbai
Date: July 30, 2020

For and on behalf of the Board of Directors

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary

**Standalone Statement of profit and loss for the year ended 31 March 2020****(All amounts in INR, unless otherwise stated)**

	Note	For the Year ended 31 March 2020	For the Year ended 31 March 2019
Income			
Revenue from operations			
- Interest income on financial assets measured at amortised cost	18	163,075,974	149,721,603
Other income	19	718,510	588,164
Total income		163,794,484	150,309,768
Expenses:			
Finance costs	20	80,830,964	116,244,222
Employee benefit expense	21	8,075,437	6,833,582
Depreciation and amortisation expense	22	868,666	385,199
Other expenses	23	20,661,003	15,098,524
Total expenses		110,436,070	138,561,527
Profit before tax		53,358,414	11,748,240
Tax expense	24		
Current tax		16,500,000	4,800,000
Deferred tax		(3,437,379)	(1,023,209)
Taxes pertaining to earlier years		-	95,468
Profit for the year (A)		40,295,793	7,875,982
Other comprehensive income/ (loss)		-	-
Total other comprehensive income/ (loss) for the year, net of tax (B)		-	-
Total comprehensive income/ (loss) for the year (A+B)		40,295,793	7,875,982
Earnings per equity share: Nominal value of INR 10 per share	25		
Basic and Diluted		0.36	0.08
Significant accounting policies and other explanatory information	1 - 39		

This is the Statement of Profit and Loss referred to in our report of even date

For Ladha Singhal and Associates

Chartered Accountants

Firm Registration No : 120241W

Ajay Singhal

Partner

Membership No.: 104451

Place: Mumbai

Date: July 30, 2020

For and on behalf of the Board of Directors**Ketan Kothari**

Director

DIN: 00230725

Sachin Kothari

Director

DIN: 03155884

Aakash JainChief Financial
Officer**Sunny Parekh**

Company Secretary

**Standalone Statement of changes in equity for the year ended 31 March 2020****(All amounts in INR, unless otherwise stated)****A. Equity share capital**

	Amount
At 01 April 2018	96,600,000
Changes in equity share capital during the year	-
At 31 March 2019	96,600,000
Changes in equity share capital during the year	30,258,198
At 31 March 2020	126,858,198

B. Other Equity

	Reserves and Surplus				Total
	Securities premium	General reserve	Special reserve	Surplus in statement of profit & loss	
Balance as at 01 April 2018	2,700,000	78,481	-	29,996,193	32,774,674
Profit for the year	-	-	-	7,875,982	7,875,982
Transfer to special reserve	-	-	8,355,510	(8,355,510)	-
Other comprehensive income	-	-	-	-	-
Closing balance as at 31 March 2019	2,700,000	78,481	8,355,510	29,516,664	40,650,655
Profit for the year	-	-	-	40,295,793	40,295,793
On issue of shares during the year	1,107,716,178	-	-	-	1,107,716,178
Transfer to special reserve	-	-	8,059,159	(8,059,159)	-
Other comprehensive income	-	-	-	-	-
Share Issue expenses	(1,138,000)	-	-	-	(1,138,000)
Closing balance as at 31 March 2020	1,109,278,178	78,481	16,414,669	61,753,299	1,187,524,626

Significant accounting policies and
other explanatory information

1 - 39

This is the Statement of Changes in Equity referred to in our report of even date

For Ladha Singhal and Associates

Chartered Accountants

Firm Registration No : 120241W

Ajay Singhal

Partner

Membership No.: 104451

Place: Mumbai

Date: July 30, 2020

For and on behalf of the Board of Directors**Ketan Kothari**

Director

DIN: 00230725

Sachin Kothari

Director

DIN: 03155884

Aakash Jain

Chief Financial

Officer

Sunny Parekh

Company Secretary

**Standalone Statement of Cash flow for the year ended 31 March 2020****(All amounts in INR, unless otherwise stated)**

	For the year ended 31 March 2020	For the year ended 31 March 2019
Cash flow from operating activities		
Net Profit /(loss) before tax	53,358,414	11,748,240
Adjustments for:		
Depreciation	321,039	385,199
Amortisation of Right of Use	547,627	-
Bad Debts	-	3,512,662
Finance Cost - borrowings	80,557,696	116,244,222
Interest on lease liabilities	273,268	-
Expected credit loss	8,108,191	1,885,505
Profit on sale of investments	-	(46,775)
Profit on sale of Assets	-	(7,113)
Loss on Sale of Investments	3,392,876	1,302,000
Fair Valuation of Financial assets - Deposits	(370)	1,232
Share of Loss / (Profit) from Firm / LLP	(530,490)	1,893,405
Interest on income tax refunds	(4,351)	(513,938)
Income tax paid relating to earlier years	-	148,691
Operating profit/ (loss) before working capital changes	146,023,900	136,553,331
Adjustments for:		
Loans given	(983,032,504)	179,164,035
(Increase)/Decrease in financial and non financial assets	(5,667,767)	(605,174)
Increase/(Decrease) in financial and non financial Liabilities	7,260,933	(15,641,158)
Cash generated from operations	(835,415,438)	299,471,034
Direct Taxes (paid) /refunded (net)	(5,775,969)	739,178
Net Cash from/ (used in) operating activities (A)	(841,191,407)	300,210,212
Cash from investment activities		
Sales / (Purchase) of Investments - Net	(12,028,210)	(3,983,012)
Capital Expenditure on Fixed Assets	(345,531)	(312,480)
Net cash (used in) investment activities (B)	(12,373,741)	(4,295,492)
Cash from financing activities		
Proceeds from Issue of Share Capital	30,258,198	-
Security Premium Account	1,106,578,178	-
Proceeds/(Repayment) from/of borrowings (Net)	(202,626,074)	(174,099,144)
Payment of lease liabilities	(660,000)	-
Interest Paid on Borrowings	(80,557,696)	(116,244,222)
Net cash (used in) financing activities (C)	852,992,606	(290,343,366)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	(572,542)	5,571,354
Cash and cash equivalents at beginning of the year	6,019,356	448,002
Cash and cash equivalents at end of the year	5,446,814	6,019,356

Significant accounting policies and other explanatory information 1 - 39

This is the Cash Flow Statement referred to in our report of even date

For Ladha Singhal and Associates

Chartered Accountants

Firm Registration No : 120241W

Ajay Singhal

Partner

Membership No.: 104451

Place: Mumbai

Date: July 30, 2020

For and on behalf of the Board of Directors**Ketan Kothari**

Director

DIN: 00230725

Sachin Kothari

Director

DIN: 03155884

Aakash Jain

Chief Financial

Officer

Sunny Parekh

Company Secretary



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

A. CORPORATE INFORMATION

Finkurve Financial Service Limited ('the Company'), formerly known as Sanjay Leasing Limited was incorporated in the year 1984. The company is registered as Non Deposit Accepting Non Banking Finance Company (NBFC) and was issued registration certificate by Reserve Bank of India on 9th March 1998. Since then, the company is carrying on the business activity of NBFC. The Equity shares of the company are listed on Bombay Stock Exchange (BSE).

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance and basis of preparation and presentation of financial statements

These standalone or separate financial statements of the Company have been prepared in accordance with Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 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 provision of the Act.

The Company's financial statements up to and for the year ended 31st March 2019 were prepared in accordance with Generally Accepted Accounting Principles in India (IGAAP) under the historic cost conversion as going concern on accrual basis, unless otherwise stated, in accordance with provisions of Companies Act, 2013, the Accounting Standards specified under section 133 of Companies Act, 2013 ("the Act") read with rule 7 of the Companies (Accounts) Rules as amended.

The accounting policies are applied consistently to all the periods presented in the financial statements. The Balance sheet and Statement of Profit & Loss are prepared and presented in accordance with the format prescribed in the Division III to Schedule III to the Act applicable for Non Banking Finance Companies (NBFC).

(b) Functional and presentation currency

The financial statements are presented in INR, the functional currency of the Company.

(c) Basis of Measurement

The financial statements of the Company are prepared on the accrual basis of accounting and Historical cost convention except for the following material items that have been measured at fair value as required by the relevant Ind AS:

(i) Certain financial assets and liabilities are measured at Fair value (Refer note no. (h) and (i) below)

(d) Use of Estimates and Judgements

The preparation of the financial statements requires the Management to make, judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates. The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the management and are based on historical experience and various other assumptions and factors (including expectations of future events) that the management believes to be reasonable under the existing circumstances. Actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

Estimation of uncertainties relating to the global health pandemic from COVID-19:

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipments, investments, inventories, receivables, and other financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties



in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information. There is no material adverse impact of CoVID - 19 pandemic on the Company and its operations/profitability during the financial year ended March 31, 2020. However, CoVID - 19 pandemic effect if any, on the Company's operation / profitability in the current financial year 2020-21 can only be assessed in due course.

(e) Property, plant and equipment (PPE)

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable costs of bringing the asset to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the item and restoring the site on which it is located.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

(f) Intangible assets

Intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.

(g) Depreciation and Amortisation

(a) Tangible assets

Depreciation has been provided on Written Down Value basis and in accordance with, Method and useful life prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

(b) Intangible assets

The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their expected useful lives. The amortisation period and the amortisation method for finite life intangible assets is reviewed at each financial year end and adjusted prospectively, if appropriate. For indefinite life intangible assets, the assessment of indefinite life is reviewed annually to determine whether it continues, if not, it is impaired or changed prospectively basis revised estimates.

(h) Financial assets - Initial recognition:

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments.

Initial Recognition and Measurement – Financial Assets and Financial Liabilities

All 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 fair value through profit or loss and ancillary costs related to borrowings) 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 fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortized cost, fair value through Other Comprehensive Income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- (a) the entity's business model for managing the financial assets and
- (b) the contractual cash flow characteristics of the financial asset.

**Amortised Cost:**

A financial asset is classified and measured at amortized cost if both of the following conditions are met:

- (i) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- (ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value Through Other Comprehensive Income (FVTOCI):

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- (i) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- (ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value Through Profit or Loss (FVTPL) :

A financial asset is classified and measured at FVTPL unless it is measured at amortized cost or at FVTOCI.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Equity Instruments:

Considering the entity's business model for managing equity instruments; the investments in equity shares have been recognised at fair value as on date of balance sheet. Fair value movements are recognised in the other comprehensive income (OCI).

Dividends on these investments in equity instruments are recognised in Statement of Profit and Loss when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognised in Statement of Profit and Loss are included in the 'Other income' line item.

Impairment

The Company recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward looking.

The Company's Loans and trade receivables or contract revenue receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

Under simplified approach, the Company does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.



For financial assets other than trade receivables, the Company recognises 12-months expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent period, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12 months ECL. The impairment losses and reversals are recognised in Statement of Profit and Loss. For equity instruments and financial assets measured at FVTPL, there is no requirement of impairment testing.

Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers rights to receive cash flows from an asset, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement.

In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

(i) Financial Liabilities

Initial Recognition and measurement

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial liabilities are initially recognised at fair value net of transaction costs for all financial liabilities not carried at fair value through profit or loss.

The Company's financial liabilities includes trade and other payables, loans and borrowings including bank overdrafts.

Subsequent measurement

Financial liabilities measured at amortised cost are subsequently measured at using EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Loans & Borrowings:

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using EIR method. Gains and losses are recognized in profit & loss when the liabilities are derecognized as well as through EIR amortization process.

Financial Guarantee Contracts

Financial guarantee contracts issued by the Company are those contracts that requires a payment to be made or to reimburse the holder for a loss it incurs because the specified debtors fails to make payment when due in accordance with the term of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The



difference in the respective carrying amounts is recognized in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(j) Fair Value Measurement

The Company measures financial instruments, such as, derivatives, investments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (a) In the principal market for the asset or liability, or
- (b) In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- (i) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- (ii) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- (iii) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

(k) Cash & Cash Equivalents

Cash and Cash equivalents include cash and Cheque in hand, bank balances, demand deposits with banks and other short-term highly liquid investments that are readily convertible to known amounts of cash & which are subject to an insignificant risk of changes in value where original maturity is three months or less.

(l) Foreign exchange transactions & translations**a) Initial Recognition**

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss of the year.

b) Measurement of Foreign Currency Items at the Balance Sheet Date

Foreign currency monetary items of the Company are restated at the closing exchange rates. Non monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these transactions are charged to the Statement of Profit and Loss.

**(m) Revenue from contracts with customers:****Effective Interest rate method**

Interest income is recognised in Statement of profit & loss using effective interest rate method for all financial instruments at amortised cost, debt instrument measured at FVOCI and debt instrument 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.

Calculation of effective interest includes transaction cost and fees that are an integral part of the contract. Transaction cost include incremental cost 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 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.

Interest

The Company calculates interest income related to financing business by applying the EIR to the gross carrying amount of financial asset 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 assets cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

Dividend

Dividend Income is recognized when right to receive the same is established and shown as part of investment and dividend income.

Rental Income

Rental Income is recognised in the statement of profit & loss as per contractual rentals unless another systematic basis is more representative of the time pattern.

Gain on sale of investment/Redemption of Mutual funds

On disposal of an Investment, the difference between the carrying amount and net disposal proceeds should be charged or credited to the profit and loss statement.

(n) Taxes on Income

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current tax is based on taxable profit for the year. Taxable profit is different from accounting profit due to temporary differences between accounting and tax treatments, and due to items that are never taxable or tax deductible. Tax provisions are included in current liabilities. Interest and penalties on tax liabilities are provided for in the tax charge. The Company offsets, the current tax assets and liabilities (on a year on year basis) where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis or to realise the assets and liabilities on net basis.

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible



temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred tax assets are not recognised where it is more likely than not that the assets will not be realised in the future.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Minimum Alternative Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income-tax during the specified period. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income-tax during the specified period.

(o) Borrowing Cost:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of Cost of that assets, during the period till all the activities necessary to prepare the Qualifying assets for its intended use or sale are complete during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Other borrowing costs are recognized as an expense in the period in which they are incurred.

(p) Earnings per shares

Basic earnings per shares are calculated by dividing the net profit or loss after tax for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(q) Finance Cost

Finance cost includes interest expense computed by applying effective interest rate on respective financial instrument measured at Amortised cost, bank term loans, non-convertible debentures, debts. Finance costs are charged to statement of profit and loss

(r) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised if, as a result of a past event, the company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources or an obligation for which the future outcome cannot be ascertained with reasonable certainty. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.



Contingent assets are neither recognized nor disclosed in financial statements.

(s) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM).

(t) Leases

Till March 31, 2019

Lease arrangements where the risks & rewards incidental to the ownership of an asset substantially vest with lessor, are recognized as operating lease. Operating lease payments are recognized on straight line basis over the lease term in the statement on profit & loss, unless the lease agreement explicitly states that increase is on account of inflation.

From April 1, 2019

The Company has adopted Ind AS 116-Leases effective 1st April, 2019, using the modified retrospective method. The Company has applied the standard to its leases with the cumulative impact recognised on the date of initial application (1st April, 2019). Accordingly, previous period information has not been restated.

The Company's lease asset classes primarily consist of leases for Land and Buildings. The Company assesses whether a contract is or 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:

- (a) the contract involves the use of an identified asset
- (b) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (c) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises 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 leases of low value assets. For these short term and leases of low value assets, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognised 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, if any. 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 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. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made. A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The remeasurement normally also adjusts the leased assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.



Notes to standalone financial statements for the year ended March 31, 2020 (All amounts in INR, unless otherwise stated)

Financial assets

2 Cash and cash equivalents	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Cash on hand	131,367	42,250	64,941
Balances with banks			
In current account	5,315,447	5,977,106	383,061
	5,446,814	6,019,356	448,002
3 Trade Receivables	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Trade receivables considered good - unsecured	4,977,985	-	-
Total trade receivables	4,977,985	-	-
4 Loans	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Unsecured			
At Amortised cost			
Loan to other parties			
- To other parties	767,626,770	623,129,959	776,322,881
- To related parties	1,173,840,365	335,304,672	364,788,447
Less: Expected credit losses	(14,406,971)	(6,298,780)	(4,413,274)
	1,927,060,164	952,135,852	1,136,698,054
Out of above			
- Loan in India	1,941,467,135	958,434,631	1,141,111,328
- Loan outside India	-	-	-
Loss Allowance	For the year ended 31 March 2020	For the year ended 31 March 2019	
Opening Balance	6,298,780	4,413,274	
Add: Loss allowance recognised during the year	8,108,191	1,885,505	
Closing Balance	14,406,971	6,298,780	
5 Investments	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Investment in subsidiaries			
In equity shares, carried at cost (fully paid up)			
Unquoted			
Aether Leisure Pvt Ltd (Formerly known as Finkurve Enterprises Pvt Ltd)	-	-	25,015
			8,330,000
			25,015
			8,330,000
Arvog Forex Pvt Ltd (Formerly known as Supama Forex Pvt Ltd)	208,000	85,280,000	208,000
			85,280,000
	85,280,000	93,610,000	93,610,000
Investment in others			
In equity shares, carried at fair value through Profit & Loss (fully paid up)			
Finkurve Bullion Pvt Ltd.	-	-	-
			37,050
Carcrow Technology Pvt Ltd.	-	-	221.00
			1,502,800
SumHR Software Pvt Ltd	1	9,561	1
			9,561
Gensol Mobility Private Limited	2,440	1,000,000	-
			-
Gajju Technologies Pvt Ltd	190	3,747,558	-
			-
Visionary Financepeer Pvt Ltd	190	1,249,205	-
			-
Bliss Dairy Fresh Pvt Ltd	150,000	2,700,000	-
			-
NetAmbit Valuefirst Services Private Limited	758	1,500,000	-
			-
	10,206,324	1,512,361	3,175,300

**In preference shares (Unquoted, fully paid up)****[Carried at fair value through Profit & Loss (fully paid up)]****Compulsory convertible preference shares**

0.001%, CCPS of Dhruva Space Pvt Ltd of Rs 10/- each	41	748,021	-	-	-	-
0.001%, CCPS of Cleardekho Eyewear Pvt Ltd of Rs 10/- each	597	2,501,430	-	-	-	-
15%, CCPS of Advetaya Business Consultant Pvt Ltd of Rs 10/- each	12,852	3,000,000	-	-	-	-
0% CCPS of SumHR Software Pvt Ltd of Rs 100/- each	208	1,988,726	208	1,988,726	-	-
		8,238,177		1,988,726		-

In Venture fund**[Carried at fair value through Profit & Loss]**

Equity Shares of Getvantage Tech Private Limited through VCats Management Services Trust III	334	511,920	-	-	-	-
--	-----	---------	---	---	---	---

In Debentures**(Carried at fair value through Profit & Loss (fully paid up))****Compulsory convertible Debentures**

0.001% CCD of Elysium Labs Pvt Ltd of Rs. 100/- each	10,000	1,000,000	-	-	-	-
--	--------	-----------	---	---	---	---

In Partnership firm**(Carried at fair value through Profit & Loss (fully paid up))**

Kevin & Mike Consultancy		-	-			98,000
Pratvick Hospitality LLP		1,667,085		636,595		30,000
		1,667,085		636,595		128,000

Investment in Mutual Funds**Fair value through Profit & Loss**

DSP Ultra Short - Growth Fund	4.07	10,000	-	-	-	-
		106,913,506		97,747,682		96,913,300

Gross Value of Investments :

- in India		106,913,506		97,747,682		96,913,300
- Outside India		-		-		-

Aggregate amount of unquoted investments		106,913,506		97,747,682		96,913,300
Aggregate amount of impairment in value of investments		-		-		-

6 Other Financial Assets

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Security Deposits	133,464	118,748	135,673
Loans to Staff	245,000	-	-
Accrued Interest on Loans	719,181	42,510	6,510
Share application money	-	-	41,750
	1,097,645	161,258	183,933

7 Income tax assets (net)

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Self Assessment, Advance Tax & TDS	-	10,591,130	15,860,529
	-	10,591,130	15,860,529

10 Other Assets

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Prepaid expenses	524,819	298,191	101,132
Advances recoverable in cash or in kind or for value to be received	1,280,869	1,753,731	1,324,174
	1,805,688	2,051,922	1,425,306



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

8. Property, plant and equipment

Particulars	Motor Vehicle	Computers	Furniture and Fixtures	Office Equipment	Total
Gross block					
Deemed cost as at 01 April 2018 [Refer note 1 below]	7,187	462,598	30,562	175,425	675,772
Additions	152,096	119,762	-	107,460	379,318
Disposals		(59,725)			(59,725)
Balance as at 31 March 2019	159,283	522,635	30,562	282,885	995,365
Additions	-	298,031	-	47,500	345,531
Disposals	-	-	-	-	-
Balance as at 31 March 2020	159,283	820,666	30,562	330,385	1,340,896
Accumulated depreciation					
Balance as at 01 April 2018	-	-	-	-	-
Charge for the year	15,147	293,133	7,911	45,092	361,283
Disposals	-	-	-	-	-
Balance as at 31 March 2019	15,147	293,133	7,911	45,092	361,283
Charge for the year	37,314	225,041	5,863	44,168	312,386
Disposals	-	-	-	-	-
Balance as at 31 March 2020	52,461	518,174	13,774	89,260	673,669
Net carrying amount as at 01 April 2018	7,187	462,598	30,562	175,425	675,772
Net carrying amount as at 31 March 2019	144,136	229,502	22,651	237,793	634,082
Net carrying amount as at 31 March 2020	106,822	302,492	16,788	241,125	667,227

9. Intangible assets

Particulars	Software
Gross block	
Deemed cost as at 01 April 2018	42,146
Additions	-
Disposals	-
Balance as at 31 March 2019	42,146
Additions	-
Disposals	-
Balance as at 31 March 2020	42,146
Accumulated depreciation	
Balance as at 01 April 2018	-
Charge for the year	23,916
Disposals	-
Balance as at 31 March 2019	23,916
Charge for the year	8,653
Disposals	-
Balance as at 31 March 2020	32,569
Net carrying amount as at 01 April 2018	42,146
Net carrying amount as at 31 March 2019	18,230
Net carrying amount as at 31 March 2020	9,577

Note 1:

The Company has availed the deemed cost exemption in relation to the property, plant and equipment on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 1, 2018 under the previous GAAP.

Deemed cost as at April 01, 2018

	Motor Vehicle	Computers	Furniture and Fixtures	Office Equipment	Software
Gross Block as on April 01, 2018	56,000	2,173,086	58,852	225,397	122,805
Accumulated depreciation till April 01, 2018	48,813	1,710,488	28,290	49,972	80,659
Deemed Cost as at April 01, 2018	7,187	462,598	30,562	175,425	42,146



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
11 Trade Payables			
Due to:			
- Micro enterprises and small enterprises *	-	-	-
- Others	1,159,124	1,452,915	1,911,201
	1,159,124	1,452,915	1,911,201
* Based on and to the extent of information received by the Company from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and relied upon by the auditors.			
12 Borrowings			
At amortised cost			
Unsecured			
- From body corporates	727,870,258	930,496,332	1,104,595,476
[Carrying interest rate in the range of 10% to 14.50%]	727,870,258	930,496,332	1,104,595,476
Borrowings			
- in India	727,870,258	930,496,332	1,104,595,476
- Outside India	-	-	-
13 Deposits			
Deposits	2,250,001	-	5,000,000
	2,250,001	-	5,000,000
14 Current tax liabilities			
Tax Provision	128,550	-	-
	128,550	-	-
15 Other Liabilities - Current			
Statutory Remittances	8,414,699	3,109,976	8,163,957
Other Payables	-	-	5,128,891
	8,414,699	3,109,976	13,292,848

**16 Equity share capital**

Authorised	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Equity Shares of Rs. 1 each	130,000,000	120,000,000	120,000,000
[As at March 31, 2020 - 130,000,000; As at March 31, 2019 - 120,000,000; As at April 01, 2018 - 120,000,000]			
Issued, subscribed and fully paid up - Equity shares			
Equity Shares of Rs. 1 each			
[As at March 31, 2020 - 126,858,198; As at March 31, 2019 - 96,600,000; As at April 01, 2018 - 96,600,000]			
	126,858,198	96,600,000	96,600,000
	126,858,198	96,600,000	96,600,000
Reconciliation of equity shares outstanding at the beginning and at the end of the year			
Shares Outstanding At the Beginning of the Year	96,600,000	96,600,000	96,600,000
Add : Issued during the year	30,258,198	-	-
Shares Outstanding At the Closing of the Year	126,858,198	96,600,000	96,600,000

Rights, preferences and restrictions attached to each class of shares:

The Company has only one class of shares referred to as equity shares having a par value of INR 1 each. every holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining asset 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.

Shareholders holding more than 5% of the equity shares in the Company**Kalawati Kothari**

- Number of Shares	8,072,600	8,072,600	8,072,600
- % of Holding	6.36%	8.36%	8.36%

Ketan Kothari

- Number of Shares	53,451,230	53,451,230	53,451,230
- % of Holding	42.13%	55.33%	55.33%

Mohinidev Kothari

- Number of Shares	7,635,600	7,635,600	7,635,600
- % of Holding	6.02%	7.90%	7.90%

Rishabh Jewellers

- Number of Shares	8,108,108	-	-
- % of Holding	6.39%	0.00%	0.00%

Muthoot Bankers

- Number of Shares	18,421,050	-	-
- % of Holding	14.52%	0.00%	0.00%

Note:

During the period of five years immediately preceding the balance sheet date, the Company has not issued any shares without payment being received in cash or by way of bonus shares or shares bought back.

17 Other equity - reserve and surplus

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Securities Premium Account	1,109,278,178	2,700,000	2,700,000
General reserve	78,481	78,481	78,481
Special Reserve	16,414,669	8,355,510	-
Surplus in Statement of Profit & Loss	61,753,299	29,516,664	29,996,193
	1,187,524,626	40,650,655	32,774,674

**Nature and purpose of reserves****(a) Securities Premium:**

Securities premium is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

(b) General reserves:

Amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law

(c) Special 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.

(d) Surplus in Statement of Profit & Loss

Retained earnings pertain to the accumulated earnings made by the Company over the years.

	As at 31 March 2020	As at 31 March 2019
(a) Securities Premium Account		
Balance at the beginning of the year	2,700,000	2,700,000
Add : Additions made during the year	1,107,716,178	-
Less: Share issue expenses	(1,138,000)	-
Balance at the end of the year	1,109,278,178	2,700,000
(b) General reserves		
Balance at the beginning of the year	78,481	78,481
Balance at the end of the year	78,481	78,481
(c) Special Reserve		
Balance at the beginning of the year	8,355,510	-
Add: Received during the year	8,059,159	8,355,510
Balance at the end of the year	16,414,669	8,355,510
(d) Surplus in Statement of Profit & Loss		
Balance at the beginning of the year	29,516,664	29,996,193
Add: Profit for the year	40,295,793	7,875,982
Add: Transfer to special reserve	(8,059,159)	(8,355,510)
Balance at the end of the year	61,753,299	29,516,664



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

18 Revenue from Operations

	For the year 31 March 2020	For the year 31 March 2019
Interest income on financial assets measured at amortised cost	163,075,974	149,721,603
	163,075,974	149,721,603

19 Other Income

	For the year 31 March 2020	For the year 31 March 2019
Interest on Income Tax Refund	4,351	513,938
Profit on Sale of Current Investment	-	46,775
Profit on Sale of Assets	-	7,113
Share of Profit in Partnership Firm	530,490	-
Unwinding of Interest on security deposit	14,716	13,075
Miscellaneous Income	168,953	7,263
	718,510	588,164

20 Financial Cost

	For the year 31 March 2020	For the year 31 March 2019
Interest paid on borrowing other than debt securities	80,557,696	116,244,222
Interest on lease liabilities	273,268	-
	80,830,964	116,244,222

21 Employee Benefits Expenses

	For the year 31 March 2020	For the year 31 March 2019
Salaries and Incentives	7,002,033	5,747,335
Directors Remuneration	1,018,000	1,018,000
Staff Welfare Expenses	55,404	68,247
	8,075,437	6,833,582

**22 Depreciation and Amortisation**

	For the year 31 March 2020	For the year 31 March 2019
Depreciation on Property plant & equipment	312,386	361,283
Amortisation of intangible assets	8,653	23,916
Amortisation of Right of use	547,627	-
	868,666	385,199

23 Other Expenses

	For the year 31 March 2020	For the year 31 March 2019
Stock exchange, depository & RTA fees and charges	881,132	662,013
Legal and Professional Fees	2,953,277	1,908,326
Payment to Auditors (including service tax)		
Statutory Audit Fees	159,000	118,000
Tax Audit Fees	59,000	59,000
Income Tax Matters	47,500	11,800
Certification	25,960	14,160
Other services	23,600	26,800
Business Promotion Expenses	1,968,058	1,581,200
Motor Car Rent	461,574	-
Printing & Stationary	151,965	58,231
Telephone & Communication	106,200	109,969
Advertisement and Publishing expenses	82,744	73,445
Share of Loss in partnership	-	1,893,405
Loss on Sale of Investment	3,392,876	1,302,000
Deferred Revenue Expenses written off	95,000	218,500
Membership & Subscription	420,098	1,250
Commission	111,488	-
Travelling Expenses	416,065	231,068
Rates & Taxes	258,482	41,256
Donations	360,000	-
Bad Debt's	-	3,512,662
Office Rent	42,346	825,507
Expected credit losses	8,108,191	1,885,505
Repairs & Maintenance	98,899	87,645
Miscellaneous Expenses	437,548	476,783
	20,661,003	15,098,524



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

24 Income tax expenses

	For the year 31 March 2020	For the year 31 March 2019
(a) Tax expense recognized in the Statement of Profit and Loss		
Current tax expenses	16,500,000	4,800,000
Deferred tax expenses	(3,437,379)	(1,023,209)
Tax pertaining to earlier years	-	95,468
	13,062,621	3,872,259

Reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit/(loss) before income taxes is summarized below

Profit/(loss) before tax	53,358,414	11,748,240
Enacted tax rate	25.17%	27.82%
Current tax expenses on profit before tax expenses at the enacted income tax rate in India	13,429,246	3,268,360
Reconciliations		
- tax pertaining to earlier years	-	95,468
- tax pertaining to income/loss not taxable / deductible	133,514	(526,745)
- Others	233,111	(172,621)
Total tax expenses	13,062,621	3,872,259

(b) Movement in Deferred tax assets/(liabilities) during the year ended March 31, 2020 :

Deferred taxes	As at March 31, 2019	(Charge)/Credit during the year	As at March 31, 2020
- on Right of use and Lease liabilities	-	40,497	(40,497)
- on WDV of Property, plant & Equipment as per books and income tax	34,470	(5,094)	39,564
- on unabsorbed losses	1,180,923	(1,581,305)	2,762,228
- on expected credit losses	1,734,974	(1,891,260)	3,626,235
- Others	-	(217)	217
	2,950,367	(3,437,379)	6,387,747

	As at April 01, 2018	(Charge)/Credit during the year	As at March 31, 2019
- on WDV of Property, plant & Equipment as per books and income tax	9,462	(25,008)	34,470
- on unabsorbed losses	701,839	(479,084)	1,180,923
- on expected credit losses	1,215,857	(519,117)	1,734,974
	1,927,158	(1,023,209)	2,950,367

25 Earning Per Share

	Year ended 31 March 2020	Year ended 31 March 2019
Net Profit/(loss) attributable to equity share holders (in INR)	40,295,793	7,875,982
Computation of weighted average number of equity shares :		
- Weighted average number of equity shares for calculating basic EPS and diluted EPS	112,402,676	96,600,000
Earnings Per Share:		
Basic and Diluted	0.36	0.08

26 Contingent Liabilities

The Company does not have any contingent liabilities as on March 31, 2020. (Nil as at March 31, 2019 and April 01, 2018).

27 Capital Commitments

The Company does not have any Capital Commitments as on March 31, 2020. (Nil as at March 31, 2019 and April 01, 2018).

**28 Leases**

Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 Leases and other interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases" using modified retrospective approach. The Company's lease asset classes primarily consist of leases for buildings. These leases were classified as "Operating Leases" under Ind AS 17. On transition to Ind AS 116 "Leases", for these leases, lease liabilities were measured at the present value of remaining lease payments, discounted at the Company's incremental borrowing rate as at April 01, 2019. Right to Use if measured either at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments.

Due to transition, the nature of expenses in respect of operating leases has changed from "lease rent" to "depreciation cost" and "finance cost" for the right-to-use assets and for interest accrued on lease liability respectively, and therefore, these expenses for the current year are not comparable to the previous years, to that extent.

The Company has used following practical expedient, when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17.

(1) The company didn't recognized Right to Use and Lease liabilities for lease for which the lease terms ends within 12 months on the date of initial transition and low value assets.

(2) The Company excluded initial direct cost from measurement of the Right to Use assets at the date of initial application.

(3) The Company uses hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

The weighted average lessee's incremental borrowing rate applied to the lease liabilities is 9%.

The difference between the lease obligation under Ind AS 17 and the value of the lease liability is primarily on account of inclusion of extension and termination options reasonably certain to be exercised in measuring the lease liability in accordance with Ind AS 116 and discounting the lease liabilities to the present value under Ind AS 116.

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2020:

Particulars	Right of Use - Building
Balance as at 1st April 2019	
Additions	2,418,685
Deletions	-
Depreciation and amortisation expenses	547,627
Balance as at 31st March 2020	1,871,058

Following is the movement in lease liabilities during the year ended March 31, 2020:

Particulars	Amount
Balance as on April 01 2019	-
Additions	2,418,685
Interest accrued during the year	273,268
Deletions	-
Payment of lease liabilities	660,000
Balance as on March 31, 2020	2,031,953

Break-up of the contractual maturities of lease liabilities as at March 31, 2020 on an undiscounted basis:

Particulars	Amount
Less than one year	722,265
One to five years	1,782,315
More than 5 years	-

Short-term leases expenses incurred for the year ended 31st March, 2020:

Particulars	Amount
Rental expense	42,346

**29 Related party disclosures****A List of related parties and relationships with whom transaction have taken place and relationships of control**

Nature of relationship	Name of related party
Subsidiaries	
Supama Forex Pvt Ltd	Wholly owned subsidiary
Aether Leisure Pvt Ltd	Wholly owned subsidiary (till 26-02-2020)
Key Management Personnel (KMP)	Mr. Ketan Kothari, Director Mr. Sachin Kothari, Director Mrs. Riddhi Tilwani, Director Mr. Nishant Tolchand Ranka, Director
Enterprise over which some Key Managerial Personnel are able to exercise influence	Supama Financial Services Ltd Supama Infra Services Ltd Raha Payment Solutions Private Limited Riddisiddhi Bullions Ltd Supama Forex Private Limited Hriday Products Private Limited Renaissance Fincon Pvt Ltd Augmont Enterprises Pvt Ltd Augmont Gold Pvt Ltd Finkurve Bullion Pvt Ltd (previously an associate) BSK Realtors LLP Supama Realtors LLP Supama Developers LLP Supama Nicnish Supama Nicnish Realtors LLP Haven Infoline LLP Independent Leasing Badami Trading LLP Badami Enterprise LLP Badami Developers LLP Badami Investment Parshwanath Investments Pratvick Hospitality LLP Kevin & Mike Consultancy RSBL Builders LLP RSBL Refining & Assaying LLP MSK Infra Realtors LLP Vimuk Enterprises LLP
Enterprise over which relatives of Key Managerial Personnel are able to exercise influence	Independent Leasing and Finvest Pvt Ltd



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

(a) Transaction with Related Party

[illegible]



Nature of Transaction	For the year ended March 31, 2020				For the year ended March 31, 2019			
	Key Management Personnel (KMP)	Relative of KMP	Subsidiary	Ent owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Relative of KMP	Subsidiary	Ent owned or controlled by KMP or Relatives
EXPENSES								
Directors Remuneration	1,000,000	-	-	-	1,000,000	-	-	-
Sachin Kothari	900,000	-	-	-	900,000	-	-	-
Riddhi Kamlesh Tilwani	50,000	-	-	-	50,000	-	-	-
Nishant Ranka	50,000	-	-	-	50,000	-	-	-
Interest Paid	-	-	-	24,409,074	-	-	-	103,353,898
Riddisiddhi Bullions Ltd	-	-	-	2,405,338	-	-	-	63,353,898
Augmont Enterprises Pvt Ltd	-	-	-	21,609,995	-	-	-	40,000,000
Arch & Teco Consultants Pvt Ltd	-	-	-	393,741	-	-	-	-
Car Rental Paid	461,574	-	-	-	-	-	-	-
Sachin Kothari	461,574	-	-	-	-	-	-	-
Share of Profit	-	-	-	530,490	-	-	-	-
Pratvick Hospitality LLP	-	-	-	530,490	-	-	-	-
OTHER TRANSACTIONS								
Purchase of Investments	-	-	-	-	-	-	-	2,500,000
Pratvick Hospitality LLP	-	-	-	-	-	-	-	2,500,000
Sale of Investment	-	-	-	-	-	-	-	98,000
Finkurve Bullion Pvt Ltd	-	-	-	-	-	-	-	98,000
Kevin & Mike Consultancy	-	-	-	-	-	-	-	-
Loan Given - Short Term during the year	-	-	900,500,000	2,060,769,269	-	-	65,000,000	604,348,563
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	-	-	15,900,000	-	-	-	25,850,000
Badami Investment	-	-	-	355,550,000	-	-	-	154,975,000
Badami Trading LLP	-	-	-	52,500,000	-	-	-	57,750,000
Parshwanath Investments	-	-	-	-	-	-	-	125,700,000
Arvog Forex Pvt Ltd (Formerly known as Supama Forex Pvt Ltd)	-	-	900,500,000	51,369,269	-	-	65,000,000	-
Haven Infoline LLP	-	-	-	-	-	-	-	12,550,000
Hriday Products Pvt Ltd	-	-	-	-	-	-	-	-
Pratvick Hospitality LLP	-	-	-	-	-	-	-	-
Kevin & Mike Consultancy	-	-	-	2,500,000	-	-	-	6,400,000
Renaissance Fincon Pvt Ltd	-	-	-	1,514,210,000	-	-	-	123,223,563
Krish Dreams Home Pvt Ltd	-	-	-	59,840,000	-	-	-	-
Vimuk Enterprises LLP	-	-	-	-	-	-	-	5,150,000
RSBL Refining & Assaying LLP	-	-	-	-	-	-	-	60,000,000
Supama Developers LLP	-	-	-	-	-	-	-	500,000
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	-	8,900,000	-	-	-	16,900,000
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	-	-	250,000
Independent Leasing and Finvest Pvt Ltd	-	-	-	-	-	-	-	2,800,000
MSK Infra Realtors LLP	-	-	-	-	-	-	-	10,250,000
Supama Nicnish	-	-	-	-	-	-	-	100,000
Supama Nicnish Realtors LLP	-	-	-	-	-	-	-	50,000
RSBL Builders LLP	-	-	-	-	-	-	-	1,900,000



Nature of Transaction	For the year ended March 31, 2020				For the year ended March 31, 2019			
	Key Management Personnel (KMP)	Relative of KMP	Subsidiary	Ent owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Relative of KMP	Subsidiary	Ent owned or controlled by KMP or Relatives
Loan Received Back	-	-	895,592,621	1,303,346,353	-	-	69,094,331	618,614,350
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	-	-	33,500,000	-	-	-	9,125,777
Badami Investment	-	-	-	218,058,064	-	-	-	259,565,401
Badami Trading LLP	-	-	-	110,723,977	-	-	-	1,144,320
Parshwanath Investments	-	-	-	5,607,493	-	-	-	128,383,636
Arvog Forex Pvt Ltd (Formerly known as Supama Forex Pvt Ltd)	-	-	895,592,621	-	-	-	65,000,000	-
Aether Leisure Pvt Ltd	-	-	-	-	-	-	4,094,331	-
Haven Infoline LLP	-	-	-	-	-	-	-	24,729,887
Hriday Products Pvt Ltd	-	-	-	1,370,806	-	-	-	-
Pratvick Hospitality LLP	-	-	-	500,000	-	-	-	-
Kevin & Mike Consultancy	-	-	-	2,300,000	-	-	-	2,249,445
Renaissance Fincon Pvt Ltd	-	-	-	823,669,892	-	-	-	45,901,324
Krish Dreams Home Pvt Ltd	-	-	-	200,000	-	-	-	-
Vimuk Enterprises LLP	-	-	-	33,700,000	-	-	-	3,232,818
RSBL Refining & Assaying LLP	-	-	-	39,700,000	-	-	-	-
Supama Realtors LLP	-	-	-	127,610	-	-	-	-
Supama Developers LLP	-	-	-	19,962,859	-	-	-	-
Supama Nicnish	-	-	-	13,925,652	-	-	-	-
Supama Nicnish Realtors LLP	-	-	-	-	-	-	-	3,463,010
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	-	-	1,609,000
Independent Leasing and Finvest Pvt Ltd	-	-	-	-	-	-	-	2,800,000
MSK Infra Realtors LLP	-	-	-	-	-	-	-	60,250,000
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	-	-	-	-	-	74,259,732
RSBL Builders LLP	-	-	-	-	-	-	-	1,900,000
Loan Taken during the year	-	-	-	2,612,800,000	-	-	-	806,950,000
Riddisiddhi Bullions Ltd	-	-	-	2,030,800,000	-	-	-	806,950,000
Augmont Enterprises Pvt Ltd	-	-	-	582,000,000	-	-	-	-
Loan Paid - Refunded	-	-	-	2,875,288,687	-	-	-	985,744,000
Riddisiddhi Bullions Ltd	-	-	-	2,237,185,469	-	-	-	985,744,000
Augmont Enterprises Pvt Ltd	-	-	-	633,094,520	-	-	-	-
Arch & Teco Consultants Pvt Ltd	-	-	-	5,008,698	-	-	-	-



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

(b) OUTSTANDING AS AT THE BALANCE SHEET DATE

Nature of Transaction	As on March 31, 2020			As on March 31, 2019			As on April 01, 2018		
	Key Management Personnel (KMP)	Subsidiary	Enterprise owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Subsidiary	Enterprise owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Subsidiary	Enterprise owned or controlled by KMP or Relatives
OUTSTANDING AS AT THE BALANCE SHEET DATE									
Investment									
Arvog Forex Pvt Ltd (Formerly known as Supama Forex Pvt Ltd)	-	85,280,000	1,667,085	-	93,610,000	2,530,000	-	93,610,000	128,000
Pratvick Hospitality LLP	-	85,280,000	-	-	85,280,000	-	-	85,280,000	-
Aether Leisure Pvt Ltd	-	-	1,667,085	-	-	2,530,000	-	-	128,000
	-	-	-	-	8,330,000	-	-	8,330,000	-
Loan Given - Short Term - Outstanding									
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	6,211,136	1,167,629,229	-	92,621	332,075,091	-	-	307,399,116
Badami Trading LLP	-	-	4,198,966	-	-	19,333,928	-	-	6,690,888
Badami Investment	-	-	6,810,352	-	-	59,475,040	-	-	-
Haven Infoline LLP	-	-	147,385,095	-	-	2,713,064	-	-	110,111,216
Hriday Products Pvt Ltd	-	-	51,518,475	-	-	(69,269)	-	-	13,249,732
Arvog Forex Pvt Ltd (Formerly known as Supama Forex Pvt Ltd)	-	-	2,860,191	-	-	-	-	-	2,775,191
Pratvick Hospitality LLP	-	6,211,136	-	-	92,621	-	-	-	-
Kevin & Mike Consultancy	-	-	8,115,783	-	-	8,615,784	-	-	7,704,534
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	18,843,318	-	-	16,467,825	-	-	17,348,161
Renaissance Fincon Pvt Ltd	-	-	9,042,542	-	-	-	-	-	63,498,783
Krish Dreams Home Pvt Ltd	-	-	814,061,529	-	-	80,288,915	-	-	5,090,748
Vimuk Enterprises LLP	-	-	63,991,182	-	-	-	-	-	-
RSBL Refining & Assaying LLP	-	-	14,286,256	-	-	45,595,062	-	-	40,667,182
Parshwanath Investments	-	-	26,515,541	-	-	60,038,466	-	-	-
Supama Developer LLP	-	-	-	-	-	5,600,156	-	-	9,571,499
Supama Nicnish	-	-	-	-	-	19,962,859	-	-	17,869,406
Supama Realtors LLP	-	-	-	-	-	13,925,652	-	-	12,694,166
	-	-	-	-	-	127,610	-	-	127,610
Loan Received - Outstanding									
Riddisidhi Bullions Ltd	-	-	575,791,850	-	-	811,658,040	-	-	900,957,834
Augmont Enterprises Pvt Ltd	-	-	174,542,855	-	-	378,763,520	-	-	500,540,477
Badami Trading LLP	-	-	401,248,995	-	-	432,894,520	-	-	400,394,520
Sundry Creditor									
Sachin Kothari - Car Rental	11,748	-	-	74,800	-	-	82,000	-	-
Sachin Kothari-Salary Payable	11,748	-	-	74,800	-	-	82,000	-	-

1. Related parties are as identified by the Company and relied upon by the Auditors.

2. No amount pertaining to Related Parties have been provided for as doubtful debts / written back.

3. Terms and conditions of transaction with related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates.



Notes to standalone financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

30 Segment Information

The Company primarily operates in Financing and other activities. Further, all activities are carried out within India. Based on the 'management approach' as defined in Ind AS 108, the Chief Operating Decision Maker (CODM), there are no other operating segments which are identified as such and need to be reported.

31 Fair values

(a) Financial instruments by category:

Particulars	31 March 2020				
	Amortized cost/ At Cost	At fair value through profit or loss	At fair value through OCI	Total carrying value	Total Fair value
Financial assets					
Cash and bank balances	5,446,814	-	-	5,446,814	5,446,814
Trade receivables	4,977,985	-	-	4,977,985	4,977,985
Loans	1,927,060,164	-	-	1,927,060,164	1,927,060,164
Investments	85,280,000	21,633,506	-	106,913,506	106,913,506
Other financial assets	1,097,645	-	-	1,097,645	1,097,645
	2,023,862,608	21,633,506	-	2,045,496,114	2,045,496,114
Financial liabilities					
Trade payables	1,159,124	-	-	1,159,124	1,159,124
Borrowings	727,870,258	-	-	727,870,258	727,870,258
Lease Liabilities	2,031,953	-	-	2,031,953	2,031,953
Deposit	2,250,001	-	-	2,250,001	2,250,001
	733,311,336	-	-	733,311,336	733,311,336
Particulars	31 March 2019				
	Amortized cost	At fair value through profit or loss	At fair value through OCI	Total carrying value	Total fair value
Financial assets					
Cash and bank balances	6,019,356	-	-	6,019,356	6,019,356
Loans	952,135,852	-	-	952,135,852	952,135,852
Investments	93,610,000	4,137,682	-	97,747,682	97,747,682
Other financial assets	161,258	-	-	161,258	161,258
	1,051,926,466	4,137,682	-	1,056,064,148	1,056,064,148
Financial liabilities					
Trade payables	1,452,915	-	-	1,452,915	1,452,915
Borrowings	930,496,332	-	-	930,496,332	930,496,332
	931,949,247	-	-	931,949,247	931,949,247
Particulars	01 April 2018				
	Amortized cost	At fair value through profit or loss	At fair value through OCI	Total carrying value	Total fair value
Financial assets					
Cash and bank balances	448,002	-	-	448,002	448,002
Loans	1,136,698,054	-	-	1,136,698,054	1,136,698,054
Investments	93,610,000	3,303,300	-	96,913,300	96,913,300
Other financial assets	183,933	-	-	183,933	183,933
	1,230,939,989	3,303,300	-	1,234,243,289	1,234,243,289
Financial liabilities					
Trade payables	1,911,201	-	-	1,911,201	1,911,201
Borrowings	1,104,595,476	-	-	1,104,595,476	1,104,595,476
Deposits	5,000,000	-	-	5,000,000	5,000,000
	1,111,506,677	-	-	1,111,506,677	1,111,506,677



The management of the Company assessed that loans given, cash and cash equivalents, trade receivables, trade payables, other current financial liabilities, current loans and other financial assets approximate their carrying amounts largely due to the short-term maturities of these instruments.

(b) Fair value hierarchy and method of valuation:

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:
Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.

Level 3 - Inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants.

The following table provides the fair value measurement hierarchy of the assets and liabilities of the Company :-

Quantitative disclosures fair value measurement hierarchy for assets/liabilities as at year end:

Particulars	31 March 2020				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTPL					
Investments in equity shares	10,206,324	-	-	10,206,324	10,206,324
Investment in partnership firm	1,667,085	-	-	1,667,085	1,667,085
Investment in preference shares	8,238,177	-	-	8,238,177	8,238,177
Investment in venture funds	511,920			511,920	511,920
Investment in debentures	1,000,000			1,000,000	1,000,000
Investment in mutual funds	10,000	-	-	10,000	10,000
Particulars	31 March 2019				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments in equity shares	1,512,361	-	-	1,512,361	1,512,361
Investment in partnership firm	636,595			636,595	636,595
Investment in preference shares	1,988,726	-	-	1,988,726	1,988,726
Particulars	01 April 2018				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments in equity shares	3,175,300		-	3,175,300	3,175,300
Investment in partnership firm	128,000			128,000	128,000

(c) Fair value measurements using significant unobservable inputs (level 3)

	As at March 31, 2020	As at March 31, 2019
Opening Balance	4,137,682	3,303,300
Acquisition during the year	38,401,360	1,998,287
Disposal during the year	(1,502,800)	-
Share of profit/(loss) - partnership firms	1,030,490	508,595
Closing Balance	21,633,506	4,137,682



32 Financial risk management objectives and policies

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's Board of Directors has appropriate financial risk governance framework for the Company. The Board of Directors govern the Company's financial risk activities by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarised as below.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises 3 types of risk: interest rate risk and currency risk. Financial instruments affected by market risk includes loans, Investment in units of mutual fund, and borrowings.

Interest rate risk:

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk primarily from borrowings. The Company monitors the changes in interest rates and actively regarding finances its debt obligations and/or re-evaluate the investment position to achieve an optimal interest rate exposure.

The Company's borrowings are majorly is at fixed interest rates and accordingly, the company is not exposed to any significant interest rate risk.

Foreign currency risk and sensitivity:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The company does not have any foreign currency exposure, accordingly it is not exposed to the foreign currency risks.

Credit Risk

The Company is exposed to credit risk from their operating activities (primarily Loans given), The Company manage the credit risk by continuously monitoring the creditworthiness of customers. The Company has used a practical expedient by computing the expected credit loss allowance for external trade receivables based on a provision matrix. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix.

Expected credit loss on loans given is Rs. 14,406,970 (31 March 2019 - Rs .6,298,780 and 01 April 2018 : Rs. 4,413,274)

Liquidity Risk

Liquidity risk refers to insufficiency of funds to meet the financial obligations. The Company manages liquidity risk by borrowings, fund infusion by issue of equity shares/ preference shares, continuously monitoring forecast and actual cash flows, and by assessing the maturity profiles of financial assets and liabilities. The following tables detail the company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The tables include principal cash flows. The contractual maturity is based on the earliest date on which the company may be required to pay.



Year ended 31 March 2020	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	684,487,224	43,383,035	-	727,870,258
Trades payables	1,159,124	-	-	1,159,124
Lease Liabilities	2,031,953	-	-	2,031,953

Year ended 31 March 2019	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	885,472,922	45,023,411	-	930,496,332
Trades payables	1,452,915	-	-	1,452,915

Year ended 01 April 2018	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	987,367,938	117,227,539	-	1,104,595,476
Trades payables	1,911,201	-	-	1,911,201

33 Capital management

Risk management

The Company's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital.

The Company monitors capital using a capital adequacy ratio as prescribed by Reserve Bank of India.

- 34** Investment in the Partnership Firm shown in the Balance Sheet is total capital account balance in M/s Pratvick Hospitality LLP which includes closing balance of Rs. 30,000/- as Fixed Capital Account. Other information of LLP is as follows:

Name of LLP- Pratvick Hospitality LLP

Name of the Partners & their Profit Sharing Ratio	As at March 31, 2020		As at March 31, 2019		As at April 01, 2018	
	Share of Profit /Loss (%)	Fixed Capital	Share of Profit /Loss (%)	Fixed Capital	Share of Profit /Loss (%)	Fixed Capital
MR. Vinit Vijay Mody	23	23,000	23	23,000	23	23,000
MR. Vishal Pratap Dhull	12	12,000	12	12,000	12	12,000
Finkurve Financial Services Ltd.	30	30,000	30	30,000	30	30,000
Charmy Vinit Mody	12	12,000	12	12,000	12	12,000
Pratap Hirhibhai Dhulla	23	23,000	23	23,000	23	23,000

35 First time adoption of Ind AS

The accounting policies set out in Note 1, have been applied in preparing the financial statements for the year ended March 31, 2020, the comparative information presented in these financial statements for the year ended March 31, 2019 and in the preparation of an opening Ind AS balance sheet at April 01, 2018 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).



An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

Exemptions and exceptions availed

A. Ind AS mandatory exemptions

(i) Estimates

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies). Ind AS estimates as at April 01, 2018 are consistent with the estimates as at the same date made in conformity with previous GAAP.

The Company made estimates for following item in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Impairment of financial assets based on expected credit loss model.

(ii) Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

A. Ind AS optional exemptions

Property, Plant & Equipment

The Company on first time adoption of Ind AS, has elected to continue with the carrying value for all of its property, plant & equipment and other intangible assets as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed costs as at the date of transition.

Designation of previously recognised financial instruments: The Company does not have any financial assets or liabilities as of the transition dates which were required to be designated, and which met the required criteria given in Ind AS 101, as a financial asset or financial liability at FVPL.

B. Transition to Ind AS - Reconciliations

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from previous GAAP to Ind AS in accordance with Ind AS 101:

- (i) Reconciliation of Balance sheet as at April 1, 2018 (Transition date)
- (ii) Reconciliation of Balance sheet as at March 31, 2019 and Reconciliation of total comprehensive income for the year ended March 31, 2019
- (iii) Reconciliation of Equity as at April 1, 2018 and March 31, 2019
- (iv) Impact on cash flow statement for the year ended March 31, 2019

The presentation requirements under previous GAAP differs from Ind AS and hence Previous GAAP information has been regrouped for ease of reconciliation with Ind AS. The regrouped previous GAAP information is derived from the Financial Statements of the Company prepared in accordance with previous GAAP.



(i) Reconciliation of Balance sheet as at April 1, 2018

PARTICULARS	Previous GAAP*	Ind AS adjustments	Ind AS
Financial Assets			
Cash and cash equivalents	448,002	-	448,002
Loans	1,141,111,328	(4,413,274)	1,136,698,054
Investments	96,913,300		96,913,300
Other financial assets	219,760	(35,827)	183,933
Total financial assets	1,238,692,390	(4,449,101)	1,234,243,289
Non Financial Assets			
Income tax assets (net)	15,860,529	-	15,860,529
Deferred tax assets (net)	711,301	1,215,857	1,927,158
Property, plant and equipment	675,772	-	675,772
Intangible assets	42,146	-	42,146
Other current assets	1,389,479	35,827	1,425,306
Total non-financial assets	18,679,227	1,251,684	19,930,911
TOTAL ASSETS	1,257,371,617	(3,197,417)	1,254,174,199
EQUITY AND LIABILITIES			
Financial liabilities			
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	1,911,201	-	1,911,201
Borrowings	1,104,595,476	-	1,104,595,476
Deposits	5,000,000	-	5,000,000
Total financial liabilities	1,111,506,677	-	1,111,506,677
Non financial liabilities			
Current tax liabilities	-	-	-
Other non-financial liabilities	13,292,848	-	13,292,848
Total non financial liabilities	13,292,848	-	13,292,848
Equity			
Share capital	96,600,000	-	96,600,000
Other equity	35,972,091	(3,197,417)	32,774,674
Total equity	132,572,091	(3,197,417)	129,374,674
TOTAL EQUITY AND LIABILITIES	1,257,371,616	(3,197,417)	1,254,174,199



(ii) Reconciliation of Balance sheet as at March 31, 2019

PARTICULARS	Previous GAAP*	Ind AS adjustments	Ind AS
Financial Assets			
Cash and cash equivalents	6,019,356	-	6,019,356
Loans	958,434,631	(6,298,780)	952,135,852
Investments	97,747,682	-	97,747,682
Other financial assets	184,010	(22,752)	161,258
Total financial assets	1,062,385,679	(6,321,531)	1,056,064,148
Non Financial Assets			
Income tax assets (net)	10,591,130	-	10,591,130
Deferred tax assets (net)	1,215,393	1,734,974	2,950,367
Property, plant and equipment	634,082	-	634,082
Intangible assets	18,230	-	18,230
Other current assets	2,205,203	(153,280)	2,051,922
Total non-financial assets	14,664,037	1,581,694	16,245,731
TOTAL ASSETS	1,077,049,716	(4,739,837)	1,072,309,879
EQUITY AND LIABILITIES			
Financial liabilities			
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	1,452,915	-	1,452,915
Borrowings	930,496,332	-	930,496,332
Total financial liabilities	931,949,247	-	931,949,247
Non financial liabilities			
Other non-financial liabilities	3,109,976		3,109,976
Total non financial liabilities	3,109,976	-	3,109,976
Equity			
Share capital	96,600,000	-	96,600,000
Other equity	45,390,493	(4,739,837)	40,650,655
Total equity	141,990,493	(4,739,837)	137,250,655
TOTAL EQUITY AND LIABILITIES	1,077,049,716	(4,739,837)	1,072,309,879



(iii). Reconciliation of Statement of total comprehensive income for the year ended March 31, 2019

REVENUE :	Previous GAAP*	Ind AS adjustments	Ind AS
Revenue from Operations			
- Interest income	149,721,603	-	149,721,603
Other Income	575,089	13,075	588,164
	150,296,693	13,075	150,309,768
Total Revenue			
EXPENSES :			
Finance Costs	116,244,222	-	116,244,222
Employee benefit expense	6,833,582	-	6,833,582
Depreciation and amortisation expense	385,199	-	385,199
Other Expenses	13,023,912	2,074,612	15,098,525
	136,486,915	2,074,612	138,561,528
Total Expenses			
Profit Before Tax	13,809,777	(2,061,537)	11,748,240
Tax Expenses			
Current Tax	4,800,000	-	4,800,000
Deferred tax	(504,092)	(519,117)	(1,023,209)
Taxes pertaining to earlier years	95,468	-	95,468
PROFIT FOR THE YEAR	9,418,402	(1,542,420)	7,875,982
Other Comprehensive Income	-	-	
Total comprehensive income for the year	9,418,402	(1,542,420)	7,875,982

(iv) Reconciliation of Equity as at April 1, 2018 and March 31, 2019

	As at March 31, 2019	As at April 01, 2018
Total Equity (Shareholder's funds) under previous GAAP	45,390,493	35,972,091
Fair Valuation of Financial Assets - Deposits - Note 1	(1,232)	-
Deferred revenue Expenditure amortised	(174,800)	-
Expected Credit Loss - Note 2	(6,298,780)	(4,413,274)
Deferred tax assets on above items	1,734,974	1,215,857
Total equity under Ind AS	40,650,655	32,774,674

**(v) Impact on cash flow statement for the year ended March 31, 2019**

There were no significant reconciliation items between cash flows prepared under previous GAAP and those prepared under Ind AS.

Notes to First-time adoption:**Note 1 - Fair valuation of financial assets - Deposit**

Under the previous GAAP, interest free lease security deposits (that are refundable in cash on completion of lease term) are recorded at transaction price. Under Ind AS, all financial assets are required to be recognised at fair value. Accordingly, the Company has fair valued the security deposits and the difference between the fair value and transaction value of the security deposit has been recognised as prepaid rent.

Note 2 - Expected Credit Loss

The Company recognizes loss allowances using the expected credit loss (ECL) model for loans given which are not fair valued through profit or loss. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognised as an impairment gain or loss in statement of profit or loss

36 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable for future periods.

37 The Company is yet to receive balance confirmations in respect of certain financial assets and financial liabilities. The Management does not expect any material difference affecting the current year's financial statements due to the same.

38 The financial statements were approved for issue by the Board of Directors on July 30, 2020.

39 The previous year's figures have been recast / regrouped / rearranged wherever considered necessary to meet the requirements of Ind AS.

For Ladha Singhal and Associates

Chartered Accountants

Firm Registration No : 120241W

Ajay Singhal

Partner

Membership No.: 104451

Place: Mumbai

Date: July 30, 2020

For and on behalf of the Board of Directors**Ketan Kothari**

Director

DIN: 00230725

Sachin Kothari

Director

DIN: 03155884

Aakash JainChief Financial
Officer**Sunny Parekh**

Company Secretary



INDEPENDENT AUDITOR'S REPORT

To The Members of **Finkurve Financial Services Limited**

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Finkurve Financial Services Limited** (hereinafter referred to as “the Holding Company”) its subsidiary (the holding company and its subsidiary constitute “the Group”) which comprise the consolidated Balance Sheet as at March 31, 2020, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Change in Equity and the Consolidated Statement of cash flows 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, and based on the consideration of reports of other auditor on separate financial statements of such subsidiary as were audited by the other auditors, 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 Indian Accounting Standards (“Ind AS”) prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2020, and its consolidated profits (including other comprehensive income), its consolidated change in equity and its consolidated cash flows for the year ended on that date.

Basis of 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 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 the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 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.

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 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 that there are no key audit matters to communicate in our report.

**Information other than the 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 Annual Report, but does not include the consolidated financial statements and our auditor's report thereon.

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.

If, based on the work we performed, we conclude that there is a material misstatement therein, we are required to report that fact. We have nothing to report in this regards.

Management's Responsibility for the Consolidated Financial Statements

The Holding 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance (including Other Comprehensive Income), 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.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Group and for preventing and detecting the frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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 is responsible for overseeing the financial reporting process of each company.

Auditor's 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.



Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 controls.
- 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 Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 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 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 such entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled 'Other Matters' in this audit report.

We believe that the audit evidence obtained by us along with the consideration of audit reports of the other auditors referred to in sub-paragraph (a) of the Other Matters paragraph below, 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 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.

Other Matter

The accompanying consolidated financial statements includes the financials of Arvog Forex Private Limited (formerly known as Supama Forex Private Limited), subsidiary whose financial statements reflect total assets of Rs. 1,856.99 lacs as at 31st March 2020, total revenues of Rs. 779.91 lacs, net loss of Rs. (-) 23.30 lacs and net cash inflow amounting to Rs. 53.00 lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statement have been audited by the other auditor whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relate to the amounts and disclosure included in respect of the subsidiaries, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in-so-far as it relates to aforesaid subsidiaries, is based solely on the report of the other auditor.

During the year, the equity shares of Arvog Leisure Private Limited (formerly known as Aether Leisure Private Limited) erstwhile wholly owned subsidiary have been sold resulting into such company ceases to be subsidiary of company. The effects of such ceases have been taken into the accompanying consolidated financial statements based on the financial statement of such company prepared up-to the date of sale of shares.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements of such subsidiaries as were audited by other auditors, as noted in the 'Other Matters' paragraph, 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 and the reports of the other auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Change in Equity and Consolidated Statement of Cash Flow 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors of the Holding Company as on 31st March, 2020, taken on record by the Board of Directors of the Holding Company and on the basis of the report of the statutory auditor of its subsidiary companies, none of the directors is disqualified as on 31st March, 2020, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our report in "Annexure A".
- g) As required by section 197(16) of the Act, in our opinion and according to the information and explanations given to us and based on the reports of the statutory auditor of subsidiary company incorporated in India which were not audited by us, we report that the Holding Company, and its subsidiary company covered under the Act, paid remuneration to their respective directors during the year in accordance with the provisions of and limits laid down under section 197 of the Act read with Schedule V to the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiaries, as noted in the 'Other Matters' paragraph:
- i) There were no pending litigations which would impact the consolidated financial position of the Group;
 - ii) The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses; and
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.

For Ladha Singhal & Associates
Chartered Accountants
(Firm Registration No. 120241W)

Ajay Singhal
(Partner)
M. No. 104451
UDIN : 20104451AAAABO5587
Place: Mumbai
Dated: 30th July, 2020.



ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Referred to as Annexure 'A' in paragraph 19(f) under Independent Auditors' Report of even date to the members of **Finkurve Financial Services Limited** on the consolidated financial statement for the year ended on 31st March, 2020.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of **Finkurve Financial Services Limited** ("the Holding Company") and its subsidiary companies which are incorporated in India, as on 31st March, 2020 in conjunction with our audit of the consolidated financial statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

2. The Respective Board of Directors of the Holding Company and its subsidiary 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 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 Companies Act, 2013.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note 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 over financial reporting. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. 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 auditor's judgment, 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 and the audit evidence obtained by the other auditor of the subsidiary company incorporated in India, in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Group's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

6. 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

7. 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

8. In our opinion, the Holding Company and its subsidiary company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the Company and its subsidiary company incorporated in India considering the essential components of internal control stated in the Guidance Note issued by ICAI.

Other Matter

9. Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to its subsidiary companies incorporated in India, is based on the corresponding reports of the auditors of such company incorporated in India, is based on the corresponding reports of the auditors of such company incorporated in India.

For Ladha Singhal & Associates
Chartered Accountants
(Firm Registration No. 120241W)

Ajay Singhal
(Partner)
M. No. 104451
UDIN : 20104451AAAABO5587
Place: Mumbai
Dated: 30th July, 2020.



Consolidated Balance sheet as at 31 March 2020
(All amounts in INR, unless otherwise stated)

	Note	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
(I) ASSETS				
Financial Assets				
Cash and cash equivalents	2	10,84,95,569	8,57,38,208	7,69,89,588
Bank Balance other than above	2	1,98,34,093	2,47,72,360	1,86,22,636
Trade receivables	3	2,30,88,252	85,83,473	1,58,52,305
Loans	4	1,93,16,22,419	96,41,66,622	1,14,84,17,898
Investments	5	2,45,70,583	89,77,395	1,09,13,814
Other financial assets	6	90,64,494	53,31,106	54,77,641
Total financial assets		2,11,66,75,411	1,09,75,69,162	1,27,62,73,882
Non Financial Assets				
Income tax assets (net)	7	8,48,767	1,22,14,108	1,81,42,525
Deferred tax assets (net)	24 (b)	97,56,052	53,27,966	28,03,491
Property, plant and equipment	8	75,60,268	51,11,155	41,62,109
Intangible assets	9	6,68,109	4,10,176	46,571
Right of Use	28	1,23,90,381	-	-
Other current assets	10	24,18,545	32,49,142	26,15,546
Total non-financial assets		3,36,42,122	2,63,12,548	2,77,70,242
TOTAL ASSETS		2,15,03,17,533	1,12,38,81,710	1,30,40,44,123
(II) EQUITY AND LIABILITIES				
Financial liabilities				
Trade payables	11	-	-	-
(a) Total outstanding dues of micro enterprises and small enterprises		-	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	28	62,50,816	46,43,591	37,81,547
Lease liabilities	12	1,24,24,633	-	-
Borrowings	13	73,22,48,161	93,48,74,235	1,10,89,73,379
Deposits		22,50,001	-	50,00,000
Total financial liabilities		75,31,73,611	93,95,17,827	1,11,77,54,926
Non financial liabilities				
Other non-financial liabilities	14	4,23,74,372	70,98,010	1,37,58,556
Total non financial liabilities		4,23,74,372	70,98,010	1,37,58,556
Equity				
Share capital	15	12,68,58,198	9,66,00,000	9,66,00,000
Other equity	16	1,20,55,35,182	5,83,83,900	5,38,78,930
Total equity attributable to owners		1,33,23,93,380	15,49,83,900	15,04,78,930
Non-controlling interests		2,23,76,170	2,22,81,973	2,20,51,711
Total equity		1,35,47,69,550	17,72,65,874	17,25,30,641
TOTAL EQUITY AND LIABILITIES		2,15,03,17,533	1,12,38,81,710	1,30,40,44,123



Significant accounting policies and other explanatory information

1 - 39

This is the Balance Sheet referred to in our report of even date

For Ladha Singhal and Associates
Chartered Accountants
Firm Registration No : 120241W

Ajay Singhal
Partner
Membership No.: 104451

Place: Mumbai
Date: July 30, 2020

For and on behalf of the Board of Directors

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary



Consolidated Statement of profit and loss for the year ended 31 March 2020
(All amounts in INR, unless otherwise stated)

	Note	For the Year ended 31 March 2020	For the Year ended 31 March 2019
Income			
Revenue from operations	17	24,56,71,742	17,16,89,098
Interest income on financial assets measured at amortised cost	18	26,22,923	51,56,722
Other income		24,82,94,664	17,68,45,820
Total income			
Expenses:	19	8,17,02,604	11,62,88,618
Finance costs	20	72,73,489	9,14,916
Net loss on fair value changes		-	1,40,821
Changes in inventories - stock in trade	21	4,52,28,920	2,20,70,583
Employee benefit expense	22	51,98,410	14,73,410
Depreciation and amortisation expense	23	5,62,24,914	2,64,61,780
Other expenses		19,56,28,337	16,73,50,128
Total expenses		5,26,66,327	94,95,692
Profit before tax		5,30,490	(18,93,405)
Share of profit/(loss) of associates		5,31,96,817	76,02,287
Profit before tax (V-VI)	24	1,69,60,000	52,70,000
Tax expense		(44,28,086)	(25,24,476)
Current tax		(2,397)	1,21,531
Deferred tax		1,25,29,516	28,67,055
Taxes pertaining to earlier years			
Profit for the year		4,06,67,301	47,35,232
Other comprehensive income		-	-
Total other comprehensive income for the year, net of tax (B)		-	-
Total comprehensive income for the year (A+B)		4,06,67,301	47,35,232
Total profit attributable to			
Owners of the Company		4,05,73,104	45,04,970
Non - controlling interest		94,197	2,30,262
Other comprehensive income attributable to			
Owners of the Company		-	-
Non - controlling interest		-	-
Total comprehensive income attributable to			
Owners of the Company		4,05,73,104	45,04,970
Non - controlling interest		94,197	2,30,262
Earnings per equity share: Nominal value of INR 10 per share	25		
Basic and Diluted		0.36	0.05



Significant accounting policies and other explanatory information

1 - 39

This is the Statement of Profit and Loss referred to in our report of even date

For Ladha Singhal and Associates
Chartered Accountants
Firm Registration No : 120241W

Ajay Singhal
Partner
Membership No.: 104451

Place: Mumbai
Date: July 30, 2020

For and on behalf of the Board of Directors

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary



Consolidated Statement of changes in equity for the year ended 31 March 2020
(All amounts in INR, unless otherwise stated)

A. Equity share capital

	Amount
At 01 April 2018	9,66,00,000
Changes in equity share capital during the year	-
At 31 March 2019	9,66,00,000
Changes in equity share capital during the year	3,02,58,198
At 31 March 2020	12,68,58,198

B. Other Equity

	Reserves and Surplus					
	Capital Reserve	Securities Premium	General Reserve	Special reserve	Surplus in stat. of P&L	Total
Balance as at 01 April 2018	42,45,343	27,00,000	78,481	-	4,68,55,106	5,38,78,930
Profit for the year	-	-	-	-	45,04,970	45,04,970
Transfer to special reserve	-	-	-	83,55,510	(83,55,510)	-
Other comprehensive income	-	-	-	-	-	-
Closing balance as at 31 March 2019	42,45,343	27,00,000	78,481	83,55,510	4,30,04,566	5,83,83,900
Profit for the year	-	-	-	-	4,05,73,104	4,05,73,104
On issue of shares during the year	-	1,10,77,16,178	-	-	-	1,10,77,16,178
On sale of Subsidiary	(21,40,713)	-	-	-	21,40,713	-
Transfer to special reserve	-	-	-	80,59,159	(80,59,159)	-
Other comprehensive income	-	-	-	-	-	-
Share Issue expenses	-	(11,38,000)	-	-	-	(11,38,000)
Closing balance as at 31 March 2020	21,04,630	1,10,92,78,178	78,481	1,64,14,669	7,76,59,224	1,20,55,35,182

Significant accounting policies and other explanatory information

1 - 39

This is the Statement of Changes in Equity referred to in our report of even date

For Ladha Singhal and Associates
Chartered Accountants
Firm Registration No : 120241W

For and on behalf of the Board of Directors

Ajay Singhal
Partner
Membership No.: 104451

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Place: Mumbai
Date: July 30, 2020

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary



Consolidated Statement of Cash flow for the year ended 31 March 2020
(All amounts in INR, unless otherwise stated)

	For the year ended 31 March 2020	For the year ended 31 March 2019
Cash flow from operating activities		
Net Profit /(loss) before tax	5,31,96,817	76,02,287
Adjustments for:		
Depreciation	30,51,514	14,73,410
Amortisation of Right of Use	21,46,896	-
Bad Debts	-	35,12,662
Finance Cost - borrowings	8,07,69,248	11,62,88,618
Interest on lease liabilities	9,33,356	-
Expected credit loss	83,08,191	20,85,505
Provision for diminution of investments	34,35,535	33,54,209
(Profit)/loss on sale of investments	(4,64,307)	7,66,612
Profit on sale of Assets	-	(7,113)
Loss on sale of subsidiary	1,37,196	-
Fair Valuation of Financial assets - Deposits	-	1,232
Interest Income	(14,66,604)	(31,36,162)
Dividend Income	(41,962)	(51,152)
Share of Loss / (Profit) from Firm / LLP	(5,30,490)	18,93,405
Interest on income tax refunds	(47,422)	(5,13,938)
Income tax paid relating to earlier years	-	1,48,691
Operating profit/ (loss) before working capital changes	14,94,27,968	13,34,18,267
Adjustments for:		
Loans given	(96,74,55,798)	17,86,53,109
(Increase)/Decrease in financial and non financial assets	(2,07,77,495)	6,30,815
Increase/(Decrease) in financial and non financial Liabilities	3,91,33,587	(1,07,98,502)
Cash generated from operations	(79,96,71,737)	30,19,03,689
Direct Taxes (paid) /refunded (net)	(55,44,840)	9,02,134
Net Cash from/ (used in) operating activities (A)	(80,52,16,577)	30,28,05,823
Cash from investment activities		
Sales / (Purchase) of Investments - Net	(2,31,49,108)	(40,77,807)
Proceeds from sale of subsidiary	49,77,985	-
Capital Expenditure on Fixed Assets	(57,58,559)	(27,78,949)
Interest income	14,66,604	31,36,162
Dividend income	41,962	51,152
Net cash (used in) investment activities (B)	(2,24,21,116)	(36,69,442)



Cash from financing activities		
Proceeds from Issue of Share Capital	3,02,58,198	-
Security Premium Account	1,10,65,78,178	-
Proceeds/(Repayment) from/of borrowings (Net)	(20,26,26,074)	(17,40,99,144)
Payment of lease liabilities	(30,46,000)	-
Interest Paid on Borrowings	(8,07,69,248)	(11,62,88,618)
Net cash (used in) financing activities (c)	85,03,95,054	(29,03,87,762)
Net increase/ (decrease) in cash and cash equivalents (A+B+C)	2,27,57,361	87,48,619
Cash and cash equivalents at beginning of the year	8,57,38,208	7,69,89,588
Cash and cash equivalents at end of the year	10,84,95,569	8,57,38,208

Significant accounting policies and other explanatory information

1 - 39

This is the Cash Flow Statement referred to in our report of even date

For Ladha Singhal and Associates
Chartered Accountants
Firm Registration No : 120241W

Ajay Singhal
Partner
Membership No.: 104451

Place: Mumbai
Date: July 30, 2020

For and on behalf of the Board of Directors

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

A. CORPORATE INFORMATION

Finkurve Financial Services Limited ('the Parent Company'), formerly known as Sanjay Leasing Limited was incorporated in the year 1984. The company is registered as Non Deposit Accepting Non Banking Finance Company (NBFC) and was issued registration certificate by Reserve Bank of India on 9th March 1998. Since then, the company is carrying on the business activity of NBFC. The Equity shares of the company are listed on Bombay Stock Exchange (BSE).

The consolidated financial statements comprise the financial statements of Finkurve Financial Service Limited (Parent Company) and its wholly owned subsidiaries Arvog Forex Private Limited and Arvog Leisure Private Limited. Both the subsidiaries are located in India.

During the year, in February 2020, the Company has sold its stake in the Arovog Leisure Private Limited. Accordingly, Arvog Leisure Private Limited is no longer subsidiary of the company. The Company has sold its stake in Arvog Leisure Private Limited for a consideration of Rs. 4,977,985 and it has recognised a loss of Rs. 96,335 on sale in its consolidated financial statements.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**(a) Statement of compliance and basis of preparation and presentation of consolidated financial statements**

These consolidated financial statements of the Company have been prepared in accordance with Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 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 provision of the Act.

The Company's consolidated financial statements up to and for the year ended 31st March 2019 were prepared in accordance with Generally Accepted Accounting Principles in India (IGAAP) under the historic cost conversion as going concern on accrual basis, unless otherwise stated, in accordance with provisions of Companies Act, 2013, the Accounting Standards specified under section 133 of Companies Act, 2013 ("the Act") read with rule 7 of the Companies (Accounts) Rules as amended.

The accounting policies are applied consistently to all the periods presented in the financial statements. The Balance sheet and Statement of Profit & Loss are prepared and presented in accordance with the format prescribed in the Division III to Schedule III to the Act applicable for Non Banking Finance Companies (NBFC).

Consolidation Procedures:

(a) Combine, on line by line basis like items of assets, liabilities, equity, income, expenses and cash flows of the Parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.



(b) Offset (eliminate) the carrying amount of the Parent's investment in each subsidiary and the Parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill

(c) Eliminate in full intra-group assets and liabilities, equity, income, expenses and Cash flows relating to transactions between entities of the group (profits or losses resulting from intra-group transactions that are recognised in assets, such as inventory and property, plant and equipment (PPE), are eliminated in full). Intra-group losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intra-group transactions.

(d) Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

(b) Functional and presentation currency

The financial statements are presented in INR, the functional currency of the Group.

(c) Basis of Measurement

"The financial statements of the Group are prepared on the accrual basis of accounting and Historical cost convention except for the following material items that have been measured at fair value as required by the relevant Ind AS:

(i) Certain financial assets and liabilities are measured at Fair value (Refer note no. (h) and (i) below)"

(d) Use of Estimates and Judgements

The preparation of the financial statements requires the Management to make, judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates. The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the management and are based on historical experience and various other assumptions and factors (including expectations of future events) that the management believes to be reasonable under the existing circumstances. Actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

Estimation of uncertainties relating to the global health pandemic from COVID-19:

The Group has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of property, plant and equipments, investments, inventories, receivables, and other financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Group, as at the date of approval of these financial statements has used internal and external sources of information. There is no material adverse impact of CoVID - 19 pandemic on the Group and its operations/profitability during the financial year ended March 31, 2020. However, CoVID - 19 pandemic effect if any, on the Group's operation / profitability in the current financial year 2020-21 can only be assessed in due course.

**(e) Property, plant and equipment (PPE)**

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable costs of bringing the asset to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the item and restoring the site on which it is located.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

(f) Intangible assets

Intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.

(g) Depreciation and Amortisation**(a) Tangible assets**

Depreciation has been provided on Written Down Value basis and in accordance with, Method and useful life prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

(b) Intangible assets

The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their expected useful lives. The amortisation period and the amortisation method for finite life intangible assets is reviewed at each financial year end and adjusted prospectively, if appropriate. For indefinite life intangible assets, the assessment of indefinite life is reviewed annually to determine whether it continues, if not, it is impaired or changed prospectively basis revised estimates.

(h) Financial assets - Initial recognition:

Financial assets are recognised when the Group becomes a party to the contractual provisions of the instruments.

Initial Recognition and Measurement – Financial Assets and Financial Liabilities

All 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 fair value through profit or loss and ancillary costs related to borrowings) 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 fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

**Classification and Subsequent Measurement: Financial Assets**

The Group classifies financial assets as subsequently measured at amortized cost, fair value through Other Comprehensive Income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- (a) the entity's business model for managing the financial assets and
- (b) the contractual cash flow characteristics of the financial asset.

Amortised Cost:

A financial asset is classified and measured at amortized cost if both of the following conditions are met:

(i) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and

(ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value Through Other Comprehensive Income (FVTOCI):

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

(i) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

(ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value Through Profit or Loss (FVTPL) :

A financial asset is classified and measured at FVTPL unless it is measured at amortized cost or at FVTOCI.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Equity Instruments:

Considering the entity's business model for managing equity instruments; the investments in equity shares have been recognised at fair value as on date of balance sheet. Fair value movements are recognised in the other comprehensive income (OCI). Dividends on these investments in equity instruments are recognised in Statement of Profit and Loss when the Group's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognised in Statement of Profit and Loss are included in the 'Other income' line item.

**Impairment**

The Group recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward looking.

The Group's Loans and trade receivables or contract revenue receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

Under simplified approach, the Group does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Group uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For financial assets other than trade receivables, the Group recognises 12-months expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent period, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Group reverts to recognizing impairment loss allowance based on 12 months ECL. The impairment losses and reversals are recognised in Statement of Profit and Loss. For equity instruments and financial assets measured at FVTPL, there is no requirement of impairment testing.

Derecognition

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers rights to receive cash flows from an asset, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement.

In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained."

(I) Financial Liabilities**Initial Recognition and measurement**

Financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instruments. Financial liabilities are initially recognised at fair value net of transaction costs for all financial liabilities not carried at fair value through profit or loss.

The Group's financial liabilities includes trade and other payables, loans and borrowings including bank overdrafts.

**"Subsequent measurement**

Financial liabilities measured at amortised cost are subsequently measured at using EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Loans & Borrowings:

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using EIR method. Gains and losses are recognized in profit & loss when the liabilities are derecognized as well as through EIR amortization process.

Financial Guarantee Contracts

Financial guarantee contracts issued by the Group are those contracts that requires a payment to be made or to reimburse the holder for a loss it incurs because the specified debtors fails to make payment when due in accordance with the term of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee.

"

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(j) Fair Value Measurement

The Group measures financial instruments, such as, derivatives, investments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

(a) In the principal market for the asset or liability, or

(b) In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:



- "(I) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
(ii) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
(iii) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above."

(k) Cash & Cash Equivalents

Cash and Cash equivalents include cash and Cheque in hand, bank balances, demand deposits with banks and other short-term highly liquid investments that are readily convertible to known amounts of cash & which are subject to an insignificant risk of changes in value where original maturity is three months or less.

(l) Foreign exchange transactions & translations

a) Initial Recognition

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss of the year.

b) Measurement of Foreign Currency Items at the Balance Sheet Date

Foreign currency monetary items of the Group are restated at the closing exchange rates. Non monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these transactions are charged to the Statement of Profit and Loss.

(m) Revenue from contracts with customers:

Effective Interest rate method

Interest income is recognised in Statement of profit & loss using effective interest rate method for all financial instruments at amortised cost, debt instrument measured at FVOCI and debt instrument 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.

Calculation of effective interest includes transaction cost and fees that are an integral part of the contract. Transaction cost include incremental cost 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 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.

**Interest**

The Group calculates interest income related to financing business by applying the EIR to the gross carrying amount of financial asset other than credit-impaired assets.

When a financial asset becomes credit-impaired, the Group calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial assets cures and is no longer credit impaired, the Group reverts to calculating interest income on a gross basis.

Dividend

Dividend Income is recognized when right to receive the same is established and shown as part of investment and dividend income.

Rental Income

Rental Income is recognised in the statement of profit & loss as per contractual rentals unless another systematic basis is more representative of the time pattern.

Gain on sale of investment/Redemption of Mutual funds

On disposal of an Investment, the difference between the carrying amount and net disposal proceeds should be charged or credited to the profit and loss statement.

(n) Taxes on Income

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current tax is based on taxable profit for the year. Taxable profit is different from accounting profit due to temporary differences between accounting and tax treatments, and due to items that are never taxable or tax deductible. Tax provisions are included in current liabilities. Interest and penalties on tax liabilities are provided for in the tax charge. The Group offsets, the current tax assets and liabilities (on a year on year basis) where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis or to realise the assets and liabilities on net basis.

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred tax assets are not recognised where it is more likely than not that the assets will not be realised in the future.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.



Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Minimum Alternative Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Group will pay normal income-tax during the specified period. The Group reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Group will pay normal income-tax during the specified period.

(o) Borrowing Cost:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of Cost of that assets, during the period till all the activities necessary to prepare the Qualifying assets for its intended use or sale are complete during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

(p) Earnings per shares

Basic earnings per shares are calculated by dividing the net profit or loss after tax for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to the equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(q) Finance Cost

Finance cost includes interest expense computed by applying effective interest rate on respective financial instrument measured at Amortised cost, bank term loans, non-convertible debentures, debts. Finance costs are charged to statement of profit and loss

(r) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Group from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources or an obligation for which the future outcome cannot be ascertained with reasonable certainty. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in financial statements.

**(s) Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM).

(t) Leases**Till March 31, 2019**

Lease arrangements where the risks & rewards incidental to the ownership of an asset substantially vest with lessor, are recognized as operating lease. Operating lease payments are recognized on straight line basis over the lease term in the statement on profit & loss, unless the lease agreement explicitly states that increase is on account of inflation.

Form April 1, 2019

The Group has adopted Ind AS 116-Leases effective 1st April, 2019, using the modified retrospective method. The Group has applied the standard to its leases with the cumulative impact recognised on the date of initial application (1st April, 2019). Accordingly, previous period information has not been restated.

The Group's lease asset classes primarily consist of leases for Land and Buildings. The Group assesses whether a contract is or 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:

- (a) the contract involves the use of an identified asset
- (b) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (c) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognises 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 leases of low value assets. For these short term and leases of low value assets, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognised 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, if any. 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 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. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made. A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The remeasurement normally also adjusts the leased assets.



Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Financial assets			
2 Cash and cash equivalents			
Cash on hand	1,18,18,539	1,19,99,881	1,18,96,859
Balances with banks			2,58,96,086
In current account	1,61,03,434	3,45,60,348	3,91,96,644
Foreign currency in hand	8,05,73,597	3,91,77,979	7,69,89,588
	10,84,95,569	8,57,38,208	
Other bank balances			
Fixed Deposit with Bank with more than twelve months maturity	1,98,34,093	2,47,72,360	1,86,22,636
	1,98,34,093	2,47,72,360	1,86,22,636
3 Trade Receivables			
Trade receivables considered good - unsecured	2,34,88,252	87,83,473	1,58,52,305
Less: Loss allowance*	(4,00,000)	(2,00,000)	-
Total trade receivables	2,30,88,252	85,83,473	1,58,52,305
4 Loans			
Unsecured			
At Amortised cost			
Loan to other parties	77,21,89,025	63,51,60,729	78,80,42,725
- To other parties	1,17,38,40,365	33,53,04,672	36,47,88,447
- To related parties	(1,44,06,971)	(62,98,780)	(44,13,274)
Less: Expected credit losses *	1,93,16,22,419	96,41,66,622	1,14,84,17,898
Out of above	1,94,60,29,390	97,04,65,401	1,15,28,31,172
- Loan in India	-	-	-
- Loan outside India	-	-	-
* Loss Allowance			
Opening Balance	For the year ended 31 March 2020	For the year ended 31 March 2019	
Add: Loss allowance recognised during the year	64,98,780	44,13,274	
Closing Balance	83,08,191	20,85,505	
	1,48,06,971	64,98,780	



5 Investments	As at 31 March 2020		As at 31 March 2019		As at 1 April 2018	
In Equity Shares, Quoted, fully paid up						
Fair Valued through Profit & Loss						
Quoted Equity Shares Fully paid up :-						
ANG Industries Ltd.	1,000	750	1,000	1,000	1,000	4,450
Bandhan Bank Ltd	500	1,01,875	-	-	-	-
Cochin shipyard Limited	1,000	2,66,350	1,000	3,91,600	1,000	5,02,350
DB Realty Limited	1,000	5,050	1,000	19,600	1,000	46,050
Equitas Holdings Limited	1,000	42,650	1,000	1,36,900	1,000	1,44,100
Fortis Healthcare Limited	3,000	3,78,450	3,000	4,07,250	3,000	3,70,050
Himachal Futuristic Communication Ltd	10,000	90,500	10,000	2,25,500	10,000	2,58,500
IDFC Bank Ltd.	5,000	1,05,500	5,000	2,77,500	5,000	2,36,750
IFCI Limited	16,000	64,800	16,000	2,20,800	16,000	3,12,800
Istreet Network Limited	5,000	9,800	5,000	5,700	5,000	25,350
IVRCL Limited	5,000	2,000	5,000	4,000	5,000	15,000
Jet Airways	2,000	26,700	-	-	-	-
Lloyd Steel Ltd.	3,400	1,190	3,400	3,060	3,400	4,250
Maestros Electronics & Telecom	1,050	66,570	-	-	-	-
Mahanagar Telephone Nigam Limited	5,000	30,450	5,000	60,000	5,000	93,750
Mangalam Drugs Limited	1,000	31,000	1,000	54,600	1,000	1,62,450
Manpasand	5,000	28,125	-	-	-	-
Mawana Sugars Limited	1,239	62,250	1,239	55,693	1,239	56,932
MEP Infrastructure Developers Ltd.	5,000	45,000	5,000	2,09,750	-	-
Mercator Limited	75,000	30,250	75,000	5,16,501	75,000	25,90,249
Orbit Corporation Limited	45	450	45	93	45	93
Reliance Broadcast Networks Limited	1,500	7,500	1,500	7,500	1,500	7,500
Reliance Infrastructure Ltd.	4,000	40,800	4,000	5,48,000	2,000	8,55,000
Reliance Media Works Limited	2,125	10,625	2,125	10,625	2,125	10,626
Reliance Power Limited	875	1,094	875	9,931	875	31,588
Religare Enterprises Limited	15,000	2,85,750	15,000	4,41,000	15,000	8,10,000
Royal Cushion Limited	1,500	4,620	1,500	10,770	1,500	9,600
SBI Card Ltd	100	2,100	-	-	-	-
Sabara Housing Limited	100	61,865	100	4,000	100	5,940
Sequent Scientific Ltd.	500	38,900	500	35,900	500	38,575
SML Isuzu Ltd.	500	1,50,075	500	4,16,500	500	3,84,300
Solara Active Pharma Sciences Ltd	20	8,891	20	8,369	-	-
Tech Mahindra Limited	968	5,46,404	968	7,51,071	968	6,18,262
Uttam Value Steel Limited	25,000	2,500	25,000	2,500	25,000	5,000
Yes Bank Ltd	15,000	3,36,750	-	-	-	-
Zenith Birla India Limited	5,000	2,200	5,000	3,000	5,000	10,000
Zicom	48,730	46,294	-	-	-	-
Unquoted Equity Shares, Fully paid up :-						
Fair Valued through Profit & Loss						
Rupee Co-op. Bank Limited	100	1,000	100	1,000	100	1,000
(Face Value Rs. 10 each)						
		29,37,078		48,39,713		76,10,514



Investment in others (Unquoted)					
In equity shares, carried at fair value through Profit & Loss (fully paid up)					
Finkurve Bullion Pvt Ltd.	-	-	-	37,050	16,72,500
Carcrow Technology Pvt Ltd.	-	-	15,02,800	221	15,02,800
SumHR Software Pvt Ltd	1	9,561	221	9,561	-
Gensol Mobility Private Limited	2,440	10,00,000	1	-	-
Gajju Technologies Pvt Ltd	190	37,47,558	-	-	-
Visionary Financepeer Pvt Ltd	190	12,49,205	-	-	-
Bliss Dairy Fresh Pvt Ltd	1,50,000	27,00,000	-	-	-
NetAmbit Valuefirst Services Private Limited	758	15,00,000	-	-	-
		1,02,06,324	-	15,12,361	31,75,300
In preference shares (Unquoted, fully paid up)					
[Carried at fair value through Profit & Loss (fully paid up)]					
Compulsory convertible preference shares					
0.001%, CCPS of Dhruva Space Pvt Ltd of Rs 10/- each	41	7,48,021	-	-	-
0.001%, CCPS of Cleardekho Eyewear Pvt Ltd of Rs 10/- each	597	25,01,430	-	-	-
15%, CCPS of Advetaya Business Consultant Pvt Ltd of Rs 10/- each	12,852	30,00,000	-	-	-
0% CCPS of SumHR Software Pvt Ltd of Rs 100/- each	208	19,88,726	208	19,88,726	-
		82,38,177		19,88,726	-
In Venture fund					
[Carried at fair value through Profit & Loss]					
Equity Shares of Getvantage Tech Private Limited through VCats Management Services Trust III	334	5,11,920	-	-	-
In Debentures					
(Carried at fair value through Profit & Loss (fully paid up))					
Compulsory convertible Debentures	10,000	10,00,000	-	-	-
0.001% CCD of Elysium Labs Pvt Ltd of Rs. 100/- each					
In Partnership firm					
(Carried at fair value through Profit & Loss (fully paid up))					
Kevin & Mike Consultancy		16,67,085		6,36,595	98,000
Pratvick Hospitality LLP					30,000
		16,67,085		6,36,595	1,28,000
Investment in Mutual Funds					
Fair value through Profit & Loss					
DSP Ultra Short - Growth Fund	4.07	10,000		-	-
		2,45,70,583		89,77,395	1,09,13,814
Gross Value of Investments :		2,45,70,583		89,77,395	1,09,13,814
- in India		-		-	-
- Outside India		2,16,34,506		41,38,682	33,04,300
Aggregate amount of unquoted investments		-			
Aggregate amount of impairment in value of investments					



6 Other Financial Assets	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Security Deposits	73,69,183	47,24,466	47,28,687
Loans to Staff	9,76,131	5,64,130	7,42,444
Accrued Interest on Loans	7,19,181	42,510	6,510
	90,64,494	53,31,106	54,77,641
7 Income tax assets (net)	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Self Assessment, Advance Tax & TDS	8,48,767	1,22,14,108	1,81,42,525
	8,48,767	1,22,14,108	1,81,42,525
10 Other current Assets	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Prepaid expenses	5,38,354	7,05,351	8,14,334
Advances recoverable in cash or in kind or for value to be received	12,80,869	17,53,731	14,08,124
Advance for Insurance	1,97,304	1,00,961	1,00,961
Balances with government authorities	-	3,33,881	2,50,377
Share application money	-	-	41,750
Others	4,02,018	3,55,218	-
	24,18,545	32,49,142	26,15,546



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

8. Property, plant and equipment

Particulars	Premises	Motor Vehicle	Computers	Furniture & Fixtures	Office Equipment	Total
Gross block						
Deemed cost as at 01 April 2018 [Refer note 1 below]	10,46,663	3,05,207	6,98,894	16,63,699	4,47,646	41,62,109
Additions	-	1,52,096	5,61,050	14,65,145	1,95,996	23,74,287
Disposals	-	-	(59,725)	-	-	(59,725)
Balance as at 31 March 2019	10,46,663	4,57,303	12,00,220	31,28,844	6,43,642	64,76,671
Additions	-	-	17,86,934	13,85,687	17,24,131	48,96,752
Disposals	-	(3,507)	(4,534)	-	-	(8,041)
Balance as at 31 March 2020	10,46,663	4,53,796	29,82,620	45,14,531	23,67,773	1,13,65,382
Accumulated depreciation						
Balance as at 01 April 2018	-	-	-	-	-	-
Charge for the year	50,972	1,03,397	5,25,115	5,12,008	1,74,024	13,65,516
Disposals	-	-	-	-	-	-
Balance as at 31 March 2019	50,972	1,03,397	5,25,115	5,12,008	1,74,024	13,65,516
Charge for the year	48,490	60,365	9,76,481	8,69,507	4,90,803	24,45,645
Disposals	-	1,512	4,535	-	-	6,046
Balance as at 31 March 2020	99,462	1,62,250	14,97,061	13,81,515	6,64,827	38,05,115
Net carrying amount as at 01 April 2018	10,46,663	3,05,207	6,98,894	16,63,699	4,47,646	41,62,109
Net carrying amount as at 31 March 2019	9,95,690	3,53,906	6,75,105	26,16,836	4,69,618	51,11,155
Net carrying amount as at 31 March 2020	9,47,200	2,91,546	14,85,559	31,33,016	17,02,946	75,60,268



9. Intangible assets

Particulars	Trademark	Software	Total
Gross block			
Deemed cost as at 01 April 2018	-	46,571	46,571
Additions	60,300	4,11,200	4,71,500
Disposals	-	-	-
Balance as at 31 March 2019	60,300	4,57,771	5,18,071
Additions	13,600	9,49,640	9,63,240
Disposals	(73,900)	(29,425)	(1,03,325)
Balance as at 31 March 2020	-	13,77,986	13,77,986
Accumulated depreciation			
Balance as at 01 April 2018		-	-
Charge for the year		1,07,895	1,07,895
Disposals		-	-
Balance as at 31 March 2019	-	1,07,895	1,07,895
Charge for the year		6,05,868	6,05,868
Disposals		3,886	3,886
Balance as at 31 March 2020	-	7,09,877	7,09,877
Net carrying amount as at 01 April 2018	-	46,571	46,571
Net carrying amount as at 31 March 2019	60,300	3,49,876	4,10,176
Net carrying amount as at 31 March 2020	-	6,68,109	6,68,109

Note 1:

The Company has availed the deemed cost exemption in relation to the property, plant and equipment on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 1, 2018 under the previous GAAP.

Deemed cost as at April 01, 2018	Premises	Motor Vehicle	Computers	Furniture & Fixtures	Office Equip.	Software
Gross Block as on April 01, 2018	10,60,000	21,27,602	50,58,519	51,79,470	21,38,424	2,17,656
Accumulated depreciation till April 01, 2018	13,337	18,22,395	43,59,624	35,15,771	16,90,778	1,71,085
Deemed Cost as at April 01, 2018	10,46,663	3,05,207	6,98,894	16,63,699	4,47,646	46,571



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

11 Trade Payables	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Due to:			
- Micro enterprises and small enterprises *	-	-	-
- Others	62,50,816	46,43,591	37,81,547
	62,50,816	46,43,591	37,81,547

* Based on and to the extent of information received by the Company from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and relied upon by the auditors.

12 Borrowings	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
At amortised cost			
Unsecured			
- From body corporates	73,22,48,161	93,48,74,235	1,10,89,73,379
[Carrying interest rate in the range of 10% to 14.50%]	73,22,48,161	93,48,74,235	1,10,89,73,379
Borrowings			
- in India	73,22,48,161	93,48,74,235	1,10,89,73,379
- Outside India	-	-	-

13 Deposits	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Deposits	22,50,001	-	50,00,000
	22,50,001	-	50,00,000



14 Other non-financial liabilities	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Advances Received	2,96,32,639	38,90,568	-
Statutory Remittances	88,18,434	30,24,113	86,19,665
Other Payables	39,23,299	1,83,329	51,38,891
	4,23,74,372	70,98,010	1,37,58,556

15 Equity share capital Authorised	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Equity Shares of Rs. 1 each [As at March 31, 2020 - 130,000,000; As at March 31, 2019 - 120,000,000; As at April 01, 2018 - 120,000,000]	13,00,00,000	12,00,00,000	12,00,00,000
Issued, subscribed and fully paid up - Equity shares			
Equity Shares of Rs. 1 each [As at March 31, 2020 - 126,858,198; As at March 31, 2019 - 96,600,000; As at April 01, 2018 - 96,600,000]	12,68,58,198	9,66,00,000	9,66,00,000
	12,68,58,198	9,66,00,000	9,66,00,000
Reconciliation of equity shares outstanding at the beginning and at the end of the year			
Shares Outstanding At the Beginning of the Year	9,66,00,000	9,66,00,000	9,66,00,000
Add : Issued during the year	3,02,58,198	-	-
Shares Outstanding At the Closing of the Year	12,68,58,198	9,66,00,000	9,66,00,000

Rights, preferences and restrictions attached to each class of shares:

The Company has only one class of shares referred to as equity shares having a par value of INR 1 each. every holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining asset 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.



Shareholders holding more than 5% of the equity shares in the Company			
Kalawati Kothari			
- Number of Shares	80,72,600	80,72,600	80,72,600
- % of Holding	6.36%	8.36%	8.36%
Ketan Kothari			
- Number of Shares	5,34,51,230	5,34,51,230	5,34,51,230
- % of Holding	42.13%	55.33%	55.33%
Mohinidev Kothari			
- Number of Shares	76,35,600	76,35,600	76,35,600
- % of Holding	6.02%	7.90%	7.90%
Rishabh Jewellers			
- Number of Shares	81,08,108	-	-
- % of Holding	6.39%	0.00%	0.00%
Muthoot Bankers			
- Number of Shares	1,84,21,050	-	-
- % of Holding	14.52%	0.00%	0.00%

Note:

During the period of five years immediately preceding the balance sheet date, the Company has not issued any shares without payment being received in cash or by way of bonus shares or shares bought back.

16 Other equity - reserve and surplus	As at 31 March 2020	As at 31 March 2019	As at 01 April 2018
Capital Reserve (on Consolidation)	21,04,630	42,45,343	42,45,343
Securities Premium Account	1,10,92,78,178	27,00,000	27,00,000
General reserve	78,481	78,481	78,481
Special Reserve	1,64,14,669	83,55,510	-
Surplus in Statement of Profit & Loss	7,76,59,224	4,30,04,566	4,68,55,106
	1,20,55,35,182	5,83,83,900	5,38,78,930

Nature and purpose of reserves

(a) Securities Premium:

Securities premium is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

(b) General reserves:

Amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law

(c) Special 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.

(d) Surplus in Statement of Profit & Loss

Retained earnings pertain to the accumulated earnings made by the Company over the years.



	As at 31 March 2020	As at 31 March 2019
(a) Capital reserve on consolidation	42,45,343	42,45,343
Less: On sale of Subsidiary	(21,40,713)	-
	21,04,630	42,45,343
(b) Securities Premium Account		
Balance at the beginning of the year	27,00,000	27,00,000
Add : Additions made during the year	1,10,77,16,178	-
Less: Share issue expenses	(11,38,000)	-
Balance at the end of the year	1,10,92,78,178	27,00,000
(c) General reserves		
Balance at the beginning of the year	78,481	78,481
Balance at the end of the year	78,481	78,481
(d) Special Reserve		
Balance at the beginning of the year	83,55,510	-
Add: Received during the year	80,59,159	83,55,510
Balance at the end of the year	1,64,14,669	83,55,510
(e) Surplus in Statement of Profit & Loss		
Balance at the beginning of the year	4,30,04,566	4,68,55,106
Add: Profit for the year	4,05,73,104	45,04,970
Add: On sale of Subsidiary	21,40,713	-
Add: Transfer to special reserve	(80,59,159)	(83,55,510)
Balance at the end of the year	7,76,59,224	4,30,04,566



17 Revenue from Operations	For the year 31 March 2020	For the year 31 March 2019
Interest income on financial assets measured at amortised cost	16,17,30,267	14,95,51,611
Income from forex services	7,79,90,697	2,02,06,612
Sale of goods	-	1,55,204
Other Operating Revenue		
- Remittance Bank Charges Received	33,31,723	12,84,289
- Commission	26,19,054	4,91,382
	24,56,71,742	17,16,89,098
18 Other Income		
Interest on Fixed Deposit with Bank	14,66,604	14,92,379
Interest - Other	16,040	16,43,783
Interest on Income Tax Refund	47,422	5,13,938
Dividend	41,962	51,152
Net Gain on Sale of Investments / Redumption of Mutual Funds	3,27,111	4,88,613
Profit on Sale of Current Investment	-	46,775
Profit on Sale of Assets	-	7,113
Unwinding of Interest on security deposit	14,716	13,075
Miscellaneous Income	7,09,068	8,99,893
	26,22,923	51,56,722
19 Financial Cost		
Interest paid on borrowing other than debt securities	8,07,69,248	11,62,88,618
Interest on lease liabilities	9,33,356	-
	8,17,02,604	11,62,88,618
20 Net loss on fair value changes		
Fair value of Financial assets - Investments	34,35,535	33,54,209
Currency Derivatives Trading (Profit) / Loss	36,90,971	(24,05,909)
Net (gain) / loss on derivative transactions	1,46,983	(33,385)
	72,73,489	9,14,916
21 Employee Benefits Expenses		
Salaries and Incentives	4,29,58,092	1,83,91,490
Directors Remuneration	12,23,000	24,33,000
Staff Welfare Expenses	10,47,828	12,46,093
	4,52,28,920	2,20,70,583



	For the year 31 March 2020	For the year 31 March 2019
22 Depreciation and Amortisation		
Depreciation on Property plant & equipment	24,45,645	13,65,516
Amortisation of intangible assets	6,05,868	1,07,895
Amortisation of Right of use	21,46,896	-
	51,98,410	14,73,410
23 Other Expenses		
Stock exchange, depository & RTA fees and charges	8,81,132	6,62,013
Power & fuel	6,50,473	3,83,684
Legal and Professional Fees	36,51,277	25,25,826
Payment to Auditors (including service tax)		
Statutory Audit Fees	3,59,000	2,93,000
Tax Audit Fees	1,09,000	1,09,000
Income Tax Matters	47,500	11,800
Certification	25,960	14,160
Other services	23,600	26,800
Business Promotion Expenses	23,73,058	17,12,949
Motor Car Rent	4,61,574	-
Printing & Stationary	7,28,783	3,37,909
Telephone & Communication	9,64,006	9,20,046
Advertisement and Publishing expenses	5,42,254	2,05,194
Loss on Sale of Investment	-	13,02,000
Deferred Revenue Expenses written off	95,000	2,18,500
Membership & Subscription	4,20,098	1,250
Commission	2,24,26,825	25,11,611
Travelling & Conveyance Expenses	20,91,247	7,82,799
Rates & Taxes	2,58,482	1,88,454
Donations	3,73,052	-
Bad Debt's	-	35,12,662
Office Rent	36,04,727	33,62,620
Vehicle expenses	4,90,758	3,13,224
Transportation expenses	6,70,933	-
Expected credit losses	83,08,191	20,85,505
Repairs & Maintenance	5,45,959	8,04,038
Exchange loss	2,23,102	18,442
Bank charge	19,64,410	9,93,831
Insurance	5,06,514	6,94,189
Miscellaneous Expenses	34,27,999	24,70,274
	5,62,24,914	2,64,61,780



24 Income tax expenses	For the year 31 March 2020	For the year 31 March 2019
(a) Tax expense recognized in the Statement of Profit and Loss		
Current tax expenses	1,69,60,000	52,70,000
Deferred tax credit	(44,28,086)	(25,24,476)
Tax pertaining to earlier years	(2,397)	1,21,531
	1,25,29,516	28,67,055
Reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit/(loss) before income taxes is summarized below		
Profit/(loss) before tax	5,31,96,817	76,02,287
Enacted tax rate	25.17%	27.82%
Current tax expenses on profit before tax expenses at the enacted income tax rate in India	1,33,88,575	21,14,956
Reconciliations		
- tax pertaining to earlier years	(2,397)	1,21,531
- tax pertaining to income/loss not taxable / deductible	1,33,514	(5,26,745)
- Others	7,27,942	(3,46,885)
	1,25,29,516	28,67,055
Total tax expenses		

(b) Movement in Deferred tax assets/(liabilities) during the year ended March 31, 2020 : Deferred taxes	As at March 31, 2019	(Charge)/Credit during the year	As at March 31, 2020
- on Right of use and Lease liabilities	-	(8,621)	(8,621)
- on WDV of Property, plant & Equipment as per books and income tax	8,86,684	2,30,976	11,17,660
- on unabsorbed losses	11,80,923	15,81,305	27,62,228
- on expected credit losses	17,34,974	18,91,260	36,26,235
- on Diminution in value of Investments	15,25,385	7,32,949	22,58,334
- Others	-	217	217
	53,27,966	44,28,086	97,56,052
- on WDV of Property, plant & Equipment as per books and income tax	As at April 01, 2018 2,84,494	(Charge)/Credit during the year 6,02,190	As at March 31, 2019 8,86,684
- on unabsorbed losses	7,01,839	4,79,084	11,80,923
- on expected credit losses	12,15,857	5,19,117	17,34,974
- on Diminution in value of Investments	6,01,300	9,24,085	15,25,385
	28,03,491	25,24,476	53,27,966



	Year ended 31 March 2020	Year ended 31 March 2019
25 Earning Per Share		
Net Profit/(loss) attributable to equity share holders (in INR)	4,05,73,104	45,04,970
Computation of weighted average number of equity shares :		
- Weighted average number of equity shares for calculating basic EPS and diluted EPS	11,24,02,676	9,66,00,000
Earnings Per Share:		
Basic and Diluted	0.36	0.05

26 Contingent Liabilities

The Group does not have any contingent liabilities as on March 31, 2020.
(Nil as at March 31, 2019 and April 01, 2018).

27 Capital Commitments

The Group does not have any Capital Commitments as on March 31, 2020.
(Nil as at March 31, 2019 and April 01, 2018).

28 Leases

Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 Leases and other interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

Effective April 1, 2019, the Group has adopted Ind AS 116 "Leases" using modified retrospective approach. The Group's lease asset classes primarily consist of leases for buildings. These leases were classified as "Operating Leases" under Ind AS 17. On transition to Ind AS 116 "Leases", for these leases, lease liabilities were measured at the present value of remaining lease payments, discounted at the Group's incremental borrowing rate as at April 01, 2019. Right to Use if measured either at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments.

Due to transition, the nature of expenses in respect of operating leases has changed from "lease rent" to "depreciation cost" and "finance cost" for the right-to-use assets and for interest accrued on lease liability respectively, and therefore, these expenses for the current year are not comparable to the previous years, to that extent."

The Group has used following practical expedient, when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17.

(1) The Group didn't recognized Right to Use and Lease liabilities for lease for which the lease terms ends within 12 months on the date of initial transition and low value assets.



- (2) The Group excluded initial direct cost from measurement of the Right to Use assets at the date of initial application.
- (3) The Group uses hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

The weighted average lessee's incremental borrowing rate applied to the lease liabilities is 9%.

The difference between the lease obligation under Ind AS 17 and the value of the lease liability is primarily on account of inclusion of extension and termination options reasonably certain to be exercised in measuring the lease liability in accordance with Ind AS 116 and discounting the lease liabilities to the present value under Ind AS 116.

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2020:

Particulars	Right of Use - Building
Balance as at 1st April 2019	
Additions	1,45,37,277
Deletions	-
Depreciation and amortisation expenses	21,46,896
Balance as at 31st March 2020	1,23,90,381

Following is the movement in lease liabilities during the year ended March 31, 2020:

Particulars	Amount
Balance as on April 01 2019	-
Additions	1,45,37,277
Interest accrued during the year	9,33,356
Deletions	-
Payment of lease liabilities	30,46,000
Balance as on March 31, 2020	1,24,24,633

Break-up of the contractual maturities of lease liabilities as at March 31, 2020 on an undiscounted basis:

Particulars	Amount
Less than one year	49,62,765
One to five years	1,00,40,559
More than 5 years	-

Short-term leases expenses incurred for the year ended 31st March, 2020:

Particulars	Amount
Rental expense	36,04,727

**29. Related party disclosures****A. List of related parties and relationships with whom transaction have taken place and relationships of control**

Nature of relationship	Name of related party
Key Management Personnel (KMP)	Mr. Ketan Kothari, Director Mr. Sachin Kothari, Director Mrs. Riddhi Tilwani, Director Mr. Nishant Tolchand Ranka, Director
Relative of KMP	Mr. Bhawarlal Kothari Ms. Mohini Kothari
Enterprise over which some Key Managerial Personnel are able to exercise influence	Supama Financial Services Ltd Supama Infra Services Ltd Raha Payment Solutions Private Limited Riddisiddhi Bullions Ltd Supama Forex Private Limited Hriday Products Private Limited Renaissance Fincon Pvt Ltd Augmont Enterprises Pvt Ltd Augmont Gold Pvt Ltd Finkurve Bullion Pvt Ltd (previously an associate) BSK Realtors LLP Supama Realtors LLP Supama Developers LLP Supama Nicnish Supama Nicnish Realtors LLP Haven Infoline LLP Independent Leasing Badami Trading LLP Badami Enterprise LLP Badami Developers LLP Badami Investment Parshwanath Investments Pratvick Hospitality LLP Kevin & Mike Consultancy RSBL Builders LLP RSBL Refining & Assaying LLP MSK Infra Realtors LLP Vimuk Enterprises LLP
Enterprise over which relatives of Key Managerial Personnel are able to exercise influence	Independent Leasing and Finvest Pvt Ltd



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

(a) Transaction with Related Party

	For the year ended March 31, 2020			For the year ended March 31, 2019			
Nature of Transaction	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Associates
INCOME							
Interest Received	-	-	8,34,03,089	-	-	5,65,89,871	-
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	-	27,38,931	-	-	13,25,600	-
Badami Investment	-	-	79,77,883	-	-	1,93,63,164	-
Badami Trading LLP	-	-	61,76,988	-	-	36,07,660	-
Parshwanath Investments	-	-	7,336	-	-	9,20,730	-
Hriday Products Pvt Ltd	-	-	3,25,000	-	-	-	-
Haven Infoline LLP	-	-	2,42,750	-	-	27,84,629	-
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	1,58,380	-	-	83,07,061	-
Pratvick Hospitality LLP	-	-	9,67,543	-	-	10,12,500	-
Kevin & Mike Consultancy	-	-	24,17,214	-	-	22,78,394	-
Renaissance Fincon Pvt Ltd	-	-	4,80,36,118	-	-	5,77,234	-
Krish Dreams Home Pvt Ltd	-	-	48,34,647	-	-	-	-
Vimuk Enterprises LLP	-	-	26,56,882	-	-	53,08,756	-
RSBL Refining & Assaying LLP	-	-	68,63,417	-	-	42,740	-
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	1,34,165	-
Independent Leasing and Finvest Pvt Ltd	-	-	-	-	-	2,39,734	-
MSK Infra Realtors LLP	-	-	-	-	-	70,97,662	-
Supama Developer LLP	-	-	-	-	-	17,70,502	-
Supama Nicnish	-	-	-	-	-	12,57,207	-
Supama Nicnish Realtors LLP	-	-	-	-	-	4,47,306	-
RSBL Builders LLP	-	-	-	-	-	1,14,827	-
Rent Paid	-	-	7,00,000	-	-	9,91,200	-
RSBL Builders LLP	-	-	7,00,000	-	-	9,91,200	-
Rent Received	-	-	2,12,400	-	-	2,25,000	-
Supama Developers LLP	-	-	70,800	-	-	60,000	-
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	70,800	-	-	60,000	-
Supama Realtors LLP	-	-	70,800	-	-	60,000	-
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	45,000	-



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

	For the year ended March 31, 2020			For the year ended March 31, 2019			
Nature of Transaction	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Associates
EXPENSES							
Directors Remuneration	10,00,000	-	-	10,00,000	-	-	-
Sachin Kothari	9,00,000	-	-	9,00,000	-	-	-
Riddhi Kamlesh Tilwani	50,000	-	-	50,000	-	-	-
Nishant Ranka	50,000	-	-	50,000	-	-	-
Interest Paid	-	-	2,44,09,074	-	-	10,33,53,898	-
Riddisiddhi Bullions Ltd	-	-	24,05,338	-	-	6,33,53,898	-
Augmont Enterprises Pvt Ltd	-	-	2,16,09,995	-	-	4,00,00,000	-
Arch & Teco Consultants Pvt Ltd	-	-	3,93,741	-	-	-	-
Car Rental Paid	4,61,574	-	-	-	-	-	-
Sachin Kothari	4,61,574	-	-	-	-	-	-
Share of Profit	-	-	5,30,490	-	-	-	-
Pratvick Hospitality LLP	-	-	5,30,490	-	-	-	-
OTHER TRANSACTIONS							
Purchase of Investments	-	-	-	-	-	25,00,000	-
Pratvick Hospitality LLP	-	-	-	-	-	25,00,000	-
Sale of Investment	-	-	-	-	-	98,000	16,72,500
Finkurve Bullion Pvt Ltd	-	-	-	-	-	-	16,72,500
Kevin & Mike Consultancy	-	-	-	-	-	98,000	-
Sale of Foreign currency	-	-	-	8,195	4,85,607	28,80,693	-
Ketan Kothari	-	-	-	8,195	-	-	-
Mr. Bhawarlal Kothari	-	-	-	-	2,32,434	-	-
Ms. Mohini Kothari	-	-	-	-	2,53,173	-	-
Riddhisiddhi Bullions Ltd.	-	-	-	-	-	28,80,693	-
Purchase of Foreign currency	-	-	-	71,316	3,00,403	19,42,273	-
Mr. Ketan Kothari	-	-	-	71,316	-	-	-
Mr. Bhawarlal Kothari	-	-	-	-	1,60,319	-	-
Ms. Mohini Kothari	-	-	-	-	1,40,084	-	-
Riddhisiddhi Bullions Ltd.	-	-	-	-	-	19,42,273	-



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

	For the year ended March 31, 2020			For the year ended March 31, 2019			
Nature of Transaction	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Key Manage. Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Associates
Rent Paid	-	5,000	2,12,400	-	6,75,000	2,80,000	-
Mr. Bhawarlal Kothari	-	5,000	-	-	3,75,000	-	-
Ms. Mohini Kothari	-	-	-	-	3,00,000	-	-
Riddhisiddhi Bullions Ltd.	-	-	-	-	-	1,00,000	-
RSBL Builders LLP	-	-	2,12,400	-	-	1,80,000	-
Office Deposit	-	1,37,000	-	-	-	-	-
Mr. Bhawarlal Kothari	-	1,37,000	-	-	-	-	-
Loan Given - Short Term during the year	-	-	2,06,07,69,269	-	-	60,43,48,563	-
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	-	1,59,00,000	-	-	2,58,50,000	-
Badami Investment	-	-	35,55,50,000	-	-	15,49,75,000	-
Badami Trading LLP	-	-	5,25,00,000	-	-	5,77,50,000	-
Parshwanath Investments	-	-	-	-	-	12,57,00,000	-
Haven Infoline LLP	-	-	5,13,69,269	-	-	1,25,50,000	-
Kevin & Mike Consultancy	-	-	25,00,000	-	-	64,00,000	-
Renaissance Fincon Pvt Ltd	-	-	1,51,42,10,000	-	-	12,32,23,563	-
Krish Dreams Home Pvt Ltd	-	-	5,98,40,000	-	-	-	-
Vimuk Enterprises LLP	-	-	-	-	-	51,50,000	-
RSBL Refining & Assaying LLP	-	-	-	-	-	6,00,00,000	-
Supama Developers LLP	-	-	-	-	-	5,00,000	-
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	89,00,000	-	-	1,69,00,000	-
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	2,50,000	-
Independent Leasing and Finvest Pvt Ltd	-	-	-	-	-	28,00,000	-
MSK Infra Realtors LLP	-	-	-	-	-	1,02,50,000	-
Supama Nicnish	-	-	-	-	-	1,00,000	-
Supama Nicnish Realtors LLP	-	-	-	-	-	50,000	-
RSBL Builders LLP	-	-	-	-	-	19,00,000	-



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

Nature of Transaction	For the year ended March 31, 2020			For the year ended March 31, 2019			
	Key Management Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Key Manage. Personnel (KMP)	Relative of KMP	Enterprise owned or controlled by KMP or Relatives	Associates
Loan Received Back	-	-	1,30,33,46,353	-	-	61,86,14,350	-
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	-	3,35,00,000	-	-	91,25,777	-
Badami Investment	-	-	21,80,58,064	-	-	25,95,65,401	-
Badami Trading LLP	-	-	11,07,23,977	-	-	11,44,320	-
Parshwanath Investments	-	-	56,07,493	-	-	12,83,83,636	-
Haven Infoline LLP	-	-	-	-	-	2,47,29,887	-
Hriday Products Pvt Ltd	-	-	13,70,806	-	-	-	-
Pratvick Hospitality LLP	-	-	5,00,000	-	-	-	-
Kevin & Mike Consultancy	-	-	23,00,000	-	-	22,49,445	-
Renaissance Fincon Pvt Ltd	-	-	82,36,69,892	-	-	4,59,01,324	-
Krish Dreams Home Pvt Ltd	-	-	2,00,000	-	-	-	-
Vimuk Enterprises LLP	-	-	3,37,00,000	-	-	32,32,818	-
RSBL Refining & Assaying LLP	-	-	3,97,00,000	-	-	-	-
Supama Realtors LLP	-	-	1,27,610	-	-	-	-
Supama Developers LLP	-	-	1,99,62,859	-	-	-	-
Supama Nicnish	-	-	1,39,25,652	-	-	-	-
Supama Nicnish Realtors LLP	-	-	-	-	-	34,63,010	-
Raha Payment Solutions Pvt Ltd	-	-	-	-	-	16,09,000	-
Independent Leasing and Finvest Pvt Ltd	-	-	-	-	-	28,00,000	-
MSK Infra Realtors LLP	-	-	-	-	-	6,02,50,000	-
Nashville Infra Services Ltd (Formerly Known as Supama Infra Services Ltd)	-	-	-	-	-	7,42,59,732	-
RSBL Builders LLP	-	-	-	-	-	19,00,000	-
Loan Taken during the year	-	-	2,61,28,00,000	-	-	80,69,50,000	-
Riddisiddhi Bullions Ltd	-	-	2,03,08,00,000	-	-	80,69,50,000	-
Augmont Enterprises Pvt Ltd	-	-	58,20,00,000	-	-	-	-
Loan Paid - Refunded	-	-	2,87,52,88,687	-	-	98,57,44,000	-
Riddisiddhi Bullions Ltd	-	-	2,23,71,85,469	-	-	98,57,44,000	-
Augmont Enterprises Pvt Ltd	-	-	63,30,94,520	-	-	-	-
Arch & Teco Consultants Pvt Ltd	-	-	50,08,698	-	-	-	-



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

Nature of Transaction	As on March 31, 2020		As on March 31, 2019		As on March 31, 2018	
	Key Management Personnel (KMP)	Enterprise owned or controlled by KMP	Key Management Personnel (KMP)	Enterprise owned or controlled by KMP	Key Management Personnel (KMP)	Enterprise owned or controlled by KMP
OUTSTANDING AS AT THE BALANCE SHEET DATE						
Investment	-	16,67,085	-	25,30,000	-	1,28,000
Pratvick Hospitality LLP	-	16,67,085	-	25,30,000	-	1,28,000
Loan Given - Short Term - Outstanding	-	1,16,76,29,229	-	33,20,75,091	-	30,73,99,116
Augmont Gold Private Limited (Formerly known as Finkurve Bullion Pvt Ltd)	-	41,98,966	-	1,93,33,928	-	66,90,888
Badami Trading LLP	-	68,10,352	-	5,94,75,040	-	-
Badami Investment	-	14,73,85,095	-	27,13,064	-	11,01,11,216
Haven Infoline LLP	-	5,15,18,475	-	(69,269)	-	1,32,49,732
Hriday Products Pvt Ltd	-	28,60,191	-	-	-	27,75,191
Pratvick Hospitality LLP	-	81,15,783	-	86,15,784	-	77,04,534
Kevin & Mike Consultancy	-	1,88,43,318	-	1,64,67,825	-	1,73,48,161
Nashville Infra Services Ltd (Formerly known as Supama Infra Services Ltd) Renaissance	-	90,42,542	-	-	-	6,34,98,783
Fincon Pvt Ltd Krish Dreams Home Pvt Ltd	-	81,40,61,529	-	8,02,88,915	-	50,90,748
Vimuk Enterprises LLP	-	6,39,91,182	-	-	-	-
RSBL Refining & Assaying LLP	-	1,42,86,256	-	4,55,95,062	-	4,06,67,182
Parshwanath Investments	-	2,65,15,541	-	6,00,38,466	-	-
Supama Develoer LLP	-	-	-	56,00,156	-	95,71,499
Supama Nicnish	-	-	-	1,99,62,859	-	1,78,69,406
Supama Realtor LLP	-	-	-	1,39,25,652	-	1,26,94,166
Loan Received - Outstanding	-	57,57,91,850	-	1,27,610	-	1,27,610
Riddisiddhi Bullions Ltd	-	17,45,42,855	-	81,16,58,040	-	90,09,57,834
Augmont Enterprises Pvt Ltd	-	40,12,48,995	-	37,87,63,520	-	50,05,40,477
Badami Trading LLP	-	-	-	43,28,94,520	-	40,03,94,520
Sundry Creditor	11,748	-	74,800	-	82,000	-
Sachin Kothari - Car Rental	11,748	-	-	-	-	-
Sachin Kothari-Salary Payable	-	-	74,800	-	82,000	-

1. Related parties are as identified by the Company and relied upon by the Auditors.
2. No amount pertaining to Related Parties have been provided for as doubtful debts / written back.
3. Terms and conditions of transaction with related parties: the transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates.



Notes to consolidated financial statements for the year ended March 31, 2020
(All amounts in INR, unless otherwise stated)

30. Segment Information

The Group primarily operates in Financing and other activities. Further, all activities are carried out within India. Based on the 'management approach' as defined in Ind AS 108, the Chief Operating Decision Maker (CODM), there are no other operating segments which are identified as such and need to be reported.

31. Fair values**(a) Financial instruments by category:**

Particulars	31 March 2020				
	Amortized cost / At Cost	At fair value through Profit or Loss	At fair value through OCI	Total carrying value	Total Fair value
Financial assets	10,84,95,569	-	-	10,84,95,569	10,84,95,569
Cash and bank balances	1,98,34,093	-	-	1,98,34,093	1,98,34,093
Bank balances other than above	2,30,88,252	-	-	2,30,88,252	2,30,88,252
Trade receivables	1,93,16,22,419	-	-	1,93,16,22,419	1,93,16,22,419
Loans	-	2,45,70,583	-	2,45,70,583	2,45,70,583
Investments	90,64,494	-	-	90,64,494	90,64,494
Other financial assets	2,09,21,04,828	2,45,70,583	-	2,11,66,75,411	2,11,66,75,411
Financial liabilities					
Trade payables	62,50,816	-	-	62,50,816	62,50,816
Borrowings	73,22,48,161	-	-	73,22,48,161	73,22,48,161
Lease Liabilities	1,24,24,633	-	-	1,24,24,633	1,24,24,633
Deposit	22,50,001	-	-	22,50,001	22,50,001
	31,73,611	-	-	75,31,73,611	75,31,73,611

Particulars	31 March 2019				
	Amortized cost / At Cost	At fair value through Profit or Loss	At fair value through OCI	Total carrying value	Total Fair value
Financial assets	8,57,38,208	-	-	8,57,38,208	8,57,38,208
Cash and bank balances	2,47,72,360	-	-	2,47,72,360	2,47,72,360
Bank balances other than above	85,83,473	-	-	85,83,473	85,83,473
Trade receivables	96,41,66,622	-	-	96,41,66,622	96,41,66,622
Loans	-	89,77,395	-	89,77,395	89,77,395
Investments	53,31,106	-	-	53,31,106	53,31,106
Other financial assets	1,08,85,91,768	89,77,395	-	1,09,75,69,162	1,09,75,69,162
Financial liabilities					
Trade payables	46,43,591	-	-	46,43,591	46,43,591
Borrowings	93,48,74,235	-	-	93,48,74,235	93,48,74,235
	93,95,17,827	-	-	93,95,17,827	93,95,17,827



Particulars	01 April 2018				
	Amortized cost / At Cost	At fair value through Profit or Loss	At fair value through OCI	Total carrying value	Total Fair value
Financial assets	7,69,89,588	-	-	7,69,89,588	7,69,89,588
Cash and bank balances	1,86,22,636	-	-	1,86,22,636	1,86,22,636
Bank balances other than above	1,58,52,305	-	-	1,58,52,305	1,58,52,305
Trade receivables	1,14,84,17,898	-	-	1,14,84,17,898	1,14,84,17,898
Loans	-	1,09,13,814	-	1,09,13,814	1,09,13,814
Investments	54,77,641	-	-	54,77,641	54,77,641
Other financial assets	1,26,53,60,068	1,09,13,814	-	1,27,62,73,882	1,27,62,73,882
Financial liabilities					
Trade payables	37,81,547	-	-	37,81,547	37,81,547
Borrowings	1,10,89,73,379	-	-	1,10,89,73,379	1,10,89,73,379
Deposit	50,00,000	-	-	50,00,000	50,00,000
	1,11,77,54,926	-	-	1,11,77,54,926	1,11,77,54,926

The management of the Group assessed that loans given, cash and cash equivalents, trade receivables, trade payables, other current financial liabilities, current loans and other financial assets approximate their carrying amounts largely due to the short-term maturities of these instruments.

(b) Fair value hierarchy and method of valuation:

"The Group categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.

Level 3 - Inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Group's assumptions about pricing by market participants."

The following table provides the fair value measurement hierarchy of the assets and liabilities of the Group :-

Quantitative disclosures fair value measurement hierarchy for assets/liabilities as at year end:

Particulars	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at FVTPL					
Investments in equity shares	1,31,43,402	29,37,078	-	1,02,06,324	1,31,43,402
Investment in partnership firm	16,67,085	-	-	16,67,085	16,67,085
Investment in preference shares	82,38,177	-	-	82,38,177	82,38,177
Investment in venture funds	5,11,920	-	-	5,11,920	5,11,920
Investment in debentures	10,00,000	-	-	10,00,000	10,00,000
Investment in mutual funds	10,000	-	-	10,000	10,000



Particulars	31 March 2019				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments in equity shares	63,52,074	48,39,713	-	15,12,361	63,52,074
Investment in partnership firm	6,36,595	-	-	6,36,595	6,36,595
Investment in preference shares	19,88,726	-	-	19,88,726	19,88,726

Particulars	01 April 2018				
	Carrying value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value					
Investments in equity shares	1,07,85,814	76,10,514	-	31,75,300	1,07,85,814
Investment in partnership firm	1,28,000	-	-	1,28,000	1,28,000

(c) Fair value measurements using significant unobservable inputs (level 3)	As at March 31, 2020	As at March 31, 2019
Opening Balance	89,77,395	33,03,300
Acquisition during the year	3,84,01,360	19,98,287
Disposal during the year	(15,02,800)	-
Share of profit/(loss) - partnership firms	10,30,490	5,08,595
Closing Balance	2,45,70,583	89,77,395

32 Financial risk management objectives and policies

The Group is exposed to market risk, credit risk and liquidity risk. The Group's senior management oversees the management of these risks. The parent's Board of Directors has appropriate financial risk governance framework for the Group. The Board of Directors govern the Group's financial risk activities by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarised as below.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises 3 types of risk: interest rate risk and currency risk. Financial instruments affected by market risk includes loans, Investment in units of mutual fund, and borrowings.

Interest rate risk:

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group is exposed to interest rate risk primarily from borrowings. The Group monitors the changes in interest rates and actively regarding finances its debt obligations and/or re-evaluate the investment position to achieve an optimal interest rate exposure.



The Group's borrowings are majorly at fixed interest rates and accordingly, the Group is not exposed to any significant interest rate risk."

Foreign currency risk and sensitivity:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group does not have any foreign currency exposure, accordingly it is not exposed to the foreign currency risks.

Credit Risk

The Group is exposed to credit risk from their operating activities (primarily Loans given and trade receivables). The Group manages the credit risk by continuously monitoring the creditworthiness of customers. The Group has used a practical expedient by computing the expected credit loss allowance for external trade receivables based on a provision matrix. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix.

Expected credit loss on loans given and trade receivables is Rs. 14,806,971 (31 March 2019 - Rs. 6,498,780 and 01 April 2018 : Rs. 4,413,274)

Liquidity Risk

Liquidity risk refers to insufficiency of funds to meet the financial obligations. The Group manages liquidity risk by borrowings, fund infusion by issue of equity shares/ preference shares, continuously monitoring forecast and actual cash flows, and by assessing the maturity profiles of financial assets and liabilities.

The following tables detail the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The tables include principal cash flows. The contractual maturity is based on the earliest date on which the Group may be required to pay.

Year ended 31 March 2020	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	68,88,65,127	4,33,83,035	-	73,22,48,161
Trades payables	62,50,816	-	-	62,50,816
Lease Liabilities	1,24,24,633	-	-	1,24,24,633
Year ended 31 March 2019	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	88,98,50,825	4,50,23,411	-	93,48,74,235
Trades payables	46,43,591	-	-	46,43,591
Year ended 01 April 2018	Less than 12 months	1 to 5 years	> 5 years	Total
Borrowings	99,17,45,841	11,72,27,539	-	1,10,89,73,379
Trades payables	37,81,547	-	-	37,81,547

**33 Capital management****Risk Management**

The Group's objectives when managing capital are to

- Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

The Group monitors capital using a capital adequacy ratio as prescribed by Reserve Bank of India.

- 34** Investment in the Partnership Firm shown in the Balance Sheet is total capital account balance in M/s Pratvick Hospitality LLP which includes closing balance of Rs. 30,000/- as Fixed Capital Account. Other information of LLP is as follows:

Name of LLP - Pratvick Hospitality LLP	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
Name of the Partners & their Profit Sharing Ratio	Share of Profit/Loss (%)	Fixed Capital	Share of Profit/Loss (%)	Fixed Capital	Share of Profit/Loss (%)	Fixed Capital
MR. Vinit Vijay Mody	23	23,000	23	23,000	23	23,000
MR. Vishal Pratap Dhull	12	12,000	12	12,000	12	12,000
Finkurve Financial Services Ltd.	30	30,000	30	30,000	30	30,000
Charmy Vinit Mody	12	12,000	12	12,000	12	12,000
Pratap Hirhibhai Dhulla	23	23,000	23	23,000	23	23,000



Consolidated Balance sheet as at 31 March 2020
(All amounts in INR, unless otherwise stated)

35. First time adoption of Ind AS

The accounting policies set out in Note 1, have been applied in preparing the financial statements for the year ended March 31, 2020, the comparative information presented in these financial statements for the year ended March 31, 2019 and in the preparation of an opening Ind AS balance sheet at April 01, 2018 (the Group's date of transition). In preparing its opening Ind AS balance sheet, the Group has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Group's financial position, financial performance and cash flows is set out in the following tables and notes.

Exemptions and exceptions availed**A. Ind AS mandatory exemptions****(I) Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies). Ind AS estimates as at April 01, 2018 are consistent with the estimates as at the same date made in conformity with previous GAAP.

The Group made estimates for following item in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Impairment of financial assets based on expected credit loss model.

(ii) Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

A. Ind AS optional exemptions**Property, Plant & Equipment**

The Group on first time adoption of Ind AS, has elected to continue with the carrying value for all of its property, plant & equipment and other intangible assets as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed costs as at the date of transition.

Designation of previously recognised financial instruments: The Group does not have any financial assets or liabilities as of the transition dates which were required to be designated, and which met the required criteria given in Ind AS 101, as a financial asset or financial liability at FVPL.

B. Transition to Ind AS - Reconciliations

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from previous GAAP to Ind AS in accordance with Ind AS 101:

- (i) Reconciliation of Balance sheet as at April 1, 2018 (Transition date)
- (ii) Reconciliation of Balance sheet as at March 31, 2019 and Reconciliation of total comprehensive income for the year ended March 31, 2019



- (iii) Reconciliation of Equity as at April 1, 2018 and March 31, 2019
- (iv) Impact on cash flow statement for the year ended March 31, 2019

The presentation requirements under previous GAAP differs from Ind AS and hence Previous GAAP information has been regrouped for ease of reconciliation with Ind AS. The regrouped previous GAAP information is derived from the Financial Statements of the Group prepared in accordance with previous GAAP.



(I) Reconciliation of Balance sheet as at April 1, 2018

PARTICULARS	Previous GAAP*	Ind AS adjustments	Ind AS
Financial Assets			
Cash and cash equivalents	3,77,92,945	3,91,96,644	7,69,89,588
Bank Balance other than above	1,86,22,636	-	1,86,22,636
Trade Receivables	1,58,52,305	-	1,58,52,305
Loans	1,15,28,31,172	(44,13,274)	1,14,84,17,898
Investments	1,30,96,394	(21,82,580)	1,09,13,814
Other financial assets	55,13,468	(35,827)	54,77,641
Total financial assets	1,24,37,08,920	3,25,64,962	1,27,62,73,882
Non Financial Assets			
Inventories	3,92,34,976	(3,92,34,976)	-
Income tax assets (net)	1,81,42,525	-	1,81,42,525
Deferred tax assets (net)	9,86,333	18,17,158	28,03,491
Property, plant and equipment	41,62,110	-	41,62,110
Intangible assets	46,571	-	46,571
Other current assets	25,79,719	35,827	26,15,546
Total non-financial assets	6,51,52,234	(3,73,81,991)	2,77,70,242
TOTAL ASSETS	1,30,88,61,154	(48,17,029)	1,30,40,44,123
EQUITY AND LIABILITIES			
Financial liabilities			
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	37,81,547	-	37,81,547
Borrowings	1,10,89,73,379	-	1,10,89,73,379
Deposits	50,00,000	-	50,00,000
Total financial liabilities	1,11,77,54,926	-	1,11,77,54,926
Non financial liabilities			
Current tax liabilities	-	-	-
Other non-financial liabilities	1,37,58,556	-	1,37,58,556
Total non financial liabilities	1,37,58,556	-	1,37,58,556
Equity			
Share capital	9,66,00,000		9,66,00,000
Other equity	5,86,95,961	(48,17,029)	5,38,78,930
Total equity	15,52,95,961	(48,17,029)	15,04,78,930
Non-controlling interest	2,20,51,711		2,20,51,711
TOTAL EQUITY AND LIABILITIES	1,30,88,61,154	(48,17,029)	1,30,40,44,123



(ii) Reconciliation of Balance sheet as at March 31, 2019

PARTICULARS	Previous GAAP*	Ind AS adjustments	Ind AS
Financial Assets			
Cash and cash equivalents	4,65,60,228	3,91,77,979	8,57,38,208
Bank Balance other than above	2,47,72,360	-	2,47,72,360
Trade Receivables	87,83,473	(2,00,000)	85,83,473
Loans	97,04,65,401	(62,98,780)	96,41,66,622
Investments	1,45,14,184	(55,36,790)	89,77,394
Other financial assets	53,53,858	(22,752)	53,31,106
Total financial assets	1,07,04,49,503	2,71,19,658	1,09,75,69,162
Non Financial Assets			
Inventories	3,91,82,927	(3,91,82,927)	-
Income tax assets (net)	1,22,14,108	-	1,22,14,108
Deferred tax assets (net)	20,67,607	32,60,360	53,27,966
Property, plant and equipment	51,11,155		51,11,155
Intangible assets	4,10,176		4,10,176
Other current assets	34,02,422	(1,53,280)	32,49,142
Total non-financial assets	6,23,88,396	(3,60,75,847)	2,63,12,548
TOTAL ASSETS	1,13,28,37,899	(89,56,189)	1,12,38,81,710
EQUITY AND LIABILITIES			
Financial liabilities			
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	46,43,591	-	46,43,591
Borrowings	93,48,74,235	-	93,48,74,235
Total financial liabilities	93,95,17,827	-	93,95,17,827
Non financial liabilities			
Other non-financial liabilities	70,98,010		70,98,010
Total non financial liabilities	70,98,010	-	70,98,010
Equity			
Share capital	9,66,00,000	-	9,66,00,000
Other equity	6,73,40,090	(89,56,189)	5,83,83,900
Total equity	16,39,40,090	(89,56,189)	15,49,83,900
Non-Controlling Interest	2,22,81,973	-	2,22,81,973
TOTAL EQUITY AND LIABILITIES	1,13,28,37,899	(89,56,189)	1,12,38,81,710



(iii) Reconciliation of Statement of total comprehensive income for the year ended March 31, 2019

REVENUE :	Previous GAAP*	Ind AS adjustments	Ind AS
Revenue from Operations			
Interest income	14,95,51,611	-	14,95,51,611
Forex services	2,19,82,283	-	2,19,82,283
Sale of goods	1,55,204	-	1,55,204
Other Income	51,43,647	13,075	51,56,722
Total Revenue	17,68,32,745	13,075	17,68,45,820
EXPENSES :			
Finance Costs	11,62,88,618	-	11,62,88,618
Net loss on fair value changes	(24,05,909)	33,20,825	9,14,915
Changes in inventories - stock in trade	1,40,821	-	1,40,821
Employee benefit expense	2,20,70,583	-	2,20,70,583
Depreciation and amortisation expense	14,73,410	-	14,73,410
Other Expenses	2,41,87,168	22,74,612	2,64,61,781
Total Expenses	16,17,54,691	55,95,437	16,73,50,128
Profit Before Tax	1,50,78,053	(55,82,362)	94,95,692
Share of Loss in associate	18,93,405	-	18,93,405
Tax Expenses			
Current Tax	52,70,000	-	52,70,000
Deferred tax	(10,81,274)	(14,43,202)	(25,24,476)
Taxes pertaining to earlier years	1,21,531	-	1,21,531
PROFIT FOR THE YEAR	88,74,391	(41,39,160)	47,35,232
Other Comprehensive Income	-	-	-
Total comprehensive income for the year	88,74,391	(41,39,160)	47,35,232

(iv) Reconciliation of Equity as at April 1, 2018 and March 31, 2019

	As at March31, 2019	As at April 01, 2018
Total Equity (Shareholder's funds) under previous GAAP	6,73,40,090	5,86,95,961
Fair Valuation of Financial Assets - Note 1	(55,42,970)	(22,20,913)
Deferred revenue Expenditure amortised	(1,74,800)	-
Expected Credit Loss - Note 2	(64,98,780)	(44,13,274)
Deferred tax assets on above items	32,60,360	18,17,158
Total equity under Ind AS	5,83,83,901	5,38,78,932

**(v) Impact on cash flow statement for the year ended March 31, 2019**

There were no significant reconciliation items between cash flows prepared under previous GAAP and those prepared under Ind AS.

Notes to First-time adoption:**Note 1 - Fair valuation of financial assets**

Investment - Under the previous GAAP, investments in equity shares - Quoted were classified non-current investments and were carried at cost or NRV whichever is lower. Under Ind AS, these investments are required to be measured at fair value. The Group has choose to fair value these investments through Profit & loss account.

"Interest free deposits:

Under the previous GAAP, interest free lease security deposits (that are refundable in cash on completion of lease term) are recorded at transaction price. Under Ind AS, all financial assets are required to be recognised at fair value. Accordingly, the Company has fair valued the security deposits and the difference between the fair value and transaction value of the security deposit has been recognised as prepaid rent."

Note 2 - Expected Credit Loss

The Group recognizes loss allowances using the expected credit loss (ECL) model for loans given which are not fair valued through profit or loss. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised is recognised as an impairment gain or loss in statement of profit or loss

36. Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable for future periods.

37. The Group is yet to receive balance confirmations in respect of certain financial assets and financial liabilities. The Management does not expect any material difference affecting the current year's financial statements due to the same.

38. The financial statements were approved for issue by the Board of Directors on July 30, 2020.

39. The previous year's figures have been recast / regrouped / rearranged wherever considered necessary to meet the requirements of Ind AS.

For Ladha Singhal and Associates
Chartered Accountants
Firm Registration No : 120241W

Ajay Singhal
Partner
Membership No.: 104451

Place: Mumbai
Date: July 30, 2020

For and on behalf of the Board of Directors

Ketan Kothari
Director
DIN: 00230725

Sachin Kothari
Director
DIN: 03155884

Aakash Jain
Chief Financial
Officer

Sunny Parekh
Company Secretary