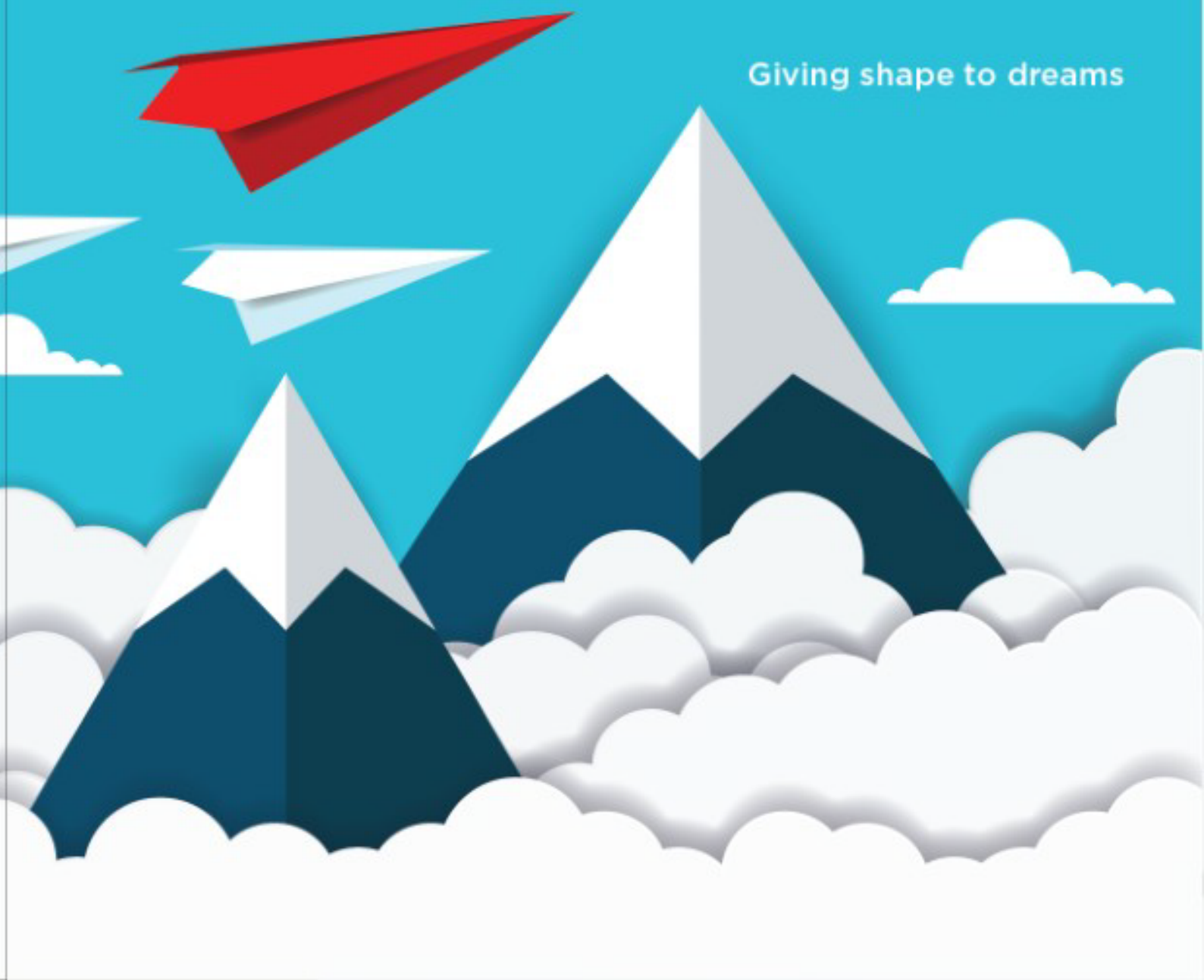


ANNUAL REPORT & ACCOUNTS 2021-22

Peerless Financial Services Limited

Giving shape to dreams



BOARD OF DIRECTORS

Shri Deepak Mukerjee	– Independent Director & Chairman
Shri Bhargab Lahiri	– Director
Shri Dipankar Chatterji	– Independent Director
Shri Asoke Kumar Mukhuty	– Director
Shri K. Balasubramanian	– Director
Shri Deepankar Bose	– Independent Director
Shri Abhishek Tantia	– Managing Director & CEO

COMPANY SECRETARY

Shri Biswajit Das

CHIEF FINANCIAL OFFICER

Shri Partha Bose

AUDITORS

Messers Mukund M. Chitale & Co.
Chartered Accountants

PRINCIPAL BANKER

HDFC Bank Ltd.

REGISTRAR AND SHARE TRANSFER AGENT

C.B. Management Services (P) Ltd.
P-22 Bondel Road,
Kolkata- 700019
Phone :+ 91-33- 40116700/6718/6723
Fax :+91-33-40116739, Email : rta@cbmst.com

REGISTERED & CORPORATE OFFICE

Peerless Bhavan,
3, Esplanade East,
Kolkata-700 069
Phone : +91-33-4062 2525/83369 22525
E-Mail: pfs@peerlessfinance.in
Website: www.peerlessfinance.in
CIN: U65993WB1988PLC044077

Contents

	Page
Directors' Report	3
Auditors Report	18
Balance Sheet	28
Statement of Profit & Loss	29
Statement of changes in equity	30
Cash Flow Statement	32
Notes to Financials Statements	34

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new medical venture or upgrading
your existing one?*

**PeerlessFinance understands your
dreams and provides the best
benefits for all medical practitioners.**

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STARTING FROM 13.50% P.A.*
- LOAN UPTO 40 LACS*
- TENURE UPTO 60 MONTHS*
- QUICK DISBURSAL!
- DOOR STEP SERVICES!
- DEDICATED RELATIONSHIP OFFICER!
- TERM LOAN / OVERDRAFT FACILITY
ALSO AVAILABLE!

GET LOAN NOW



*T&C apply

BOARD'S REPORT

To the Members of Peerless Financial Services Limited

The Board of Directors present the Thirty-fourth Annual Report on business and operations along with financial statements of the Company for the Financial Year ("FY") ended March 31, 2022.

FINANCIAL PERFORMANCE

The financial statements of the Company for the financial year ended March 31, 2022, have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs and as amended from time to time.

Key highlights of financial performance of your Company for the financial year 2021-22 are provided below:

(Rupees in Thousand)

PARTICULARS	Year ended 31st March, 2022	Year ended 31st March, 2021
Revenue from Operations	56,903.72	28,762.72
Other Income	14,727.11	22,175.83
Gross Revenue	71,630.83	50,938.55
Profit/loss before Depreciation, Exceptional items and Tax Expense	31,843.64	23,815.39
Depreciation/ Amortisation/ Impairment	(2,681.14)	(2,324.45)
Profit/loss before Tax	29,162.50	21,490.94
Tax Expense (Current & Deferred)	(2042.73)	(4731.33)
Profit /loss for the year (1)	27,119.77	16,759.61
Other Comprehensive Income (2)	5.39	287.24
Total Comprehensive Income (1+2)	27,125.16	17046.85
Balance of profit /loss for earlier years	(4,508.92)	(18055.77)
Transfer to Special Reserves	(5,430.00)	(3500.00)
Transfer to Debenture Redemption Reserve	(5,000.00)	-
Balance carried forward	12,186.24	(4508.92)

The state of Company's Affairs

Your Company is a subsidiary company of The Peerless General Finance & Investment Company Limited ("PGFI"). It is a Non-Deposit taking Non-Systemically Important Non-Banking Financial Company ("NBFC-ND-NSI"), registered with the Reserve Bank of India ("RBI") and categorised as an Investment and Credit Company ("ICC"). The Company has its Registered and Corporate Office in Kolkata.

The Company provides Term Loans and Credit facilities, both secured and unsecured, to individuals and business entities under its various product categories, such as, Loan to Professionals, Loan against Salary, Business Loan, Equipment Finance, Loan to Educational Institutions, Loan against Marketable Securities, Loan against Insurance Policy, etc.

During the FY 2021-22, the Company disbursed loans of Rs.3,68,537.19 Thousand. Gross revenue earned by the Company during the FY 2021-22 was Rs.71,630.83 Thousand, an increase of 40.62% over Rs.50,938.54 Thousand in 2020-21. The rise in gross revenue by Rs.20692.29 Thousand in FY 2021-22 was due to higher revenue earned on

increased volume of the loan book.

The Company earned a Profit before Tax of Rs.29,162.50 Thousand and Profit after Tax of Rs. 27,125.16 Thousand during the FY 2021-22, compared to Rs.21,490.94 Thousand and Rs.17,046.84 Thousand respectively, during the previous financial year.

The Covid-19 Pandemic

The ongoing COVID-19 pandemic, which hit the world in 2020, has continued to have a negative impact on economic activities in India. Repeated waves of the COVID-19 pandemic during the last two years have interrupted sustained growth recovery. Supply constraints have pushed up costs and commodity prices, intensifying inflationary pressures across the world. Private sector industries showed considerable resilience as firms adopted new modes of operations to realign their business strategies to the new environment.

Supply disruptions, restrained workforce participation, risks from new variants of the virus and the Russia-Ukraine war have dampened global growth outlook. Fresh sanctions on Russia pose new risks of supply disruptions in global value chains and sharp hike in commodity prices.

The impact of all these factors on the lending industry in India is expected to be adverse. Banks and financial institutions (FIs) are likely to see a spike in credit costs and in non-performing assets ratio. In this difficult scenario, we anticipate that Technology would play a significant role in helping lending industry to adapt to the new normal by focusing on the following dimensions:

- To create new products aligned to micro segments of customers.
- To Introduce digital bristles leveraging micro services architecture, automation, and cloud storage of data, and introduce contactless transaction options.
- To introduce digital financial solutions.
- To mitigate cyber-security risks by customer authentication through KYC platforms, financial grade APIs, firewalls, smart networks and other solutions.

Your Company issued a series of advisories to protect the safety of its employees, customers and other stakeholders. The Company organised COVID camps in collaboration with eminent hospitals of the city in its office premises for vaccination of employees, their families and other related persons. The first dose of vaccination was administered for 239 persons and the second for 232 persons between June and August 2021.

In compliance with the Directions of regulatory authorities and to ensure continuity of viable businesses, the Company granted a moratorium of six months on payments of all instalments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers. The Company also granted deferment of interest payments on outstanding as on March 1, 2020 on working capital facilities of eligible borrowers who were facing difficulties on account of the economic fallout of the pandemic. The Company adopted Resolution Framework 1.0 in October 2020 and Resolution Framework 2.0 in May 2021 for restructuring of loans of eligible borrowers. On the request of the customers, 16 Accounts were restructured as per 'Resolution Framework 1.0' and 13 Accounts were restructured as per 'Resolution Framework 2.0'.

Material Changes Affecting the Financial Position of the Company

No material changes or commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report.

Dividend

The Directors of the Company do not recommend any dividend for the FY 2021-22 in order to conserve resources to support growth of the Company.

Amounts Transferred to Reserves

The Board has decided to transfer an amount of Rs.5,430 Thousand to Special Reserve in terms of Section 45IC of the RBI Act, 1934.

Non-Acceptance of Public Deposit

The Company has neither accepted, held nor renewed any public deposits, as defined under section 45-I(bb) of the Reserve Bank of India Act, 1934 and Section 2(31) of the Companies Act, 2013 read with Rule 2(1)(c) of the Companies (Acceptance of Deposit) Rules, 2014, during the year under review.

Variation in Net Worth

The Company's Net Worth as at the close of the financial year ended March 31, 2022 recorded a rise to Rs.5,84,318 Thousand, compared to the net worth of Rs.5,57,193 Thousand as at the close of the previous financial year ended March 31, 2021.

Annual Return

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return as on March 31, 2022 is available on the website of the Company at <https://peerlessfinance.in/assets/uploads/draft-Annual-Return-in-MGT-7-of-PFS-2022.pdf>.

Particulars of Loans, Guarantees and Investments under Section 186

Your Company is a Non-Banking Financial Company (NBFC) registered with the Reserve Bank of India and categorized as an Investment and Credit Company (NBFC-ICC). Accordingly, the provisions of Section 186 of the Act pertaining to granting of loans to any persons or bodies corporate, giving of guarantees or providing security in connection with loans to any other bodies corporate or persons, and acquiring by way of subscription, purchase or otherwise the securities of any other body corporate, are not applicable to the Company.

Particulars of Contracts or Arrangements with Related Parties

During the financial year under review, your Company has not entered into any material contract/transactions with Related Parties which are not in its ordinary course of business or not on an arm's length basis, and which require disclosure in this Report in terms of the provisions of Section 188(1) of the Act.

However, for the purpose of good governance practice, the contracts / arrangements / transactions which took place in the ordinary course of business and on arm's length basis with the related parties are disclosed in Form No. AOC-2 and marked as Annexure 'A'. Further, details of Related Party Transactions, as required to be disclosed by Indian Accounting Standard 24 on "Related Party Disclosures" specified under Section 133 of The Companies Act, 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules, 2015, are given in the Notes to the Financial Statements.

Compliance with Non-Banking Financial Companies (Reserve Bank) Directions

The Company is registered with the RBI as a Non-Banking Financial Company. It is a Non-Systemically Important, Non-Deposit taking, Investment and Credit Company (NBFC-ND-NSI-ICC). The Company has complied with and continues to comply with the provisions of Reserve Bank of India Act, 1934 and all applicable rules, circulars, regulations and directions including, Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, as updated, prescribed by the Reserve Bank of India ("RBI").

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

(i) Conservation of Energy:

The Company, being a financial services provider, requires normal consumption of electricity. The Company is taking every necessary step to reduce its consumption of energy. Office premises have been retrofitted with LED lights to conserve electricity. Air Conditioners' temperature are maintained at the optimum ambient temperature resulting into savings of energy.

(ii) Technology Absorption:

The operations of the Company as a NBFC, do not involve in any industrial or manufacturing activities. Thus, the Company has no particulars to report regarding technology absorption.

(iii) Foreign Exchange Earnings and Outgo:

There was no foreign exchange earnings or outgo during the year under review.

Details of Subsidiary, Joint Venture or Associates

No company has become or ceased to be a subsidiary, joint venture or associate of your Company during the year under review.

Risk Management

Risk Management is an integral part of the business management activities of the Company. The Risk Management oversight structure includes Committees of the Board and Senior Management Committees. The Board has approved a Risk Management Policy to govern this function. Risk identification and mitigation, along with assessment and monitoring is an ongoing process.

The Risk Management exercise covers a whole gamut of strategic, financial, credit, market, liquidity, security, information technology, legal, regulatory, reputational and other risks.

The Company follows various processes for Enterprise Risk Management which include Internal Controls Management, Internal Audit and Process Audit which are conducted on a periodic basis.

Credit Risk is primarily monitored by the credit department as per separate credit policies for various products and the lending policy of the Company. The risk policies define prudential limits, portfolio criteria, exceptional approval matrix, etc. Risk is managed by analysing counter-party, industry sector, geographical region, single borrower and borrower category. Further, while approving lending proposals, the Credit & Investment Committee evaluates credit proposals and credit exposure in line with the delegation of power and authority assigned by the Board of Directors. The Credit & Investment Committee also focuses on post sanction monitoring of loans. Periodic review of the credit portfolio is conducted by the Board. The underwriting and monitoring is carried out by the Credit Department under the superintendence of MD & CEO.

Operational Risks are mitigated through ongoing monitoring by the Senior Management Team and corrective actions are implemented as and when required. Committees of Senior Management Team meet periodically to review the operational risk profile of the organisation.

Risks associated with frauds are mitigated through continuous internal monitoring and maker-checker system of approval matrix and payment methods. Representatives of the Senior Management review matters relating to fraud risk, and also take corrective and remedial actions as and when required.

Internal Control

The internal control structure of a company consists of several policies and procedures implemented to provide reasonable assurance for achieving the objectives of the Company. Such policies and procedures provide direction, increase efficiency and strengthen adherence to policies. The internal control system is supported by proper assessment by the Core Committee and internal audit of the adequacy and efficacy of the Company's internal controls, including its systems, processes and compliances with regulations and procedures. The Company's internal control system is commensurate with its size and the nature of its business.

Internal Financial Control with reference to the Financial Reporting

The Company's Internal Financial Control on financial reporting system has been designed to ensure an accurate and fair reflection of transactions and dispositions of the assets of the company. It provides reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company. It also provides reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material

effect on the financial statements. It includes Process Flows, Risk Control Matrix and Testing Results and Reports. Thus, the Company has, in material respect, an adequate internal financial control over financial reporting.

Details of Directors and Key Managerial Personnel :

- (a) Mr. Sunil Kanti Roy (DIN : 00043966), a Non-executive Director and Promoter of the Company, passed away on 08/05/2022. During his long association with the Company since its incorporation, the Late Mr. Sunil Kanti Roy had made significant contribution to the business and affairs of the Company. The Board of Directors place on record their deep appreciation and respect for the invaluable contribution made by the Late Mr. Sunil Kanti Roy during his tenure and association with the Company.
- (b) Mr. Deepankar Bose (DIN: 09450920) was appointed as an Additional Non-executive Independent Director with effect from 16/03/2022, subject to the approval of the shareholders at the ensuing general meeting. In the opinion of the Board, Mr. Deepankar Bose is a person of integrity and possess requisite qualifications, experience (including the proficiency) and expertise.
- (c) In accordance with the relevant provisions of the Companies Act, 2013, Mr. Asoke Kumar Mukhuty (DIN: 00173745), Director, will retire by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.
- (d) Independent Directors :

On recommendation of the Nomination & Remuneration Committee of Directors, the Board at the meeting held on 19/11/2021, based on performance evaluation, re-appointed Mr. Deepak Mukerjee (DIN: 00046690), an Independent Director & Chairman, for a second term of 5 (five) consecutive years commencing from 17/12/2021.

Pursuant to Section 149(7) of the Companies Act, 2013, Mr. Deepak Mukerjee (DIN: 00046690), Mr. Dipankar Chatterji (DIN: 00031256) and Mr. Deepankar Bose (DIN: 09450920), Independent Directors, have submitted to the Company necessary declarations to the effect that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013.

In the opinion of the Board, Independent Directors of the Company possess requisite qualifications, experience (including the proficiency) and expertise and are of the highest standards of integrity. In terms of Section 150 of the Act read with the Companies (Appointment & Qualification of Directors) Rules, 2014, the name of the Independent Directors of the Company have been registered with the data bank of Independent Directors created and maintained by the Indian Institute of Corporate Affairs, Manesar ("IICA").

A meeting of Independent Directors was held on 29/06/2021 during the FY 2021-22. All the Independent Directors of the Company were present at such meeting.

(1) Key Managerial Personnel:

As per the provisions of Section 203 of the Act, Mr. Abhishek Tania (DIN: 07651661), Mr. Partha Bose, Chief Financial Officer, and Mr. Biswajit Das, Company Secretary, were the Key Managerial Personnel ("KMP") of the Company as on March 31, 2022.

Apart from the changes mentioned above, no other change of the Directors and the Key Managerial Personnel took place during the financial year under review.

Evaluation of the Board, Committees of the Board, Individual Directors and the Chairman

In pursuance of the provisions of the Companies Act, 2013 and in order to encourage collaborative decision making and high performance by individual directors and to promote good governance and team spirit, the Board together with the Nomination & Remuneration Committee has carried out an annual evaluation of the performance of the Board as a whole, Individual Directors and the Chairman, as well as an evaluation of the working of all the Committees of the Board. The performance evaluation was carried out by seeking inputs from all the Directors and the Members of the Committees, as the case may be.

The criteria for evaluation of the Board, covered, inter alia, parameters such as structure of the Board, meetings of the Board, functions of the Board etc. The criteria for evaluation of Individual Directors covered parameters such as, knowledge and competency, fulfilment of functions, ability to function as a team, etc. The criteria for evaluation of the Board Committees covered areas related to mandate and composition, effectiveness of the Committee, structure of the Committee and meetings, etc.

The feedback of the Independent Directors on their review of the performance of Non-Independent Directors and the Board as a whole, the performance of the Chairman of the Company and the assessment of the quality, quantity and timeliness of flow of information between the Company, the Management and the Board was taken into consideration by the Board in carrying out the performance evaluation.

The evaluation was conducted on the basis of a structured questionnaire which comprises performance criteria, such as, performance of duties and obligations, independence of judgement, level of engagement and participation, attendance of directors, their contribution in enhancing the Board's overall effectiveness, etc. The Board has expressed their satisfaction with the evaluation process.

Nomination and Remuneration Policy of the Company

Pursuant to the provisions of Section 178 of the Companies Act, 2013, the Board of Directors have adopted a Nomination and Remuneration Policy on Board Diversity, Director Attributes and Remuneration Policy.

Nomination & Remuneration Policy covers appointment / removal and remuneration for directors, key managerial personnel and other employees and lays down criteria for determining qualifications, positive attributes and independence of a director and other matters, as formulated in Section 178 of the Act.

The salient features of the Nomination and Remuneration Policy are given below:

Objectives

- To lay down criteria and terms & conditions with regard to identifying persons qualified to become Directors (Executive and Non-Executive) and to hold Senior Management and Key Managerial positions.
- To determine remuneration based on the Company's size, financial position, trends and practices prevailing in peer companies and in the industry as a whole.
- To provide them rewards linked directly to their efforts, performance, dedication and achievement relating to the Company's operations.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons commensurate with the requirements of the Company.
- To carry out evaluation of the performance of Directors.

Applicability

The Policy is applicable to:

- Directors (both, Executive and Non-Executive)
- Key Managerial Personnel
- Senior Management Personnel

"Senior Management" for the purpose of this Policy means personnel of the Company who are members of its core management team excluding Board of Directors, comprising all members of management one level below the executive directors, including the functional heads.

General

This Policy is divided in three parts: Part – A covers matters to be dealt with and recommended by the Committee to the Board, Part – B covers nomination, appointment and removal, and Part – C covers remuneration, perquisites, etc.

A copy of the Nomination and Remuneration Policy is posted on the website of the Company at <http://www.peerlessfinance.in/nrc-policy.html>.

Number of Board Meetings

During the year under review, 4 (four) meetings of the Board of Directors of the Company were held on 29/06/2021, 08/09/2021, 19/11/2021 and 16/03/2022.

Committees of the Board

In order to perform various matters in a focussed manner, and in pursuance of the provisions of the Companies Act, 2013, the Board has constituted Committees of the Board with specific terms of reference. Such Committees have been delegated with the responsibilities to give focused attention to different aspects of business.

The Board constituted the following Committees :

1. Audit Committee,
2. Nomination and Remuneration Committee,
3. Share Transfer & Stakeholders' Relationship Committee
4. Credit & Investment Committee.
5. Securities Allotment Committee

The Company Secretary is the Secretary of all the aforementioned Committees. The Minutes of meetings of all Committees of the Board are circulated to the Board of Directors for noting.

1. Audit Committee

The Board has constituted an Audit Committee of Directors in compliance with the requirements of the Companies Act, 2013. The composition of the Audit Committee is in line with the provisions of Section 177 of the Act. All the Members have the ability to read and understand financial statements and have relevant finance and / or audit experience.

The terms of reference of the Audit Committee includes detailed review of financial statements prior to consideration by the Board of Directors, approval of annual internal audit plan, review of internal and other audit reports, review of financial reporting system, internal financial control with reference to financial reporting and risk management system. The Audit Committee makes recommendation for appointment of statutory and internal auditors.

Composition:

The Audit Committee comprises two Independent Directors and one Non-executive Director, namely, Mr. Dipankar Chatterji, Independent Director, as Chairman, Mr. Deepak Mukerjee, Independent Director, as Member and Mr. Asoke Kumar Mukhuty, Non-executive Director, as Member.

The Audit Committee held two meetings during the financial year 2021-22 on 29/06/2021 and 16/03/2022.

All the recommendations made by the Audit Committee during the FY 2021-22 were accepted by the Board.

2. Nomination & Remuneration Committee ("NRC")

The Terms of Reference of the Nomination & Remuneration Committee of Directors, inter alia, include the following:

- To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy relating to the remuneration of the Directors, Key Managerial Personnel and other employees.
- To formulate criteria for evaluation of performance of the Board, its Committees and Directors, and also carry out evaluation of every director's performance annually.

- To Identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, to consider appointment and remuneration for Directors, key managerial personnel and others and recommend to the Board their appointment and / or removal.

Composition:

The NRC comprises Mr. Dipankar Chatterji, Independent Director, as Chairman, Mr. Deepak Mukerjee, Independent Director, and Mr. Asoke Kumar Mukhuty, Non-Executive Director, as Members.

The Committee held three meetings on 29/06/2021, 19/11/2021 and 16/03/2022 during the FY 2021-22.

The Chairman of the Committee was present at the last Annual General Meeting held on September 8, 2021.

3. Share Transfer & Stakeholders' Relationship Committee

The terms of reference of Share Transfer & Stakeholders' Relationship Committee includes considering the grievances, if any, of the shareholders of the Company. The scope of work of the Committee also covers consideration, approval and registration of share transmission and issue of duplicate or renewed share certificates.

Composition:

The Share Transfer & Stakeholders' Relationship Committee consists of three Non-executive Directors, namely, Mr. Bhargab Lahiri, as Chairman, and Mr. Asoke Kumar Mukhuty and Mr. K Balasubramanian, as Members.

The Committee held one meeting on 02/03/2022 during the FY 2021-22

The Chairman of the Committee was present at the last Annual General Meeting held on September 8, 2021.

4. Credit & Investment Committee

The Credit & Investment Committee (CIC) sanctions credit facilities to customers, and also approves proposals for investment/disinvestment of the Company's surplus funds in different investment instruments/ avenues under the powers delegated to it by the Board.

Composition:

The Credit & Investment Committee has the following members as on 31/03/2022:

Mr. Bhargab Lahiri, Mr. Asoke Kumar Mukhuty, Mr. K. Balasubramanian, all Non-executive Directors, and Mr. Abhishek Tania, Managing Director & CEO.

5. Securities Allotment Committee

Securities Allotment Committee was constituted by the Board for the purpose of allotment of various securities that may be issued by the Company from time to time.

Composition:

Mr. Bhargab Lahiri, Mr. Asoke Kumar Mukhuty, Mr. K. Balasubramanian, all Non-executive Directors, and Mr. Abhishek Tania, Managing Director & CEO are the members of Securities Allotment Committee as on 31.03.2022.

The Committee held one meeting on 25/03/2022 during the FY 2021-22.

Statutory Auditors

M/s. Mukund M Chitale & Co., Chartered Accountants (FRN 106655W), Statutory Auditors, were appointed at the 29th Annual General Meeting ('AGM') of the Company held on 14/07/2017, for a period of five years from the conclusion of the 29th AGM. Their term will expire at the conclusion of the ensuing 34th AGM to be held in this calendar year 2022.

Pursuant to the provisions of Section 139 of the Companies Act, 2013, Companies (Audit & Auditors) Rules, 2014 read with the RBI Direction No. RBI/2021-22/25 Ref.No.DoS.CO. ARG/ SEC.01/ 08.91.001/ 2021-22 dated April

27, 2021, M/s. S.N. Kulkarni & Co., Chartered Accountants (Firm Regn. No.: 105441W), have been selected and recommended by the Board of Directors for appointment as the Auditors of the Company for a period of three consecutive years commencing from the conclusion of the ensuing 34th Annual General Meeting till the conclusion of the 37th Annual General Meeting to be held during the year 2025.

M/s. S.N. Kulkarni & Co., Chartered Accountants (Firm Regn. No.: 105441W), being eligible, offer themselves for appointment as the Auditors of the Company. They have confirmed their eligibility to the effect that their appointment, if made, would be within the prescribed limits under the Act and that they are not disqualified from being appointed as the Auditors of the Company.

Your Directors recommend the appointment of M/s. S.N. Kulkarni & Co., Chartered Accountants (Firm Regn. No.: 105441W) as the Auditors of your Company at the ensuing Annual General Meeting.

Explanation to Auditors' Observations

There is no qualification, reservation or adverse remarks made by the Statutory Auditors in their Report for the FY 2021-22 that needs to be explained or responded to.

Particulars of Employees

Disclosure pursuant to Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is made in Annexure 'B' to the Board's Report.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

Pursuant to the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, the Company has put in place a Policy against Sexual Harassment of Women at workplace. An Internal Complaints Committee has also been set up by the Board to redress complaints, if any.

No complaint on sexual harassment has been made during the year under review.

Necessary awareness programmes are held to spread awareness among the employees periodically.

Fraud Reporting

Pursuant to the provisions of Section 134(3) (ca) of the Companies (Amendment) Act, 2015, no fraud was reported by the Auditors under sub-section (12) of Section 143 of the Companies Act, 2013 read with Rule 13 of the Companies (Audit and Auditors) Rules, 2014.

Accounting Standard Followed

The Financial Statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind-AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended, read with Section 133 of the Companies Act, 2013. The Company also follows RBI Directions. The Financial Statements have been prepared under the historical cost convention on accrual basis except for certain financial instruments, which are measured at fair values in accordance with the provisions of the Act and the rules made thereunder. Accounting policies adopted in the preparation of the Financial Statements have been consistently followed in the FY 2021-22.

Directors' Responsibility Statement

Your Directors have devised Proper systems and procedures for the business and affairs of the Company and a number of policies have been implemented to safeguard the ability of the Company to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholders' value.

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and belief and according to the information and explanations obtained, hereby confirm that -

- a) in the preparation of the annual accounts for the financial year ended March 31, 2022, 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 2021-22 and of the profit & 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 the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws that such systems were adequate and operating effectively.

Secretarial Standards

Your Company has complied with all the applicable Secretarial Standards issued by The Institute of Company Secretaries of India and as specified in section 118(10) of the Companies Act, 2013.

Significant / material Orders passed by the Regulators

No significant material order was passed by the Regulators or Courts or Tribunals during the year under review, impacting the going concern status of your Company and its operations in future.

Whistle Blower Policy & Vigil Mechanism

A Whistleblower Policy has been formulated by the Company with a view to provide a mechanism for all the stakeholders to approach the Chairman of the Audit Committee, as and when a misconduct is found in relation to the Company. This policy has been made to encourage the employees, customers, suppliers and other stakeholders to raise concerns or make disclosures, when they become aware of any actual or potential violation of any Code, policies or law that is not reflective of the values and principles of the Organization. The said policy has been posted on the website of the Company.

Issue of Non-Convertible Debentures (NCD)

During the year under review, the Company has issued 2500000 8.5% unlisted unsecured unrated Partly-paid Non-Convertible Debentures of Rs.100/- each to its holding company, viz., The Peerless General Finance & Investment Co. Ltd. The said NCDs will be matured and redeemed in tranches within a maximum period of six years from the date of being fully-paid. The said issue was made and implemented successfully.

General Disclosures

Your Directors further state and confirm the following in respect of the FY 2021-22:

1. During the year under review there was no change in the nature of business of the Company.
2. The provisions of the Companies Act, 2013 for providing details about CSR Policy and implementation and initiative taken thereon do not apply to the Company.
3. Your Company did not issue equity shares with differential rights as to dividend, voting or otherwise.
4. Your Company did not issue any shares (including ESOP and sweat equity shares) to employees of the Company under any scheme.
5. Disclosure regarding receiving of any remuneration or commission by the Managing Director from the holding/ subsidiary company is not required, since Managing Director & CEO of the Company does not hold any such position.
6. Apart from issue of Non-Convertible Debentures, as stated above, there was no other corporate action, such as buy-back of securities, payment of dividend declared, mergers and de-mergers, delisting, split and issue of any other securities etc. announced by the Company during the year under review, failure to implement which is required to be disclosed.

7. Since the Company is a Non-Banking Financial Company, the maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 is not required by the Company; accordingly, such accounts and records are not made and maintained by the Company.
8. No application has been filed for corporate insolvency resolution process against your Company by any financial creditor or operational creditor of your Company under Insolvency Bankruptcy Code, 2016 before the National Company Law Tribunal (NCLT).

The Company made an application before the NCLT, Mumbai against Rasoya Proteins Ltd., a borrower of the Company, as per the provisions of Insolvency and Bankruptcy Code, 2016. As on 31/03/2022, the said company is in the process of liquidation.

9. There was no instance of one-time settlement with any Bank or Financial Institution.
10. 'Disclosure' about the difference between the amounts of the valuation executed at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof does not apply to the Company.

Acknowledgment

Your Directors like to place on record their gratitude to the RBI, Registrar of Companies, Ministry of Corporate Affairs, and other Government and Regulatory agencies for the valuable guidance and support received from them. They convey their appreciation to The Peerless General Finance & Investment Company Ltd., the holding company, customers, bankers, lenders, vendors and all other business associates for the continuous support given by them to the Company. The Directors also place on record their appreciation of the commitment, commendable efforts, team work and professionalism of all the employees of the Company.

Kolkata
Date : 2 June, 2022

Registered office :
"PEERLESS BHAVAN"
3, Esplanade East
Kolkata - 700 069

For and on behalf of the Board

Deepak Mukerjee
Chairman
(DIN : 00046690)

ANNEXURE “A ”

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

(a)	Name(s) of the related party and nature of relationship	NIL
(b)	Nature of contracts/arrangements/ transactions	N.A.
(c)	Duration of the contracts / arrangements/ transactions	N.A.
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A.
(e)	Justification for entering into such contracts or arrangements or transactions	N.A.
(f)	Date(s) of approval by the Board	N.A.
(g)	Amount paid as advances, if any	N.A.
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N.A.

2. Details of material contracts or arrangement or transactions at arm's length basis

(i)

(a)	Name(s) of the related party and nature of relationship	The Peerless General Finance & Investment Co. Ltd. (Holding Company)
(b)	Nature of contracts/ arrangements/transactions	Service Received
(c)	Duration of the contracts / arrangements/ transactions	01.04.2021 to 31.03.2022
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Payment of Rent for PFS office premises Rs. 20,39,413/- (incl GST)
(e)	Date(s) of approval by the Board/Audit Committee, if any	29/06/2021, 08/09/2021, 19/11/2021, 16/03/2022, 02/06/2022
(f)	Amount paid as advances, if any:	NIL

(ii)

(a)	Name(s) of the related party and nature of relationship	The Peerless General Finance & Investment Co. Ltd. (Holding Company)
(b)	Nature of contracts/ arrangements/transactions	Service received
(c)	Duration of the contracts / arrangements/ transactions	01.04.2021 to 31.03.2022
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Reimbursement of Expenses Rs.2,40,155/- (incl. GST)
(e)	Date(s) of approval by the Board/Audit Committee, if any	16/03/2022
(f)	Amount paid as advances, if any:	NIL

(iii)

(a)	Name(s) of the related party and nature of relationship	Peerless Securities Ltd. (a subsidiary of the holding company)
(b)	Nature of contracts/ arrangements/transactions	Service received
(c)	Duration of the contracts / arrangements/ transactions	01.04.2021 to 31.03.2022
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Payment of Demat Maintenance Charges Rs. 4,720/- (incl.GST) and Rs.502/- (incl.GST) Paid for liability relating to FY2020-21
(e)	Date(s) of approval by the Board/Audit Committee, if any	29/06/2021,19/11/2021,02/06/2022
(f)	Amount paid as advances, if any:	NIL

(iv)

(a)	Name(s) of the related party and nature of relationship	Bengal Peerless Housing Development Company Ltd (an Associate Company of the Holding Company)
(b)	Nature of contracts/ arrangements/transactions	Purchase of flat (at arm's length price)
(c)	Duration of the contracts / arrangements/ transactions	01.04.2021 to 31.03.2022
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Instalments paid for acquiring two flats at AVIDIPTA II Housing Complex of Rs. Rs.33,24,290/- including GST.
(e)	Date(s) of approval by the Board, if any	19/11/2021
(f)	Amount paid as advances, if any:	NIL

(v)

(a)	Name(s) of the related party and nature of relationship	Peerless Hotels Ltd. (a subsidiary of the holding company)
(b)	Nature of contracts/ arrangements/transactions	Service Received (at arm's length price)
(c)	Duration of the contracts / arrangements/ transactions	01.04.2021 to 31.03.2022
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	Expenses incurred for staff welfare Rs.9450/- including GST.
(e)	Date(s) of approval by the Board, if any	19/11/2021
(f)	Amount paid as advances, if any:	NIL

Kolkata
Date :02 June, 2022

For and on behalf of the Board

Registered office :
"PEERLESS BHAVAN"
3, Esplanade East
Kolkata - 700 069

Deepak Mukerjee
(DIN : 00046690)
Chairman

ANNEXURE “B”

ANNEXURE TO THE DIRECTORS’ REPORT

Particulars of Employees pursuant to the provisions of Section 134 of the Companies Act, 2013 read with sub-rule (2) of rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and forming part of the Directors’ Report for the year ended 31st March, 2022.

	Name	Age (Years)	Designation	Gross Remuneration (Rs.)	Nature of Employment	Qualification	Experience (Years)	Date of Commencement of Employment	Last Employment /Post held
	1	2	3	4	5	6	7	8	9
A Top ten Employees in terms of remuneration									
1	Abhishek Tantia	40	MD & CEO	42,33,890/-	Contractual	ACA, MBA	15	02/01/2017	Peerless Securities Ltd. / Chief Financial Officer
2	Biswajit Das	53	Company Secretary & Chief Compliance Officer	14,57,700/-	Non-contractual	B.Com (Hons), ACS.	27	18/06/2015	The Peerless General Finance & Investment Co. Ltd./ Manager
3	Partha Bose	56	Chief Financial Officer	7,12,800/-	Non-contractual	B.Sc, ICWA	28	29/09/1994	NIL
4	Brijesh Goyal	35	Chief Manager- Credit	14,74,800/-	Non-contractual	B.Com (Hons), ACA, ICWA, CAIIB	11	07/05/2018	Allahabad Bank / Sr. Manager
5	Saptarshi Roy Bardhan	56	Deputy General Manager- Legal & Risk	11,00,400/-	Non-contractual	B.Com. (Hons), MBA (Finance)	29	20/12/2017	BMA Wealth Creators Ltd./ VP
6	Arnab Mukhuty (Upto 10.01.2022)	41	Deputy General Manager- Marketing	13,01,070/-	Non-contractual	B.Com.(Hons), MBA (Finance & Marketing), M.SC. (Marketing)	16	25/06/2018	YES Bank Ltd/ Sr. Manager
7	Atanu Basak	32	Chief Manager – Loan to Professionals (East)	9,90,000/-	Non-contractual	B. Com (Hons)	10	12/06/2019	Bajaj Finserv / Area Manager – Professional Loan, Direct
8	Somraj Saha	32	Senior Manager – Equipment Finance	7,42,200/-	Non-contractual	B.Com, MBA	7	01/07/2019	SREI Equipment Finance Ltd. / Assistant Manager - Healthcare
9	Siddhartha Gupta	41	Manager-IT	5,40,000/-	Non-contractual	B.Com. (Hons), MCA	18	27/07/2020	AUM Capital Market Pvt. Ltd/ IT- Senior Manager
10	Avijit Nag	49	Manager- Finance & Operations	5,04,000/-	Non-contractual	B.Com.(Hons), Diploma in Computer Application	24	16.12.2015	P N Memorial Neuro Center & Research Institute Ltd./ Senior Officer- Admin

B. Employed throughout the financial year and in receipt of remuneration aggregating Rs.1,02,00,000/- or more per annum

None

C. Employed for a part of the financial year and in receipt of remuneration aggregating Rs. 8,50,000/- or more per month

None

- Notes: 1. Gross remuneration comprises of salary and allowances, company's contribution to Provident Fund, Monetary value of perquisites, etc. The employees are also entitled to Gratuity in accordance with the rules of the Company.
2. The nature of employment is contractual in case of Managing Director & CEO. In respect of all the other employees, the nature of employment is non-contractual, terminable by notice of either side and liable to transfer to any division/holding/associate companies.
3. Mr. Arnab Mukhuty, Chief Manager- Marketing, is a relative of Mr. Asoke Kumar Mukhuty, Director. None of the other employees is a relative of any Director of the Company.
4. None of the employees together with their relatives hold shares of 2% or more of the paid-up share capital of the Company

For and on behalf of the Board

Kolkata
Date : 02 June, 2022
Registered office :
"PEERLESS BHAVAN"
3, Esplanade East
Kolkata - 700 069

Deepak Mukerjee
Chairman
(DIN : 00046690)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PEERLESS FINANCIAL SERVICES LIMITED

Report on the Audit of Ind AS Financial Statements

1. Opinion

We have audited the accompanying Ind AS financial statements of Peerless Financial Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income) the Statement of Changes in Equity and the Statement of Cash Flow and for the year then ended, and notes to the 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 Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing, as prescribed under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS 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 together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Companies Act, 2013 ("the Act") and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

3. Emphasis of matter

We draw attention to Note 66 the Financial Statements in which the Company describes the continuing uncertainties arising from the COVID 19 pandemic.

Our opinion is not modified in respect of this matter.

4. Information other than Ind AS financial statements and Auditor's report thereon

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

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

In connection with our audit of the Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Ind AS financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information included in the above reports, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and determine the actions under the applicable laws and regulations.

5. Responsibilities of the Management and Those charged with governance for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, 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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS financial statements, Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

6. Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

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

As part of an audit in accordance with Standards on auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- i) Identify and assess the risks of material misstatement of the Ind AS 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.
- ii) Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under the section 143(3)(i) of the Companies Act, 2013 ("the Act"), we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to Ind AS financial statements in place and the operating effectiveness of such controls.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 Ind AS 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.

- v) Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions 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 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 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.

7. Report on Other Legal and Regulatory Requirements

- i) As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- ii) The Company is considered not systemically important Non-deposit taking Non-banking Financial Company as explain in note 41 of the financial statement and therefore the relevant provisions are considered as not applicable to the company.
- iii) As required by section 143 (3) of the Act, based on our audit 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 purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss including the Comprehensive Income, the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e) On the basis of written representations received from the directors as on March 31, 2022,
taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to Ind AS financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on the financial position in its Ind AS financial statements – Refer Note 38 to the Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative 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 Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- v. The company has neither proposed nor paid any dividend with respect to previous year or not declared and paid dividend during the year. Hence, reporting in accordance with the section 123 of the Act, is not applicable.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No.: 106655W

(V.A. Chougule)
Partner

Date : June 6th, 2022
Place : Mumbai

M. No: 132680
UDIN: 22132680ALRZBK4603

Annexure A to the Independent Auditor's Report of even date on the Ind AS financial statements of Peerless Financial Services Limited

Referred to in paragraph [7 (i)] under Report on Other Legal and Regulatory Requirements of our report of even date

According to the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief we state that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of Right of Use Assets.
- (b) The Property, Plant and Equipment, were physically verified during the year by the management, in accordance with a regular programme of verification, which in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. No material discrepancies were noticed on such verification.
- (c) Based on the examination of the documents provided to us, we report that, the title deeds of all the immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company), disclosed in the financial statements included in Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, Clause 3(i)(d), of the Order is not applicable to the Company
- (e) No proceedings have been initiated during the year or are pending against the Company as at 31 March 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder
- (ii) (a) The Company is engaged primarily in lending activities and consequently does not hold any physical inventories. Accordingly, Clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us, the Company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at points of time during the year, from banks or other financial institutions on the basis of security of loans (assets). Accordingly, Clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) As explained in note 1 to the financial statements, the Company is a non deposit-taking non-banking financial company ("NBFC") registered with the Reserve Bank of India ("RBI") and as a part of its business activities is engaged in the business of lending across various types of customers which include retail and SMEs.

During the year, in the ordinary course of its business, the Company has granted loans and advances in the nature of loans, secured and unsecured, to companies, firms, limited liability partnerships and other parties. With respect to such loans and advances:

- a) The principal business of the Company is to give loans and hence reporting under clause (iii)(a) of the Order is not applicable;
- b) In our opinion, having regard to the nature of the Company's business terms and condition of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the Company's interest;
- c) in respect of loans and advances in the nature of loans (together referred to as "loan assets"), the schedule of repayment of principal and payment of interest has been stipulated. Note 2 to the financial statements explains the Company's accounting policy relating to impairment of financial assets which include loans assets. In accordance with that policy, loan assets with balances as at 31 March 2022, aggregating Rs. 12966.96 thousand were categorised as credit impaired ("Stage 3") and Rs. 6861.10 thousand were categorised as those where the credit risk has increased significantly since initial recognition ("Stage 2"). In all other cases, the repayment of principal and interest is regular as at 31 March 2022. Having regard to the nature of the Company's business

and the volume of information involved, it is not practicable to provide an itemised list of loan assets where delinquencies in the repayment of principal and interest have been identified.

- d) The total amount overdue for more than ninety days, in respect of loans and advances in the nature of loans, as at 31 March 2022 is Rs.12053.83 thousand. Reasonable steps are been taken by the Company for recovery of the principal and interest.
- e) The principal business of the Company is to give loans and hence reporting under clause (iii)(e) of the Order is not applicable.
- f) The Company has not granted any loans or advances in the nature of loans that were either repayable on demand or without specifying any terms or period of repayment.
- (iv) The Company has not advanced loans or made investments in or provided guaranty or security to parties covered by section 185 of the Act and the provisions of Section 186 of the Act are not applicable to the Company. Hence reporting under clause 3 (iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) According to information and explanations given to us the Central Government has not prescribed maintenance of the cost records under section 148 (1) of the Companies Act, 2013. Hence reporting under clause 3 (vi) of the Order is not applicable.
- (vii) (a) According to information and explanations given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident fund, Employee's State Insurance, Income-tax, Sales tax, Service tax / Goods and Service tax, duty of Customs, Value Added Tax, Cess and other material statutory dues applicable to it as per the available records as far as ascertained by us on our verification.
According to information and explanations given to us there were no undisputed amount payable in respect of outstanding statutory dues as aforesaid as at 31st March 2022 for a period more than six months from the date they become payable.
- (b) According to information and explanations given to us, dues in respect of Sales tax, Income tax, Custom duty, Wealth Tax, Service Tax / Goods and Service tax, Excise duty, Value Added Tax and Cess that have not been deposited with the appropriate authorities on account of any dispute is as under:

Name of the statute	Nature of the dues	Amount (Rs In thousand)	Period to which the amount relates	Forum Where dispute is pending
Income Tax Act, 1961	Income Tax	397.30	A.Y.2016-17	Commissioner (Appeals)
Income Tax Act, 1961	Income Tax	13736.00	A.Y.2017-18	Commissioner (Appeals)

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix) (a) The Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, term loans availed by the Company during the year, were applied by the Company for the purposes for which the loans were obtained..
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long term purposes by the Company.

-
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - (f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries or joint ventures or associate companies. Accordingly, Clause 3 (ix)(f) of the Order is not applicable.
 - (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.
 - (b) The Company has not made preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year under review and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
 - (xi) (a) To the best of our knowledge, no material fraud on the Company and no fraud by the Company has been noticed or reported during the year.
 - (b) No report under sub-section 143 (12) of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report by the statutory auditors.
 - (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
 - (xii) In our opinion, the Company is not a Nidhi company. Therefore, the provisions of Clause 3(xii) of the Order are not applicable to the Company. (xiii) According to the information and explanations given by the management, and based on our verification of records of the Company and on the basis of review and approvals by the Board and Audit Committee, the transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the Ind AS financial statements, as required by the applicable accounting standards.
 - (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business. The company needs to enhance the coverage / scope of the internal audit in certain areas.
 - (b) We have taken into consideration, the reports of the Internal Auditors received by the company during the year and provided to us while determining the nature, timing and extent of audit procedures
 - (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with them as referred to in section 192 of the Act. Accordingly, Clause 3 (xv) of the order is not applicable.
 - (xvi)(a) According to the information and explanations given to us, the Company is required to be Registered under section 45-IA of the Reserve Bank of India Act, 1934 and the said registration has been obtained.
 - (b) The Company has conducted the Non-Banking Financial activities with a valid Certificate of Registration (CoR) from the Reserve Bank of India (RBI) as per the Reserve Bank of India Act, 1934. The Company has not conducted any Housing Finance activities and is not required to obtain CoR for such activities from the RBI.
 - (c) The Company is not a Core Investment Company (CIC) and hence reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
 - (d) The Group (as defined under Master Direction DNBR.PD.008/03.10.119/2016-17 - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016) has no CIC as part of the group.
 - (xvii) The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
-

- (xviii) There has been no resignation of the statutory auditors of the Company during the year. Hence, the provisions of clause 3(xviii) of the Order are not applicable
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) According to the information and explanation given by the company, the Company is not required to spend amount towards Corporate Social Responsibility (CSR). Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No.: 106655W

(V.A. Chougule)
Partner

Date : June 6th, 2022
Place : Mumbai

M. No: 132680
UDIN: 22132680ALRZBK4603

Annexure B to the Independent Auditor's Report of even date on the Ind AS financial statements of Peerless Financial Services Limited

Referred to in paragraph [7(ii)(f)] under Report on Other Legal and Regulatory Requirements of our report of even date

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 with reference to Ind AS financial statements of Peerless Financial Services Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended 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 with reference to Ind AS financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India" (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of 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 with reference to Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Ind AS financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls with reference to Ind AS financial statements included obtaining an understanding of internal financial controls with reference to Ind AS financial statements, 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 Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to Ind AS financial statements.

Meaning of Internal Financial Controls with reference to Ind AS financial statements

4. A company's internal financial control with reference to Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Ind AS financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit

preparation of Ind AS 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 Ind AS financial statements.

Inherent Limitations of Internal Financial Controls with reference to Ind AS financial statements

5. Because of the inherent limitations of internal financial controls with reference to Ind AS financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Ind AS financial statements to future periods are subject to the risk that the internal financial control with reference to Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

6. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Ind AS financial statements and such internal financial controls with reference to Ind AS financial statements were operating effectively as at March 31, 2022, 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 Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No.: 106655W

(V.A. Chougule)
Partner

Date : June 6th, 2022
Place : Mumbai

M. No: 132680
UDIN : 22132680ALRZBK4603

BALANCE SHEET AS ON 31ST MARCH, 2022

(Amount in Rs. thousand)

Particulars	Note No.	As on 31st March, 2022	As on 31st March, 2021
ASSETS			
(I) Financial Assets			
(a) Cash and Cash Equivalent	5	55,255.59	19,837.33
(b) Loans	6	531,260.29	308,626.84
(c) Investments	7	2,410.08	164,410.85
(d) Trade Receivables	8	14.04	270.42
(e) Other Financial assets	9	6,735.37	3,421.70
		<u>595,675.37</u>	<u>496,567.15</u>
(II) Non Financial Assets			
(a) Current Tax Assets (Net)	10	18,901.56	18,670.76
(b) Deferred Tax Assets (Net)	11	4,758.90	2,853.44
(c) Investment Property	12	—	—
(d) Asset Held for Sale	13	—	9,093.52
(e) Property, Plant and Equipment	14	14,005.36	3,079.03
(f) Right of use asset	15	8,135.02	1,645.19
(g) Intangible Assetss under development	16	7,336.30	7,032.80
(h) Other Intangible Assets	17	315.50	434.35
(i) Other Non Financial Assets	18	28,328.14	25,527.14
		<u>81,780.78</u>	<u>68,336.22</u>
Total Assets		677,456.15	564,903.37
LIABILITIES AND EQUITY			
LIABILITIES			
(I) Financial Liabilities			
(a) Payables			
(I) Trade Payables	19		
(i) Total outstanding dues of micro enterprises and small enterprises under The Micro, Small and Medium Enterprises Development Act, 2006)		—	—
(ii) Other Dues		332.76	124.76
(II) Other Payables	20		
(i) Total outstanding dues of micro enterprises and small enterprises under The Micro, Small and Medium Enterprises Development Act, 2006)		—	—
(ii) Others		1,327.59	2,559.73
(b) Debt Securities	21	50,000.00	—
(c) Borrowings (other than Debt Securities)	22	30,000.00	—
(d) Other Financial Liabilities	23	8,403.16	2,069.32
(e) Liability against Asset Held for Sale	24	—	363.31
		<u>90,063.51</u>	<u>5,117.12</u>
(II) Non Financial Liabilities			
(a) Provisions	25	2,210.35	2,153.12
(b) Other Non Financial Liabilities	26	864.17	440.16
		<u>3,074.52</u>	<u>2,593.28</u>
(III) Equity			
(a) Equity Share Capital	27	372,579.08	372,579.08
(b) Other Equity	28	211,739.04	184,613.88
		<u>584,318.12</u>	<u>557,192.96</u>
Total Liabilities and Equity		677,456.15	564,903.37

The Notes to Account forms integral part of Financial Statements

1 to 67

As per our report of even date

M/s Mukund M. Chitale & Co.

Chartered Accountants

Firm Reg. No. 106655W

Vaibhav Chougule

Partner

Membership No. 132680

Place : Mumbai

Dated: June 6th, 2022

Biswajit Das

Company Secretary

Place: Kolkata

Date: 02.06.2022

Partha Bose

Chief Financial Officer

Place: Kolkata

Date: 02.06.2022

On behalf of the Board of Directors

Deepak Mukerjee

Chairman

DIN-00046690

Place: Kolkata

Date: 02.06.2022

Dipankar Chatterji

Director

DIN-00031256

Place: Kolkata

Date: 02.06.2022

Abhishek Tantia

Managing Director

& CEO

DIN-07651661

Place: Kolkata

Date: 02.06.2022

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount in Rs. thousand)

Particulars	Note No.	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
Revenue from Operations			
(i) Interest Income	29	53,033.93	24,505.83
(ii) Dividend Income	30	0.70	9.85
(iii) Fees and Commission Income	31	6,876.42	4,087.01
(iv) Net gain on fair value changes	32	(3,007.33)	160.03
(I) Total Revenue from Operations		56,903.72	28,762.72
(II) Other Income	33	14,727.11	22,175.83
(III) Total Income (I + II)		71,630.83	50,938.55
Expenses			
(i) Finance Cost	34	445.70	208.53
(ii) Employee Benefits Expenses	35	23,810.72	19,443.41
(iii) Depreciation, amortization and impairment	36	2,681.14	2,324.45
(iv) Other Expenses	37	15,530.77	7,471.22
(IV) Total Expenses		42,468.33	29,447.61
(V) Profit / (Loss) before tax (III - IV)		29,162.50	21,490.94
(VI) Tax Expenses			
(i) Current Tax		3,950.00	5,100.00
(ii) Deferred Tax- Charges / (Credit)	11.1	(1,907.27)	(368.67)
		2,042.73	4,731.33
(VII) Profit/(Loss) for the period (V - VI)		27,119.77	16,759.61
(VIII) Other Comprehensive Income			
(i) Remeasurement of define benefit Liability- Gain/(Loss)	47	7.20	383.83
(ii) Income Tax relating to define benefit obligation	11.1	(1.81)	(96.60)
Other Comprehensive Income (i - ii)		5.39	287.23
(IX) Total Comprehensive Income for the period (VII + VIII)		27,125.16	17,046.84
(X) Earnings per equity share			
– Basic (Rs.)	43	0.73	0.45
– Diluted (Rs.)		0.73	0.45

The Notes to Account forms integral part of Financial Statements 1 to 67

As per our report of even date
M/s Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W
Vaibhav Chougule
Partner
Membership No. 132680
Place : Mumbai
Dated: June 6th, 2022

Biswajit Das
Company Secretary
Place: Kolkata
Date: 02.06.2022

Partha Bose
Chief Financial Officer
Place: Kolkata
Date: 02.06.2022

On behalf of the Board of Directors
Deepak Mukerjee
Chairman
DIN-00046690
Place: Kolkata
Date: 02.06.2022
Dipankar Chatterji
Director
DIN-00031256
Place: Kolkata
Date: 02.06.2022

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022

(i) Equity Share Capital

Balance as at March 31, 2022

(Amount in Rs thousand)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
372,579.08	—	372,579.08	—	372,579.08

Balance as at March 31, 2021

(Amount in Rs thousand)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
372,579.08	—	372,579.08	—	372,579.08

(ii) Other Equity

As at March 31, 2022

(Amount in Rs thousand)

Particulars	Revenue & Surplus					
	Capital Redemption Reserve	Securities Premium	Account Special Reserve (in terms of Section 45IC of Reserve Bank of India Act, 1934)	Retained Earning	Debenture Redemption Reserve	Total
Balance as at March 31, 2021	8.00	168,380.85	20,733.95	(4,508.92)		184,613.88
Profit for the year	-	-	-	27,119.77		27,119.77
Remeasurement gain/(loss) on defined benefit plan including deferred tax thereon	-	-	-	5.39		5.39
Transfer to Debenture Redemption Reserve	-	-	-	(5,000.00)	5,000.00	-
Transferred from Retained earnings to Special Reserve	-	-	5,430.00	(5,430.00)		-
Balance as at March 31, 2022	8.00	168,380.85	26,163.95	12,186.24	5,000.00	211,739.04

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022**As at March 31, 2021****(Amount in Rs thousand)**

Particulars	Revenue & Surplus					
	Capital Redemption Reserve	Securities Premium	Account Special Reserve (in terms of Section 45IC of Reserve Bank of India Act, 1934)	Retained Earning	Debenture Redemption Reserve	Total
Balance as at March 31, 2020	8.00	168,380.85	17,233.96	(18,055.77)	—	167,567.04
Profit for the year	—	—	—	16,759.61	—	16,759.61
Remeasurement gain/(loss) on defined benefit plan including deferred tax thereon	—	—	—	287.23	—	287.23
Transferred from Retained earnings to Special Reserve	—	—	3,500.00	(3,500.00)	—	—
Balance as at March 31, 2021	8.00	168,380.85	20,733.95	(4,508.92)	—	184,613.88

The Notes to Account forms integral part of Financial Statements 1 to 67

As per our report of even date
M/s Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W
Vaibhav Chougule
Partner
Membership No. 132680
Place : Mumbai
Dated: June 6th, 2022

Biswajit Das
Company Secretary
Place: Kolkata
Date: 02.06.2022

Partha Bose
Chief Financial Officer
Place: Kolkata
Date: 02.06.2022

On behalf of the Board of Directors
Deepak Mukerjee
Chairman
DIN-00046690
Place: Kolkata
Date: 02.06.2022
Dipankar Chatterji
Director
DIN-00031256
Place: Kolkata
Date: 02.06.2022

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount in Rs thousand)

	For the Year ended March 31, 2022	For the Year ended March 31, 2021
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	29,162.50	21,490.94
Add : Depreciation and amortisation expenses	2,681.14	2,324.44
Impairment allowances for doubtful loans	3,118.39	2,515.21
Finance cost on borrowings	171.92	—
	<u>35,133.95</u>	<u>26,330.61</u>
Less: Dividend Income from Investments	0.70	9.85
Net gain/(loss) on sale of Current Investments	7,398.53	19,849.35
Net gain/(loss) on Fair Valuation of current investments	(3,007.33)	160.03
Provisions / Liabilities no longer required written back	<u>113.69</u>	<u>1,653.52</u>
Operating Profit before Working Capital changes	30,628.36	4,657.87
(Increase)/ Decrease in loans and advances and other assets	(230,852.77)	(157,514.69)
Increase/ (Decrease) in Trade Payable	(737.00)	(146.09)
Increase/ (Decrease) Liabilities/ Provisions	<u>5,528.20</u>	<u>2,683.53</u>
Cash generated / (used in) from Operations	(195,433.21)	(150,319.40)
Less: Direct Taxes paid (Net)	<u>4,180.84</u>	<u>5,837.79</u>
Net cash flow from Operating activities	(199,614.05)	(156,157.18)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment, Intangible Assets and movements in Capital work in progress	(11,188.44)	(3,530.22)
Net purchase of Investments	158,993.44	149,337.25
Profit on Sale of Current Investments	7,398.53	19,849.35
Dividend received	<u>0.70</u>	<u>9.85</u>
Net Cash flow from Investing activities	155,204.23	165,666.22

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount in Rs thousand)

	For the Year ended March 31, 2022	For the Year ended March 31, 2021
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/(Repayments) from short term borrowings (net)	80,000.00	—
Interest and other borrowing cost paid	(171.92)	—
Net cash flow from Financing activities	79,828.08	—
Cash and Cash equivalents (A+B+C)	35,418.26	9,509.04
Cash and Cash equivalents as at beginning of the year	19,837.33	10,328.29
Cash and Cash equivalents as at end of the year	55,255.59	19,837.33

The Notes to Account forms integral part of Financial Statements 1 to 67

Note :

- The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows' as notified under Companies Act, 2013.
- Cash and cash equivalents as at the Balance Sheet date consists of:

Particulars	As on 31st March, 2022	As on 31st March, 2021
Cash on hand	19.06	39.78
Balances with banks:		
In current accounts	55,236.53	19,797.55
	55,255.59	19,837.33

As per our report of even date
M/s Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W
Vaibhav Chougule
Partner
Membership No. 132680
Place : Mumbai
Dated: June 6th, 2022

Biswajit Das
Company Secretary
Place: Kolkata
Date: 02.06.2022

Partha Bose
Chief Financial Officer
Place: Kolkata
Date: 02.06.2022

On behalf of the Board of Directors
Deepak Mukerjee
Chairman
DIN-00046690
Place: Kolkata
Date: 02.06.2022
Dipankar Chatterji
Director
DIN-00031256
Place: Kolkata
Date: 02.06.2022

Notes to the financial statements for the year ended 31st March 2022

1 Corporate Information

Peerless Financial Services Limited ('the company') is a public company in India having its corporate office in Kolkata in the State of West Bengal and registered office at Peerless Bhavan (3, Esplanade East, Kolkata - 700069) and is registered with Reserve Bank of India as a Non-Banking Financial Company (NBFC) with Registration No. B.05.05418.

2 Statement of Compliance and Recent Pronouncements

Basis of Preparation

The Financial Statements have been prepared under the historical cost convention on accrual basis excepting certain financial instruments which are measured in terms of relevant Ind AS at fair value/ amortized costs at the end of each reporting period.

Historical cost convention is generally based on the fair value of the consideration given in exchange for goods and services.

The operating cycle been assumed to have duration of 12 months. All Assets and Liabilities have been classified as current or non-current as per the operating cycle and other criteria set out in Ind AS 1 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

The Standalone Financial Statements are presented in Indian Rupees and all values are rounded off to the nearest two decimal thousands except otherwise stated.

Significant Accounting Policies

3.1 Use of Estimates

Estimates and assumptions used in the preparation of the financial statements and disclosures are based upon Management's evaluation of the relevant facts and circumstances as of the date of the financial statements, which may differ from the actual results at a subsequent date.

Fair Value Measurement

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 under current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed for such measurement:

Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

Level 3: Inputs for the asset or liability which are not based on observable market data (unobservable inputs).

The company has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements who regularly review significant unobservable inputs, valuation adjustments and fair value hierarchy under which the valuation should be classified.

3.2 Investment Property

Properties held to earn rentals and/or capital appreciation are classified as investment property and measured and reported at cost, including transaction costs.

Depreciation is recognised using straight line method so as to write off the cost of the investment property less their expected residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in

Notes to the financial statements for the year ended 31st March 2022

case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/ residual value is accounted on prospective basis.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognised in the Statement of Profit and Loss in the same period.

3.3 Property Plant and Equipment (PPE)

Property, Plant and Equipment are stated at cost of acquisition, construction and subsequent improvements thereto less accumulated depreciation and impairment losses, if any. For this purpose cost include deemed cost on the date of transition and comprises purchase price of assets or its construction cost including duties and taxes, inward freight and other expenses incidental to acquisition or installation and adjustment for exchange differences wherever applicable and any cost directly attributable to bring the asset into the location and condition necessary for it to be capable of operating in the manner intended for its use.

Parts of an item of PPE having different useful lives and material value and subsequent expenditure on Property, Plant and Equipment arising on account of capital improvement or other factors are accounted for as separate components.

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the income statement when incurred.

Capital Work-in-progress includes preoperative and development expenses, equipments to be installed, construction and erection materials, advances etc. Such items are classified to the appropriate categories of PPE when completed and ready for intended use.

Depreciation and Amortization

Depreciation on PPE except as stated below, is provided as per Schedule II of the Companies Act, 2013 on straight line method in respect of Plant and Equipments and Office Equipments at all location of the Company.

Depreciation on Property, Plant and Equipments commences when the assets are ready for their intended use. Based on above, the useful lives as estimated for other assets considered for depreciation are as follows:

Category	Useful life
Buildings	
Non-Factory Building	60 Years
Computer equipment	
Data Processing Equipment	3 Years
Furniture and fixtures, Electrical Machinery	10 Years
Office equipment	5 Years
Vehicles	
Motor Car	8 Years

Depreciation methods, useful lives, residual values are reviewed and adjusted as appropriate, at each reporting date.

Notes to the financial statements for the year ended 31st March 2022

3.4 Intangible Assets

Intangible assets are stated at cost comprising of purchase price inclusive of duties and taxes less accumulated amount of amortization and impairment losses. Such assets, are amortised over the useful life using straight line method and assessed for impairment whenever there is an indication of the same.

Amortisation / impairment methods, useful lives and residual values are reviewed, and adjusted as appropriate, at each reporting date.

3.5 Derecognition of Tangible and Intangible assets

An item of PPE is de-recognised upon disposal or when no future economic benefits are expected to arise from its use or disposal. Gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

3.6 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to the ownership of an asset to the Company. All other leases are classified as operating leases.

Finance leases are capitalized at the inception of the lease at lower of its fair value and the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Any initial direct costs of the lessee are added to the amount recognised as an asset. Each lease payments are apportioned between finance charge and reduction of the lease liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the outstanding amount of the liabilities.

Payments made under operating leases are recognised as expenses on a straight-line basis over the term of the lease unless the lease arrangements are structured to increase in line with expected general inflation or another systematic basis which is more representative of the time pattern of the benefits availed. Contingent rentals, if any, arising under operating leases are recognised as an expense in the period in which they are incurred.

3.7 Impairment of Tangible and Intangible Assets

Tangible and Intangible assets are reviewed at each balance sheet date for impairment. In case events and circumstances indicate any impairment, recoverable amount of assets is determined. An impairment loss is recognized in the statement of profit and loss, whenever the carrying amount of assets either belonging to Cash Generating Unit (CGU) or otherwise exceeds recoverable amount. The recoverable amount is the higher of assets' fair value less cost of disposal and its value in use. In assessing value in use, the estimated future cash flows from the use of the assets are discounted to their present value at appropriate rate.

Impairment losses recognized earlier may no longer exist or may have come down. Based on such assessment at each reporting period the impairment loss is reversed and recognized in the Statement of Profit and Loss. In such cases the carrying amount of the asset is increased to the lower of its recoverable amount and the carrying amount that have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

3.8 Financial Assets and Financial Liabilities

Financial Assets and Financial Liabilities (financial instruments) are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial Liabilities (other than financial assets and financial liabilities at fair value through profit or loss) 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

Notes to the financial statements for the year ended 31st March 2022

acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

The financial assets and financial liabilities are classified as current if they are expected to be realised or settled within operating cycle of the company or otherwise these are classified as non-current.

The classification of financial instruments whether to be measured at Amortized Cost, at Fair Value through Profit and Loss (FVTPL) or at Fair Value through Other Comprehensive Income (FVTOCI) depends on the objective and contractual terms to which they relate. Classification of financial instruments are determined on initial recognition.

(i) Cash and cash equivalents

All highly liquid financial instruments, which are readily convertible into determinable amounts of cash and which are subject to an insignificant risk of change in value and are having original maturities of three months or less from the date of purchase, are considered as cash equivalents. Cash and cash equivalents includes balances with banks which are unrestricted for withdrawal and usage.

(ii) Financial Assets and Financial Liabilities measured at amortised cost

Financial Assets held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost.

The above Financial Assets and Financial Liabilities subsequent to initial recognition are measured at amortized cost using Effective Interest Rate (EIR) method.

The effective interest rate is the rate that discounts estimated future cash payments or receipts (including all fees and points paid or received, transaction costs and other premiums or discounts) through the expected life of the Financial Asset or Financial Liability to the gross carrying amount of the financial asset or to the amortised cost of financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

(iii) Financial Asset at Fair Value through Other Comprehensive Income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent to initial recognition, they are measured at fair value and changes therein are recognised directly in other comprehensive income.

(iv) For the purpose of para (ii) and (iii) above, principal is the fair value of the financial asset at initial recognition and interest consists of consideration for the time value of money and associated credit risk.

(v) Financial Assets or Liabilities at Fair value through profit or loss

Financial Instruments which does not meet the criteria of amortised cost or fair value through other comprehensive income are classified as Fair Value through Profit or loss. These are recognised at fair value and changes therein are recognized in the statement of profit and loss.

(vi) Impairment of financial assets

A financial asset is assessed for impairment at each balance sheet date. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

The company measures the loss allowance for a financial asset at an amount equal to the lifetime expected

Notes to the financial statements for the year ended 31st March 2022

credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the company measures the loss allowance at an amount equal to lifetime expected credit losses.

(vii) Derecognition of financial instruments

The Company derecognizes a financial asset or a group of financial assets when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset (except for equity instruments designated as FVTOCI), the difference between the asset's carrying amount and the sum of the consideration received and receivable are recognized in statement of profit and loss.

On derecognition of assets measured at FVTOCI the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment.

Financial liabilities are derecognized if the Company's obligations specified in the contract expire or are discharged or cancelled. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in Statement of Profit and Loss.

3.9 Equity Share Capital

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Par value of the equity shares is recorded as share capital and the amount received in excess of par value is classified as Securities Premium.

Costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

3.1 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a legal or constructive obligation as a result of past events and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are not recognised for future operating losses. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Contingent liabilities are not recognized and are disclosed by way of notes to the financial statements when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or when there is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the same or a reliable estimate of the amount in this respect cannot be made.

Contingent assets are not recognised but disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

3.11 Employee Benefits

Employee benefits are accrued in the year in which services are rendered by the employees. Short term employee benefits are recognized as an expense in the statement of profit and loss for the year in which the related service is rendered.

Contribution to defined contribution plans such as Provident Fund etc, are recognised as and when incurred.

Notes to the financial statements for the year ended 31st March 2022

Contribution to defined benefit plans consisting of contribution to gratuity are determined at close of the year at present value of the amount payable using actuarial valuation techniques. Actuarial gain and losses arising from experience adjustments and changes in actuarial assumptions are recognized immediately in the Balance Sheet with a corresponding debit or credit to Retained Earnings through Other Comprehensive Income ("OCI") in the period in which they occur.

Other long term employee benefits consisting of Leave Encashment are determined at close of the year at present value of the amount payable using actuarial valuation techniques. The changes in the amount payable including actuarial gain/loss are recognised in the Statement of profit and loss.

3.12 Revenue

Interest and Dividend

- The Company follows the accrual method of accounting for recognition of Income excepting in cases of uncertainties of collections, which are recognized on receipt basis.
 - Interest Income from financing by way of loan is recognised in terms of the respective agreements with the borrowers using effective interest rate method.
 - Dividend from Investments is accounted for when right to receive the same is established.
- In accordance with the guidelines issued by the Reserve Bank of India (RBI), incomes against non-performing assets are recognised on receipt basis.

3.13 Borrowing Costs

Borrowing cost comprises of interest and other costs incurred in connection with the borrowing of the funds. All borrowing costs are recognized in the Statement of Profit and Loss using the effective interest method except to the extent attributable to qualifying Property Plant Equipment (PPE) which are capitalized to the cost of the related assets. A qualifying PPE is an asset, that necessarily takes a substantial period of time to get ready for its intended use or sale. Borrowing cost also includes exchange differences to the extent considered as an adjustment to the borrowing costs.

3.14 Taxes on Income

Income tax expense representing the sum of current tax expenses and the net charge of the deferred taxes is recognized in the income statement except to the extent that it relates to items recognized directly in equity or other comprehensive income.

Current income tax is provided on the taxable income and recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets include Minimum Alternative Tax (MAT) measured in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability and such benefit can be measured reliably and it is probable that the future economic benefit associated with same will be realized.

Notes to the financial statements for the year ended 31st March 2022

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax asset to be utilized.

3.15 Earnings Per Share

Basic earnings per share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

4 Critical accounting judgments, assumptions and key sources of estimation and uncertainty

The preparation of the financial statements in conformity with the measurement principle of Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized and, if material, their effects are disclosed in the notes to the financial statements.

Application of accounting policies that require significant areas of estimation, uncertainty and critical judgments and the use of assumptions in the financial statements have been disclosed below. The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year are discussed below:

4.1 Depreciation / amortization and impairment on property, plant and equipment / intangible assets.

Property, plant and equipment and intangible assets are depreciated/ amortized on straight-line basis over the estimated useful lives (or lease term if shorter) in accordance with Schedule II of the Companies Act, 2013, taking into account the estimated residual value, wherever applicable.

The company reviews its carrying value of its Tangible and Intangible Assets whenever there is objective evidence that the assets are impaired. In such situation Assets' recoverable amount is estimated which is higher of asset's or cash generating units (CGU) fair value less cost of disposal and its value in use. In assessing value in use the estimated future cash flows are discounted using pre-tax discount rate which reflect the current assessment of time value of money. In determining fair value less cost of disposal, recent market realisations are considered or otherwise in absence of such transactions appropriate valuations are adopted. The Company reviews the estimated useful lives of the assets regularly in order to determine the amount of depreciation / amortization and amount of impairment expense to be recorded during any reporting period. This reassessment may result in change estimated in future periods.

4.2 Arrangements containing leases and classification of leases

The Company enters into service / hiring arrangements for various assets / services. The determination of lease and classification of the service / hiring arrangement as a finance lease or operating lease is based on an assessment of several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to purchase and estimated certainty of exercise of such option, proportion of lease term to the asset's economic life, proportion of present value of minimum lease payments to fair value of leased asset and extent of specialized nature of the leased asset.

Notes to the financial statements for the year ended 31st March 2022**4.3 Impairment loss allowances of loans and advances**

Classification of loans and advances are made as per the guidelines prescribed by RBI. Provision against performing (standard) and non-performing assets are made as required in terms of prudential norms prescribed by RBI. Further, assets which are considered non recoverable are fully provided for / written off.

4.4 Income taxes

Significant judgment is required in determination of taxability of certain income and deductibility of certain expenses during the estimation of the provision for income taxes.

4.5 Defined benefit obligation (DBO)

Critical estimate of the DBO involves a number of critical underlying assumptions such as standard rates of inflation, mortality, discount rate, anticipation of future salary increases etc. as estimated by Independent Actuary appointed for this purpose by the Management. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

4.6 Provisions and Contingencies

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change.

Management judgment is required for estimating the possible outflow of resources, if any, in respect of contingencies/ claim/litigations/ against the Company as it is not possible to predict the outcome of pending matters with accuracy.

The carrying amounts of provisions and liabilities and estimation for contingencies are reviewed regularly and revised to take account of changing facts and circumstances.

Notes To Financial Statements For The Year Ended 31st March, 2022

5 CASH AND CASH EQUIVALENTS

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Cash on hand		19.06	39.78
Balances with banks:			
In current accounts		55,236.53	19,797.55
TOTAL		55,255.59	19,837.33

6 LOANS

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
(i) Financing by way of Loans (Unsecured and Considered good unless otherwise stated) Measured at amortised cost:			
A. Loans and Advances to related parties			
Unsecured Business Loan		13,000.00	29,000.00
		13,000.00	29,000.00
Less: Impairment allowances	6.1	288.64	872.28
Sub-total (A)		12,711.36	28,127.72
B. Loans and Advances to Other parties			
Unsecured Business Loan		91,082.47	27,542.47
Secured Loan against Mortgage of properties		10,000.00	10,047.84
Secured Loan against charge of Machines & equipments		177,312.72	111,413.14
Secured loan against Insurance		413.19	287.44
Secured Loan against Mortgage of Properties & Pledge of shares		4.86	59.87
Vehicle Loan		99.05	161.77
		278,912.29	149,512.53
Less: Impairment allowances	6.1	6,969.04	6,640.28
		271,943.25	142,872.24
Unsecured			
Loan against Salary *		18,101.40	17,366.44
Loan to Professionals		118,235.60	77,998.97
Loan against Overdraft Facility **		116,405.31	44,621.20
		252,742.31	139,986.61
Less: Impairment allowances ***	6.1	6,136.63	2,359.73
		246,605.67	137,626.88
Sub-total (B)		518,548.93	280,499.13
TOTAL (A+B)		531,260.29	308,626.85

Notes To Financial Statements For The Year Ended 31st March, 2022

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
(ii) A. Loans in India			
a) Public Sector		—	—
b) Others		544,654.60	318,499.14
Subtotal (Gross)		544,654.60	318,499.13
Less: Impairment Allowances		13,394.31	9,872.29
Subtotal (Net) (A)		531,260.29	308,626.84
B. Loans Outside India			
a) Public Sector		—	—
b) Others		—	—
Subtotal (Gross)		—	—
Less: Impairment Allowances		—	—
Subtotal (Net) (B)		—	—
Total Net (A+B)		531,260.29	308,626.84

Note: There is no loan asset measured at FVOCI or FVTPL or designated at FVTPL.

* Represents outstanding balance of loans given to related party as on March 31, 2022 Rs. Nil (as on March 31, 2021: Rs. 68.17 thousand)

** Represents outstanding balance of loans given to related party as on March 31, 2022 Rs. 350 thousand (as on March 31, 2021: Rs. Nil)

*** Represents impairment allowance on loans given to related party as on March 31, 2022 Rs. 0.88 thousand (as on March 31, 2021: Rs. 0.47 thousand)

Notes To Financial Statements For The Year Ended 31st March, 2022

7 INVESTMENT

(Amount in Rs thousand)

Particulars	Refer Note No	Nominal Value/Face Value	Ason 31st March, 2022		Ason 31st March, 2021	
			Number/Unit	Amount	Number/Unit	Amount
Investments in Mutual Funds - Unquoted						
Measured at fair value through profit and loss						
(a) Franklin India Ultra Short Bond Fund - Direct Plan - Growth		10	70,288.07	2,360.72	1,437,433.70	42,993.50
(b) Mahindra Ultra Short Term - Direct Growth		10	-	-	4,723.61	5,136.78
(c) Mahindra Manulife Short Term Fund -Direct Growth		1000	-	-	1,299,935.00	13,080.21
(d) ICICI ULTRA SHORT FUND - Direct Plan Growth		10	-	-	1,316,850.10	30,125.97
(e) Aditya Birla Sun Life Savings Fund- direct Growth		100	-	-	35,338.31	15,083.67
(f) IDBI Ultra short fund- Direct Growth		10	-	-	13,297.14	30,148.13
(g) PGIM Ultra Short Term Fund		10	-	-	1,007,364.29	27,775.45
				2,360.72		164,343.71
Investments in Equity Shares - Quoted						
Measured at fair value through profit and loss						
Investment in Equity Share- HDFC Asset Management Company Ltd		100	23	49.36	23	67.14
Aggregate amount of Investments				2,410.08		164,410.85

(Amount in Rs thousand)

Particulars	As on March 31, 2022	As on March 31, 2021
Aggregate Book Value of Quoted Investments	25.30	25.30
Aggregate Market Value of Quoted Investments	49.36	67.137
Aggregate Book Value of Unquoted Investments	2,360.72	164,343.71
Aggregate amount of impairment in value of investments	—	—

Notes To Financial Statements For The Year Ended 31st March, 2022

8 TRADE RECEIVABLES

(Amount in Rs thousand)

Particulars	Refer Note No	As on March 31, 2022	As on March 31, 2021
Trade Receivables *	8.1	14.04	270.42
TOTAL		14.04	270.42

* Includes amount receivable from related party Rs. Nil (P.Y Rs. 103.27 thousand)

8.1 Trade Receivables Ageing schedule

(Amount in Rs thousand)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022						
Undisputed Trade receivables – considered good	14.04	—	—	—	—	14.04
Undisputed Trade Receivables – which have significant increase in credit risk	—	—	—	—	—	—
Undisputed Trade Receivables – Credit Impaired	—	—	—	—	—	—
Disputed Trade Receivables considered good	—	—	—	—	—	—
Disputed Trade Receivables – which have significant increase in credit risk	—	—	—	—	—	—
Disputed Trade Receivables – Credit Impaired	—	—	—	—	—	—
Total	14.04	—	—	—	—	14.04

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2021						
Undisputed Trade receivables – considered good	270.42	—	—	—	—	270.42
Undisputed Trade Receivables – which have significant increase in credit risk	—	—	—	—	—	—
Undisputed Trade Receivables – Credit Impaired	—	—	—	—	—	—
Disputed Trade Receivables considered good	—	—	—	—	—	—
Disputed Trade Receivables – which have significant increase in credit risk	—	—	—	—	—	—
Disputed Trade Receivables – Credit Impaired	—	—	—	—	—	—
Total	270.42	—	—	—	—	270.42

Notes To Financial Statements For The Year Ended 31st March, 2022

9 OTHER FINANCIAL ASSETS

(Amount in Rs thousand)

Particulars	Refer Note No	As on March 31, 2022	As on March 31, 2021
Interest Receivable:			
Loan Accrued but not Due	9.1	481.84	418.99
Accrued and Due		5,610.23	2,696.02
Security Deposits		306.65	306.65
Other Advances		336.65	0.04
TOTAL		6,735.37	3,421.70

9.1 Includes amount receivable from related party on account of Interest receivable as on March 31, 2022 Rs.101.77 thousand (as on March 31, 2021:Rs. 251.90 thousand)

10 CURRENT TAX ASSETS (NET)

(Amount in Rs thousand)

Particulars	Refer Note No	As at March 31, 2022	As at March 31, 2021
Advance Tax including Tax deducted at Source (Net of Provisions)		18,901.56	18,670.76
TOTAL		18,901.56	18,670.76

11 DEFERRED TAX ASSETS (NET)

(Amount in Rs thousand)

Particulars	Refer Note No	As at March 31, 2022	As at March 31, 2021
Deferred Tax Assets	11.1	5,136.50	2,853.44
Deferred Tax (Liabilities)/ reversal	11.1	(377.60)	—
TOTAL		4,758.90	2,853.44

Notes To Financial Statements For The Year Ended 31st March, 2022

11.1 The following is the components of Deferred Tax Liabilities and Deferred Tax Assets presented in the Balance Sheet:

(Amount in Rs thousand)

Particulars	Opening Balance April 1, 2021	(Charge) /Credit in Profit and Loss	(Charge)/ Credit in other Comprehensive Income	Closing Balance March 31, 2022
Deferred Tax Liabilities				
Others	—	(377.60)	—	(377.60)
Total Deferred Tax Liabilities	—	(377.60)	—	(377.60)
Deferred Tax Assets				
Timing Difference between Written Down Value of Fixed Assets as per books of accounts and Income Tax Act, 1961	190.47	672.42	—	862.89
Provisions for employee Benefits	(406.13)	900.21	(1.81)	492.27
Allowance for ECL	2,484.67	886.42	—	3,371.09
Others	584.44	(174.19)	—	410.25
Total Deferred Tax Assets	2,853.44	2,284.87	(1.81)	5,136.50
Deferred Tax Assets (Net)	2,853.44	1,907.27	(1.81)	4,758.90

(Amount in Rs thousand)

Particulars	Opening Balance April 1, 2020	(Charge)/ Credit in Profit and Loss	(Charge)/ Credit in other Comprehensive Income	Closing Balance March 31, 2021
Deferred Tax Liabilities				
Difference in carrying value and tax base of investments measured at FVTPL	506.66	(506.66)	—	—
Total Deferred Tax Liabilities	506.66	(506.66)	—	—
Deferred Tax Assets				
Timing Difference between Written Down Value of Fixed Assets as per books of accounts and Income Tax Act, 1961	54.55	135.92	—	190.47
Provisions for employee Benefits	469.47	(779.00)	(96.60)	(406.13)
Allowance for ECL	1,758.54	726.13	—	2,484.67
Provision on Moratorium Availed Loans	101.43	(101.43)	—	—
Others	704.05	(119.61)	—	584.44
Total Deferred Tax Assets	3,088	(138.00)	(96.60)	2,853.44
Deferred Tax Assets (Net)	2,581.38	368.67	(96.60)	2,853.44

Notes To Financial Statements For The Year Ended 31st March, 2022

12 INVESTMENT PROPERTY

(Amount in Rs thousand)

Particulars	Refer Note No	As at March 31, 2022	As at March 31, 2021
Building (including Flat)			
Gross Block			
Opening balance		—	9,731.13
Additions during the year		—	—
Disposals/ adjustments/ transfer		—	9,731.13
Closing Balance		—	—
Less: Accumulated amortisation and impairment			
Opening balance		—	488.58
Additions during the year		—	149.03
Disposal/ adjustment/ transfer		—	637.61
Closing Balance		—	—
Net Block		—	—

Disclosure pursuant to Ind AS 40 "Investment Property":

a. Amount recognised in the Statement of Profit and Loss for investment property:

(Amount in Rs thousand)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Rental Income derived from investment property	—	495

13 ASSET HELD FOR SALE

(Amount in Rs thousand)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Asset Held for Sale	—	9,093.52

Notes To Financial Statements For The Year Ended 31st March, 2022

14. PROPERTY, PLANT AND EQUIPMENT

As at 31 March, 2022

Particulars	Improvement to Leasehold Building	Data Processing Equipments	Motor Car	Electrical Machinery	Furniture and Fixtures	Office Equipment	Total
(Amount in Rs thousand)							
GROSSBLOCK							
As at April 1, 2021	433.92	1,279.66	644.96	1,057.55	2,265.83	244.71	5,926.64
Addition	9744.49	332.84	—	555.00	1,482.57	92.90	12,207.80
Disposal/Adjustments	—	—	—	—	—	—	—
As at March 31, 2022	10,178.41	1,612.50	644.96	1,612.55	3,748.40	337.61	18,134.43
ACCUMULATED DEPRECIATION							
As at April 1, 2021	289.91	670.95	511.05	455.90	828.08	91.71	2,847.60
Depreciation for the year	197.92	385.05	133.91	156.41	358.97	49.21	1,281.47
Disposal	—	—	—	—	—	—	—
As at March 31, 2022	487.83	1,056.00	644.96	612.31	1,187.05	140.92	4,129.07
Net Block as at March 31, 2022	9,690.58	556.50	0.00	1,000.24	2,561.35	196.69	14,005.36

As at 31 March, 2021

Particulars	Improvement to Leasehold Building	Data Processing Equipments	Motor Car	Electrical Machinery	Furniture and Fixtures	Office Equipment	Total
(Amount in Rs thousand)							
GROSS BLOCK							
As at April 1, 2020	433.92	756.67	644.96	1,029.58	2,188.74	184.94	5,238.80
Addition	—	522.99	—	27.97	77.09	92.77	720.82
Disposal/Adjustments	—	—	—	—	—	33.00	33.00
As at March 31, 2021	433.92	1,279.66	644.96	1,057.55	2,265.83	244.71	5,926.63
ACCUMULATED DEPRECIATION							
As at April 1, 2020	217.42	331.36	375.02	323.16	514.79	68.17	1,829.93
Depreciation for the year	72.487	339.58	136.03	132.74	313.29	41.00	1,035.13
Disposal	—	—	—	—	—	17.46	17.46
As at March 31, 2021	289.91	670.95	511.05	455.90	828.08	91.71	2,847.60
Net Block as at March 31, 2021	144.01	608.71	133.90	601.65	1,437.75	153.00	3,079.03

Notes To Financial Statements For The Year Ended 31st March, 2022

15 RIGHT OF USE ASSET

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Gross Block			
Opening balance		3,619.43	3,619.43
Additions during the year		7,680.38	—
Disposals/ adjustments / transfer		—	—
Closing Balance		11,299.81	3,619.43
Less: Accumulated amortisation and impairment			
Opening balance		1,974.24	987.12
Additions during the year		1,190.55	987.12
Disposal / adjustment / transfer		—	—
Closing Balance		3,164.79	1,974.24
Net Block		8,135.02	1,645.19

16 INTANGIBLE ASSETS UNDER DEVELOPMENT

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Amount Brought forward		7,032.80	4,771.80
Addition during the year:		303.50	2,301.00
Less: Capitalised during the year		—	—
Less: Written off During the year		—	40.00
Total Capital Work In Progress		7,336.30	7,032.80

Intangible assets under development aging schedule:

As at March 31, 2022

(Amount in Rs thousand)

Particulars	Amount in CWIP for a period of				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	303.50	3134.20	3858.60	40.00	7,336.30
Projects temporarily suspended	—	—	—	—	—
	303.50	3134.20	3858.60	40.00	7,336.30

As at March 31, 2021

(Amount in Rs thousand)

Particulars	Amount in CWIP for a period of				
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	3,134.20	3,858.60	—	40.00	7,032.80
Projects temporarily suspended	—	—	—	—	—
	3,134.20	3,858.60	—	40.00	7,032.80

Notes To Financial Statements For The Year Ended 31st March, 2022

17 OTHER INTANGIBLE ASSETS

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Software			
Gross Block			
Opening balance		707.93	143.98
Additions during the year		90.27	563.95
Disposals/ adjustments / transfer		—	—
Closing Balance		798.20	707.93
Less: Accumulated amortisation and impairment			
Opening balance		273.58	120.41
Additions during the year		209.12	153.17
Depreciation adjustment			
Disposal / adjustment / transfer			
Closing Balance		482.70	273.58
Net Block		315.50	434.35

18 OTHER NON FINANCIAL ASSETS

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Advances to related parties			
Capital advance against flat- to Bengal Peerless			
Housing Development Company Limited for acquiring flat		26,643.19	23,318.90
Prepaid Expense		775.93	1,096.37
Input Tax Credit Receivable		526.01	976.09
Gratuity Fund Receivable	44(b)(iv)	383.01	135.78
TOTAL		28,328.14	25,527.14

19 TRADE PAYABLES

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
For goods and services			
- Dues of Micro and Small Enterprises		—	—
- Others	19.1	332.76	124.76
TOTAL		332.76	124.76

Notes To Financial Statements For The Year Ended 31st March, 2022

Trade Payables Ageing schedule

As at March 31, 2022

(Amount in Rs thousand)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	—	—	—	—	—
(ii) Others	332.76	—	—	—	332.76
(iii) Disputed dues-MSME	—	—	—	—	—
(iv) Disputed dues- Others	—	—	—	—	—
	332.76	—	—	—	332.76

As at March 31, 2021

(Amount in Rs thousand)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	—	—	—	—	—
(ii) Others	124.76	—	—	—	124.76
(iii) Disputed dues-MSME	—	—	—	—	—
(iv) Disputed dues- Others	—	—	—	—	—
	124.76	—	—	—	124.76

19.1 The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (the Act).

Disclosure of sundry creditors is based on the information available with the Company regarding the status of the suppliers as defined under the “Micro, Small and Medium Enterprises Development Act, 2006” (the Act). Based on the information available with the Company, the suppliers/service providers covered under the Act are NIL. There are no delays in payment made to such suppliers and there is no overdue amount outstanding as at the Balance sheet date. Relevant disclosures as required under the Act are as follows:

(Amount in Rs thousand)

Particulars	31-March-22	31-March-21
A) i) Principal amount remaining unpaid to supplier under the MSMED Act 2006	Nil	Nil
ii) Interest on a) (i) above	Nil	Nil
B) i) Amount of Principal paid beyond the appointed Date	Nil	Nil
ii) Amount of interest paid beyond the appointed date (as per Section 16 of the said Act)	Nil	Nil
C) Amount of Interest due and payable for the year of delay in making payment, but without adding the interest specified under section 16 of the said Act	Nil	Nil
D) Amount of Interest accrued and due	Nil	Nil
E) Amount of further interest remaining due and payable Even in succeeding years	Nil	Nil

Notes To Financial Statements For The Year Ended 31st March, 2022

20 OTHER PAYABLES

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
For others:			
- Dues of Micro and Small Enterprises		—	—
- Others	20.1	1,327.59	2,559.73
TOTAL		1,327.59	2,559.73

20.1 Includes amount payable to MD& CEO on account of reimbursement of expenses of Rs 140.59 thousand (PY Rs.112.77 thousand) and Interest payable on NCD issued to related party of Rs 73.36 thousand (PY Rs. NIL) and Inter corporeae deposit accepted from related party of Rs 81.37 thousand (PY Rs. NIL) and others Rs Nil (PY Rs. 363.82 thousand).

21 Debt Securities

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Unsecured 8.5% Non convertible Debenture (from related party)		50,000.00	—
Debt Securities in India		50,000.00	—
Debt Securities outside India		—	—
Total		50,000.00	—

Note: There is no debt securities measured at FVTPL or designated at FVTPL.

There are no redeemed bonds/debentures which the company has power to reissue.

Details of Non convertible debentures (Unsecured) :

(Amount in Rs thousand)

Particulars	As at March 31, 2022	As at March 31, 2021
Maturing within 1 year	—	—
Maturing within 1 year to 3 years	—	—
Maturing within 3 year to 5 years	50000	—
Total	50000	—

22 Borrowings (other than Debt Securities)

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Loans from related Parties			
Others (Unsecured)			
10% Inter Corporate Deposit		30000	—
Debt Securities in India		30000	—
Debt Securities outside India		—	—
Total		30000	—

Note: There is no debt securities measured at FVTPL or designated at FVTPL.

Notes To Financial Statements For The Year Ended 31st March, 2022

The Borrowings has not been guaranteed by directors or others. Also the Company has not defaulted in repayment of Principal and Interest.

(Amount in Rs thousand)

Particulars	As at March 31, 2022	As at March 31, 2021
Maturing within 1 year	30,000.00	—
Maturing within 1 year to 3 years	—	—
Maturing within 3 year to 5 years	—	—
Total	30,000.00	—

23 OTHER FINANCIAL LIABILITIES

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Financial Lease Liability		8403.16	2069.32
TOTAL		8403.16	2069.32

24 LIABILITY AGAINST ASSET HELD FOR SALE

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Liability against Asset Held for Sale		—	363.31
TOTAL		—	363.31

25 PROVISIONS

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Provision for Employee Benefits	44		
-On account of Leave		1,382.52	1,052.71
-On account of Sick leave		827.83	696.77
Provision on Restructured Loans- As per RBI Norms		—	403.64
TOTAL		2,210.35	2,153.12

26 OTHER NON FINANCIAL LIABILITIES

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Statutory Dues		831.97	407.96
Bonus payable		32.20	32.20
TOTAL		864.17	440.16

Notes To Financial Statements For The Year Ended 31st March, 2022

27 EQUITY SHARE CAPITAL

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Authorised Shares			
Equity Shares of Rs. 10/- each 10,50,00,000 (March 31, 2021: 10,50,00,000) equity shares		1,050,000.00	1,050,000.00
10% Redeemable Preference Shares of Rs.100/- each 5,000 (March 31, 2021: 5,000) preference shares		500.00	500.00
		1,050,500.00	1,050,500.00
Issued, Subscribed & Fully Paid Up Shares			
Equity Shares of Rs. 10/- each 3,72,57,908 (March 31, 2021: 3,72,57,908) equity shares		372,579.08	372,579.08
		372,579.08	372,579.08

27.1 The company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity is entitled to one vote per share. The Company may declare and pay dividends. The dividend, if any proposed by the Board of Directors of the Company is subject to the approval of the Shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all Preferential amounts in proportion to the number of equity shares held by them.

27.2 Reconciliation of the number of equity shares outstanding :

(Amount in Rs thousand)

Particulars	As at March 31, 2022	As at March 31, 2021
Number of shares at the beginning	37257908	37257908
Add: Additions during the year	—	—
Number of shares at the end	37257908	37257908

27.3 Details in respect of shares in the company held up by each shareholder holding more than 5% shares:

Name of the Shareholders	Number of Shares Held	Number of Shares Held
The Peerless General Finance & Investment Company Limited		
– No of shares held:	34,489,401	34,489,401
– Percentage of shares held:	92.57%	92.57%

Notes To Financial Statements For The Year Ended 31st March, 2022

(d) Disclosure of shareholding of promoters is as follows:

(Amount in Rs thousand)

Particulars	As at March 31, 2022		As at March 31, 2021		% of change during the year
	No. of shares	% Total shares	No. of shares	% Total shares	
THE PEERLESS GENERAL FINANCE & INVESTMENT COMPANY LTD	34,489,401	92.57%	34,489,401	92.57%	0.00%
SUNIL KANTIROY	33,126	0.09%	33,126	0.09%	0.00%
SHIKHARROY	62,500	0.17%	62,500	0.17%	0.00%
JAYANTAROY	125,000	0.34%	125,000	0.34%	0.00%
DEBASREEROY	50,000	0.13%	50,000	0.13%	0.00%
	34,760,027	93.30%	33,126	93.30%	0.00%

28 OTHER EQUITY

(Amount in Rs thousand)

Particulars		As at March 31, 2022	As at March 31, 2021
Capital Redemption Reserve	28.1	8.00	8.00
Securities Premium	28.2	168,380.85	168,380.85
Special Reserve (in terms of Section 45IC of Reserve Bank of India Act, 1934)	28.3	26,163.95	20,733.96
Retained Earning	28.4	12,186.24	(4,508.93)
Debenture Redemption Reserve	28.5	5,000.00	—
TOTAL		211,739.04	184,613.88

28.1 Capital Redemption Reserve

Capital Redemption Reserve represents the amount of reserve created for Redemption of Redeemable Preference shares.

28.2 Securities Premium Account

Securities Premium Reserve represents the amount received in excess of par value of securities and is available for utilisation as specified under Section 52 of Companies Act, 2013.

28.3 Special Reserve

Special Reserve is created in terms of of section 45IC of Reserve Bank of India Act, 1934, which is 20% of profit of the year.

28.4 Retained Earnings

Retained earnings represents the undistributed profit/ amount of accumulated earnings of the company.

28.5 Debenture Redemption Reserve

Debenture Redemption Reserve represents the amount of reserve created for Redemption of Non convertible Debentures.

29 INTEREST INCOME

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Interest on: Loans and Advances		53,033.93	24,505.83
TOTAL		53,033.93	24,505.83

Notes To Financial Statements For The Year Ended 31st March, 2022

30 DIVIDEND INCOME

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
On Shares		0.70	9.85
TOTAL		0.70	9.85

31 FEES AND COMMISSION INCOME

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Upfront Fees and other charges		6,768.32	3,984.33
Commission Income		108.10	102.68
TOTAL		6,876.42	4087.01

32 NET GAIN ON FAIR VALUE CHANGES

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Net gain/(Loss) on fair value changes of Financial Assets		(3,007.33)	160.03
TOTAL		(3,007.33)	160.03

33 OTHER INCOME

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Miscellaneous Income *		408.40	177.96
Rental Income **		—	495.00
Net Gain on Sale of Investments		7,398.53	19,849.35
Profit on sale of Asset held for sale		6806.49	—
Provisions no longer required: Liability written back		113.69	1653.52
TOTAL		14727.11	22175.83

* Includes reimbursement of maintainance expenses of Flat rented to related party for the year ending March 31,2022:Rs. NIL (March 31,2021:Rs. 73 thousand)

** Includes rent received from related party for the year ending March 31,2022: Rs.NIL (March 31,2021: Rs. 495 thousand)

34 Finance Cost

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
On Lease Rent		273.78	208.53
On Borrowings		171.92	—
TOTAL		445.70	208.53

Notes To Financial Statements For The Year Ended 31st March, 2022

35 EMPLOYEE BENEFITS EXPENSES

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Salaries, Wages and Bonus, etc.	35 (a)	21,925.17	16,817.61
Contribution to Provident Fund and Administrative Charges and ESI contribution	44	1,300.35	987.35
Staff Welfare expenses		585.20	1,638.45
TOTAL		23,810.72	19,443.41

35 (a) Includes Salary to Managing Director Rs. 4734 thousand (Previous Year Rs. 4507.87 thousand).

36 DEPRECIATION, AMORTIZATION AND IMPAIRMENT

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Depreciation of Investment Property	12	—	149.03
Depreciation of Property, Plant and Equipment	14	1,281.47	1,035.13
Depreciation of Right of Use Asset (Leasehold Premises)	15	1,190.55	987.12
Ammortisation of Other Intangible Asset	17	209.12	153.17
TOTAL		2,681.14	2,324.45

37 OTHER EXPENSES

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Rent	42	107.99	131.99
Repairs & maintenance		949.87	573.84
Rates and Taxes		908.63	328.07
Auditors Remuneration			
Audit Fees		125.00	125.00
Tax Audit Fees		10.00	10.00
Certificate		45.00	45.00
Legal and Professional Fees		4,473.25	774.43
Filing Fees		4.20	7.21
Travelling Expenses		808.07	131.01
Advertisement and Business Promotion		901.37	368.34
Directors' Sitting Fees		670.00	510.00
Loss on Sale of Asset		—	10.54
Impairment allowances on Credit impaired asset		3,118.39	2,515.21
Miscellaneous Expenditure		3,384.03	1,909.76
Insurance Expense		24.97	30.80
TOTAL		15,530.77	7,471.22

Notes To Financial Statements For The Year Ended 31st March, 2022

38 Contingent Liabilities and Commitments:

(to the extent not provided for)

(a) Contingent Liabilities:

In respect of Income tax matters pending for appeal for the assessment year 2016-17 as on 31st March 2022: Rs. 397.30 thousand (as on 31st March 2021: 397.30 thousand) and for Assessment year 2017-18 as on 31st March 2022: Rs.13,736 thousand (as on 31 st March 2021: Rs 13,736 thousand)

In the opinion of the Management the above demands are not tenable and future cash outflows in respect of the same are determinable on the outcome of decisions pending with relevant Authorities.

(b) Commitments:

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance made there against) (inclusive of GST).		8,392.45	18,172.21

39 a) Reserve Bank of India (RBI) vide its letter dated 05.12.2011 has granted the approval to carry on the business of a loan company. Investments, other assets and liabilities or proceeds thereof are therefore intended to be utilized for the said business activity.

(b) In view of the above, the Company operates in a single primary business and secondary geographical segment and hence, disclosure requirements of IND AS 108 on Operating Segments are not applicable to it.

40 In terms of Para 10 of Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, a provision of 0.25 percent of the outstanding amount of the standard assets during the year is required to be made. Accordingly, Rs.538.38 thousand/ (previous year Rs.362.78 thousand) charged out to statement of profit and loss has been debited to statement of profit & loss and shown as a part of impairment allowance on credit impaired assets in note 37.

41 The Company as per the professional advice received on application of RBI Circular No. DNBR (PD) CC.No.002/03.10.001/2014-15 dated November 10, 2014 (the Circular) and notifications issued by RBI on 27.03.2015 and 10.04.2015 for implementation thereof, has been classified as Non-Systemically Important Company. Various provisions and directions have accordingly been complied with and reported upon from time to time. In terms of the said advice, the Circular read with notifications as above dealing with aggregation of the assets of all the NBFC of the Group for the purpose of classification has not yet been made effective and as such is not applicable to the Company.

42 Leases

42.1 Following table summarizes other disclosures including the note references for the expense, asset and liability heads under which certain expenses, assets and liability items are grouped in the financial statements :

(Amount in Rs thousand)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
i) Depreciation charge for Right-of -Use assets for Leasehold premises (Refer note 15)	1190.55	987.12
ii) Interest expense on lease liabilities (Refer note 34)	273.78	208.53
iii) Carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset- Property taken on lease for Office premises (Refer note 15)	8135.02	1645.19
iv) Lease liability (Refer Note 23)	8403.16	2069.32

Notes To Financial Statements For The Year Ended 31st March, 2022

42.2 Maturity analysis - Contractual undiscounted Cash flow as at 31 March 2022

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Payable within 1 year		1759.06	1162.60
Payable later than 1 year but not later than 5 year		4177.00	1937.66
Above 5 years		7171.12	—
Total minimum lease payment		1,307.18	3,100.26
Lease rental recognised in the Statement of Profit and Loss (Note 37)		107.99	131.99

43 Calculation of Earning Per Share is as follows:

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
a) Net profit for basic and diluted earnings per share as per Statement of Profit and Loss		27,119.77	16,759.61
Net profit for basic and diluted earnings per share		27,119.77	16,759.61
b) Weighted average number of equity shares for calculation of basic and diluted earnings per share (Face value Rs. 10/- per share) Number of equity shares outstanding as on 31st March		37,257,908	37,257,908
Number of equity shares considered in calculating basic and diluted EPS		37,257,908	37,257,908
c) Earnings per share (EPS) of Equity Share of Rs. 10 each:			
i) Basic (Rs.)		0.73	0.45
ii) Diluted (Rs.)		0.73	0.45

44 Post Retirement Employee Benefits

The disclosures required under Indian Accounting Standard 19 on "Employee Benefits" are given below:

a) Defined Contribution Plans

Contribution to Defined Contribution Plan, recognized for the year are as under :

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Employer's Contribution to Provident Fund		743.39	605.68
Employer's Contribution to ESI		91.60	57.19
Contribution to Employees' Deposit Linked Insurance Scheme (EDLI)		26.35	21.34
Employer's Contribution to Pension Fund		439.01	303.14
Total		1300.35	987.35

Notes To Financial Statements For The Year Ended 31st March, 2022

b) Defined Benefit Plans

The employees' gratuity scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Based on actuarial valuation report of the actuary, disclosures with respect to gratuity liability ascertained based on actuarial valuation carried out at the end of the year are as follows:

(Amount in Rs thousand)			
Gratuity			
		2021-22	2020-21
i)	Change in the fair value of the defined benefit obligation:		
	Liability at the beginning of the year	1,705.89	1,598.90
	Interest Cost	116.47	108.90
	Current Service Cost	408.35	370.16
	Actuarial (gain) / loss on obligations	(6.15)	(372.07)
	Benefits paid	—	—
	Liability at the end of the year	2,224.56	1,705.89
ii)	Changes in the Fair Value of Plan Asset		
	Fair value of Plan Assets at the beginning of the year	1,841.67	974.72
	Expected Return on Plan Assets	—	—
	Contributions by the Company	632.11	782.21
	Interest on Plan Assets	132.74	72.99
	Benefits paid	—	—
	Actuarial gain / (loss) on Plan Assets	1.05	11.75
	Fair value of Plan Assets at the end of the year	2,607.57	1,841.67
iii)	Actual return on Plan Asset		
	Actuarial gain / (loss) on Plan Assets	1.05	11.75
	Actual Return on Plan Assets	1.05	11.75
iv)	Amount Recognized in Balance Sheet		
	Liability at the end of the year	2,224.56	1,705.89
	Fair value of Plan Assets at the end of the year	2,607.57	1,841.67
		(383.01)	(135.78)

Notes To Financial Statements For The Year Ended 31st March, 2022

(Amount in Rs thousand)
Gratuity

		2021-22	2020-21
v)	Components of Defined Benefit Cost		
	Current Service Cost	408.35	370.16
	Interest Cos	(16.27)	35.91
	Net Actuarial (gain) / loss on remeasurement recognised in OCI	(7.20)	(383.82)
	Total Defined Benefit Cost recognised in Profit and Loss and OCI	384.88	22.25
vi)	Balance Sheet Reconciliation		
	Opening Net Liability	(135.78)	624.18
	Expenses as above	384.88	22.25
	Employers Contribution	(632.11)	(782.21)
	Amount Recognized in Balance Sheet	(383.01)	(135.78)

vii) Percentage allocation of plan assets in respect of fund managed by insurer/trust is as follows:

(Amount in Rs thousand)

Particulars	Ref. Note No.	As at March 31, 2022	As at March 31, 2021
Central Government Securities		0%	0%
State Government Securities		0%	0%
High quality Corporate bonds		0%	0%
Equity Shares of listed companies		0%	0%
Property		0%	0%
Special Deposit Scheme		0%	0%
Policy of Insurance		100%	100%
Bank Balance		0%	0%
Other Investments		0%	0%
Total		100%	100%

Compensated Absences

The obligation for compensated absences is recognized in the same manner as gratuity except remeasurement benefit which is treated as part of OCI. The actuarial liability of Compensated Absences (unfunded) of accumulated privileged and sick leaves of the employees of the Company as at March 31, 2022 is given below:

(Amount in Rs thousand)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Privileged Leave	1382.52	1052.71
Sick Leave	827.83	696.77
Principal Actuarial assumptions as at the Balance Sheet date		
Discount Rate	7.05%	6.90%
Salary Growth Rate	8.00%	7.00%

Notes To Financial Statements For The Year Ended 31st March, 2022

Notes:

Assumptions relating to future salary increases, attrition, interest rate for discount & overall expected rate of return on Assets have been considered based on relevant economic factors such as inflation, market growth & other factors applicable to the period over which the obligation is expected to be settled.

Recognised in Other Comprehensive Income

(Amount in Rs thousand)

Particulars	Gratuity
Remeasurement - Actuarial loss/(gain)	(7.20)
For the year ended March 31, 2022	(7.20)
Remeasurement - Actuarial loss/(gain)	(383.83)
For the year ended March 31, 2021	(383.83)

Sensitivity analysis:

(Amount in Rs thousand)

Particulars	Change in Assumption	Effect in Gratuity Obligation
For the year ended 31st March, 2022		
Discount Rate	+0.50%	2134.38
	-0.50%	2321.65
Salary Growth Rate	+0.50%	2284.40
	-0.50%	2167.86
For the year ended 31st March, 2021		
Discount Rate	+0.50%	1627.65
	-0.50%	1790.48
Salary Growth Rate	+0.50%	1789.99
	-0.50%	1627.37

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the Balance Sheet.

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit

History of experience adjustments is as follows:

(Amount in Rs thousand)

Particulars	Gratuity
For the year ended March 31, 2021	
Plan Liabilities - (loss)/gain	(19.66)
Plan Assets - (loss)/gain	11.75
For the year ended March 31, 2022	
Plan Liabilities - (loss)/gain	(54.3)
Plan Assets - (loss)/gain	1.05

Notes to the financial statements for the year ended 31st March 2022

Estimate of expected benefit payments (In absolute terms i.e. undiscounted)

(Amount in Rs thousand)

Particulars	Gratuity
01 Apr 2022 to 31 Mar 2023	48.74
01 Apr 2023 to 31 Mar 2024	731.62
01 Apr 2024 to 31 Mar 2025	62.57
01 Apr 2025 to 31 Mar 2026	307.92
01 Apr 2026 to 31 Mar 2027	71.66
01 Apr 2026 Onwards	3,474.80

45. Related party disclosure as identified by the management in accordance with the Indian Accounting Standard (Ind AS) 24 on Related Party Disclosures are as follows:

A) Names of related parties and description of relationship	Category	Particulars
1) Holding Company	Category I	The Peerless General Finance & Investment Company Limited
2) Associates, Group Enterprises and Companies under common control	Category II	Peerless Hospitex Hospital & Research Center Limited Peerless Financial Products Distribution Ltd. Peerless Securities Limited Peerless Commodities Limited Bengal Peerless Housing Development Company Limited Kaizen Hotels & Resorts Limited Peerless Hotels Ltd. Kaizen Leisure & Holidays Ltd. Bichitra Holdings Pvt Ltd.
3) Key Management Personnel (KMP) and their close member	Category III	Mr. Abhishek Tantia-Managing Director and Chief Executive Officer Mr. Partha Bose – Chief Financial Officer Mr. Biswajit Das – Company Secretary & Chief Compliance Officer Gunjan Mukhuty & Arnab Mukhuty (relative of Mr A.K.Mukhuty - PFSL Director)

Notes To Financial Statements For The Year Ended 31st March, 2022

B) Related Party Transactions

(Amount in Rs thousand)

Nature of Transaction	Name of the Party	Category	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Income				
a) Rental of flat & reimbursement of Maintenance Expenses (incl. GST)	Peerless Hotels Ltd.	Category II	—	568.00
b) Interest on Loan	Kaizen Hotels & Resorts Ltd Mrs. Gunjan and Mr. Arnab Mukhuty Mr. Arnab Mukhuty Mr. Biswajit Das	Category II Category III Category III Category III	2,172.33 1.58 48.36 8.17	3,576.03 15.35 — —
Expenses				
c) Finance cost	The Peerless General Finance & Investment Company Ltd	Category I	81.51	—
d) Demat Charges	Bichitra Holdings Pvt Ltd	Category II	90.41	—
e) Advisory Fees	Peerless Securities Limited	Category II	4.72	4.72
f) Commission/Brokerage	Peerless Commodities Ltd	Category II	—	14.16
g) Purchase of stationery	Peerless Commodities Ltd	Category II	—	318.00
h) Rent (excluding Service Tax/GST)	Kaizen Leisure & Holidays Ltd. The Peerless General Finance & Investment Company Ltd	Category II Category I	— 1,728.31	1.39 1,448.32
i) Reimbursement of expenses (excluding GST)	The Peerless General Finance & Investment Company Ltd	Category I	203.52	—
j) Staff welfare	Peerless Hotels Ltd.	Category II	9.45	—
k) Remuneration	Peerless Hospitex Hospital & Research Center Limited Mr. Abhishek Tantia Mr. Partha Bose Mr. Biswajit Das	Category II Category III Category III Category III	63.19 4,734.00 712.80 1,457.70	— 4,507.87 660.00 1282.80
Loans and Advances				
l) Loan disbursed during the year	Mr. Arnab Mukhuty Mr. Biswajit Das Mrs. Gunjan and Mr. Arnab Mukhuty	Category III Category III Category III	800.00 350.00 —	— — 250.00
m) Amount received as repayment of loan	Kaizen Hotels & Resorts Limited Mrs. Gunjan and Mr. Arnab Mukhuty Mr. Arnab Mukhuty	Category II Category III Category III	16000.00 68.17 800.00	8000.00 — —
n) Impairment Allowance (ECL) on loans	Kaizen Hotels & Resorts Limited Mr. Biswajit Das Mrs. Gunjan and Mr. Arnab Mukhuty	Category II Category III Category III	(583.63) 0.88 —	872.28 — 0.47
o) Advances given for acquiring flat	Bengal Peerless Housing Development Company Limited	Category II	3,324.29	6,648.58

Notes To Financial Statements For The Year Ended 31st March, 2022

C) OUTSTANDING BALANCES:

(Amount in Rs thousand)

Nature of Transaction	Name of the Party	Category	For the Year ended March 31, 2022	For the Year ended March 31, 2021
a) Loan Given	Kaizen Hotels & Resorts Limited	Category II	13,000.00	29,000.00
	Mrs. Gunjan and Mr. Arnab Mukhuty	Category III	—	68.17
b) Advance for acquiring flat	Mr. Biswajit Das	Category III	350.00	—
	Bengal Peerless Housing Development Company Limited	Category II	26,643.19	23,318.90
c) Interest on loan	Kaizen Hotels & Resorts Limited	Category II	99.37	251.39
	Mrs. Gunjan and Mr. Arnab Mukhuty	Category III	—	0.51
d) Receivable of Rent and maintenance Expenses (incl. Service tax)	Mr. Biswajit Das	Category III	2.40	—
e) Payable of Expenses	Peerless Hotels Ltd.	Category II	—	103.27
	Mr. Abhishek Tantia	Category III	140.59	112.77
	Peerless Commodities Ltd.	Category II	—	363.32
	Peerless Securities Limited	Category II	—	0.50
f) Interest Payable	The Peerless General Finance & Investment Company Ltd	Category I	73.36	—
	Bichitra Holdings Pvt Ltd	Category II	81.37	—
g) Non Convertible Debentures	The Peerless General Finance & Investment Company Ltd	Category I	50,000.00	—
h) Inter Corporate Deposits	Bichitra Holdings Pvt Ltd	Category II	30,000.00	—
i) Impairment Allowance (ECL) on loan given	Kaizen Hotels & Resorts Limited	Category II	288.64	872.28
	Mr. Biswajit Das	Category III	0.88	—
	Mrs. Gunjan and Mr. Arnab Mukhuty	Category III	—	0.47

Note:

- Remuneration to the Key Management Personnel does not include the provisions made for Gratuity Benefits, as they are determined on an Actuarial basis for the Company as a whole.
- The above related party information is as identified by the management and relied upon by the auditor.

Notes to the financial statements for the year ended 31st March 2022

46 Tax Expenses- Current Tax

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Provision for Current Tax		3,950.00	5,100.00
		3,950.00	5,100.00

46.1 Components of Tax Expense:

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Current tax			
In respect of the current year		3,950.00	5,100.00
Total Current tax expense recognised in the current year		3,950.00	5,100.00
Deferred tax			
In respect of the current year		(1,907.27)	(368.67)
Total Deferred tax expense recognised in the current year		(1,907.27)	(368.67)
Total Tax expense recognised in the current year		2,042.73	4,731.33

46.2 Income tax recognised in other comprehensive income

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Deferred tax			
Arising on income and expenses recognised in other comprehensive income:			
Remeasurement of defined benefit obligation		(1.81)	(96.60)
Total income tax recognised in other comprehensive income		(1.81)	(96.60)
Bifurcation of the income tax recognised in other comprehensive income into:-			
Items that will not be reclassified to profit or loss		(1.81)	(96.60)
Items that may be reclassified to profit or loss		—	—

47 Components of Other Comprehensive Income

(Amount in Rs thousand)

Particulars	Ref Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
Items that will not be reclassified to Statement of Profit and Loss			
Remeasurement of defined benefit plans	44	7.20	383.83
		7.20	383.83

Notes To Financial Statements For The Year Ended 31st March, 2022

48. FINANCIAL INSTRUMENTS

The accounting classification of each category of financial instrument, their carrying amount and fair value are as follows:-

(Amount in Rs thousand)

Particulars	As on 31st March, 2022		As on 31st March, 2021	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Financial Assets measured at Amortised Cost				
Cash and cash equivalents	55,255.59	55,255.59	19,837.33	19,837.33
Loans	531,260.29	531,260.29	308,626.84	308,626.84
Trade Receivables	14.04	14.04	270.42	270.42
Other Financial Assets	6,735.37	6,735.37	3,421.70	3,421.70
Financial Assets measured at Fair Value through Profit and Loss Account				
Investment in Mutual Funds	2,410.08	2,410.08	164,410.85	164,410.85
Financial Liabilities				
Financial Liabilities measured at Amortised Cost				
Trade Payables	332.76	332.76	124.76	124.76
Other Payables	1,327.59	1,327.59	2,559.73	2,559.73
Debt Securities	50,000.00	50,000.00	—	—
Borrowings (other than Debt Securities)	30,000.00	30,000.00	—	—
Other Financial Liabilities	8,403.16	8,403.16	2,069.32	2,069.32
Liability against Asset Held for Sale	—	—	363.31	363.31

Fair Valuation Techniques

The fair values of the financial assets and liabilities are included at the amount 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 following methods and assumptions were used to estimate the fair values:

The fair value of cash and cash equivalents, loans, trade payables, trade receivables, financial liabilities and assets approximate their carrying amount largely due to the short-term nature of these instruments. The management considers that the carrying amounts of financial assets and financial liabilities recognised at nominal cost/amortised cost in the financial statements approximate their fair values.

Investments traded in active market are determined by reference to the quotes from the Stock exchanges as at the reporting date. Investments in liquid and short-term mutual funds are measured using quoted market prices at the reporting date multiplied by the quantity held. Quoted Investments for which quotations are not available have been included in the market value at the face value/paid up value, whichever is lower. Unquoted investments in mutual funds have been valued based on the historical net asset value as per the latest audited financial statements.

Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation techniques:-

- Level 1 :-** Quoted prices / published NAV (unadjusted) in active markets for identical assets or liabilities. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the balance sheet date and financial instruments like mutual funds for which net assets value (NAV) is published by mutual fund operators at the balance sheet date.
- Level 2 :-** Inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). It includes fair value of the financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the Company specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.
- Level 3 :-** Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Notes To Financial Statements For The Year Ended 31st March, 2022

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as at balance sheet date:

(Amount in Rs thousand)

Particulars	As at March 31	Fair value measurements at reporting date using		
		Level 1	Level 2	Level 3
Financial Assets				
Cash and cash equivalents	55,255.59 (19,837.33)	— —	55,255.59 (19,837.33)	— -
Loans	531,260.29 (308,626.84)	— —	531,260.29 (308,626.84)	- -
Trade Receivables	14.04 (270.42)	— —	14.04 (270.42)	- -
Other Financial Assets	6,735.37 (3,421.70)	— —	6,735.37 (3,421.70)	- -
Investment in Mutual Funds/ Equity (Current)	2,410.08 (164,410.85)	— —	2,410.08 (164,410.85)	- -
Financial Liabilities				
Trade Payables	332.76 (124.76)	— —	332.76 (124.76)	— —
Other Payables	1,327.59 (2,559.73)	— —	1,327.59 (2,559.73)	— —
Debt Securities	50,000.00 —	— —	50,000.00 —	— —
Borrowings (other than Debt Securities)	30,000.00 —		30,000.00 —	— —
Other Financial Liabilities	8,403.16 (2,069.32)		8,403.16 (2,069.32)	— —
Liability against Asset Held for Sale	— (363.31)		— (363.31)	— —

(*) Figures in round brackets () indicate figures as at March 31, 2021

During the year ended March 31, 2022 and March 31, 2021, there were no transfers between Level 1, Level 2 and Level 3.

The Inputs used in fair valuation measurement are as follows:

Fair valuation of Financial assets and liabilities not within the operating cycle of the company is amortised based on the Effective Interest Rate.

Notes To Financial Statements For The Year Ended 31st March, 2022

Fair valuation of Mutual Funds is based on the net present value at current yield to maturity from rates available from FIMMDA.

FINANCIAL RISK FACTORS

The Company's activities are exposed to variety of financial risks. The key financial risks includes market risk, credit risk and liquidity risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors reviews and approves policies for managing these risks. The risks are governed by appropriate policies and procedures and accordingly financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

MARKET RISK

Market risk is the risk or uncertainty arising from possible market fluctuations resulting in variation in the fair value of future cash flows of a financial instrument. The major components of Market risks are currency risk, interest rate risk and other price risk. Financial instruments affected by market risk includes investments and trade and other payables.

Foreign Currency Risk

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 doesn't have exposure to the risk of changes in foreign exchange rates and hence is not subjected to such risk.

Interest rate risk

The company uses borrowings to manage the liquidity & fund requirements of its day-to-day operations. During the financial year, the company has issued the Non convertible debentures and has taken the inter corporate deposits bearing the fixed rate of interest. Hence, the company doesn't have exposure in market risk relating to change in interest rate.

Other price risk

The company's current investments which are fair valued through profit and loss are not material. Accordingly, other price risk of the financial instrument to which the company is exposed is not expected to be material.

CREDIT RISK

Credit risk is the risk that the company will incur a loss because its customers fail to discharge their contractual obligations. The company has a comprehensive framework for monitoring credit quality of its retail and other loans primarily based on Days past due monitoring at period end. Repayment by borrowers are tracked regularly and required steps for recovery are taken through follow ups and legal recourse.

Impairment loss

The company establishes an allowances for impairment that represents its estimate of incurred losses in respect of doubtful loans. The company reviews the credit quality of loans based on the ageing of the loan period end.

Inputs considered in the ECL model

The company applies the simplified approach to providing for expected credit losses prescribed by INDAS 109. The company has computed expected credit losses based on a provision matrix which uses historical credit loss experience of the respective business. The company categorizes loan assets into stages primarily based on the Days past due status.

Stage 1 : 0-90 days

Stage 2 : 91 to 180 days

Stage 3 : NPA

The company has made accumulated provision as per ECL method (as shown in Financials) of Rs 13,394.34 (Rs in thousand) as at 31 March 2022.

Notes To Financial Statements For The Year Ended 31st March, 2022

Financial assets that are neither past due nor impaired

Cash and cash equivalents, investment and deposits with banks are neither past due nor impaired. Cash and cash equivalents with banks are held with reputed and credit worthy banking institutions.

LIQUIDITY RISK

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's objective is to maintain optimum level of liquidity to meet its cash and collateral requirements at all times. The company's assets represented by financial instruments comprising of receivables are largely by borrowed funds funded against borrowed funds. The company relies on borrowings and internal accruals to meet its fund requirement. The current committed line of credit are sufficient to meet its short to medium term fund requirement.

Maturity Analysis of Financial Liabilities

As at March 31, 2022

(Amount in Rs thousand)

Particulars	Carrying Amount	Less than 1 Year	1 to 3 Year	3 years to 5 years	5 years and above	Total
Debt Securities	50,000.00	—	—	50,000.00	—	50,000.00
Borrowings (other than Debt Securities)	30,000.00	30,000.00	—	—	—	30,000.00
Other Liabilities	8,403.16	1,178.05	1,287.54	1,229.04	4,708.53	8,403.16
Trade and other payables	1,660.34	1,660.34	—	—	—	1,660.34

As at March 31, 2021

(Amount in Rs thousand)

Particulars	Carrying Amount	Less than 1 Year	1 to 3 Year	3 years to 5 years	5 years and above	Total
Other Liabilities	2,069.32	1,209.29	860.03	—	—	2,069.32
Trade and other payables	2,684.49	2,684.49	—	—	—	2,684.49

The company has current financial assets which will be realised in ordinary course of business. The Company ensures that it has sufficient cash on demand to meet expected operational expenses.

The company relies on operating cash flows to meet its need for funds.

CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximise shareholder value. The Company's objective when managing capital is to safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stake holders. The Company is focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required without where the risk profile of the Company.

(Amount in Rs thousand)

Particulars	March 31, 2022	March 31, 2021
Loans and borrowings	80,000.00	—
Trade payables	332.76	124.76
Other financial liabilities	9,730.75	4,629.06
Less: Cash and cash equivalents	55,255.59	19,837.33
Net debt	34,807.92	(15,083.51)
Equity	584,318.12	557,192.96
Capital and net debt	619,126.04	542,109.45
Gearing ratio	5.62%	NA

Notes To Financial Statements For The Year Ended 31st March, 2022

49. Reconciliation of movement of liabilities to cash flows arising from financing activities

Year ended 31 March 2022

(Amount in Rs thousand)

Particulars	1 April 2021	Cash flows (net)	Exchange difference	Amortization of loan origination costs	31 March 2022
Debt Securities	—	50,000.00	—	—	50,000.00
Borrowings (Other than debt securities)	—	30,000.00	—	—	30,000.00
Total		80,000.00			80,000.00

Year ended 31 March 2021

(Amount in Rs thousand)

Particulars	1 April 2021	Cash flows (net)	Exchange difference	Amortization of loan origination costs	31 March 2021
Debt Securities	—	—	—	—	—
Borrowings (Other than debt securities)	—	—	—	—	—
Total	—	—	—	—	—

50. Details of Benami Property held

There is no Benami Property held or there are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

51. Wilful Defaulter

Company has not been declared as wilful defaulter by any bank or financial Institution or other lender.

52. During the financial year ended 31 March 2022 and 31 March 2021, the company has not granted any loans or advances in the nature of loans to promoters, directors, KMP's and the related parties (as defined under companies Act 2013), either severally or Jointly with any person (a) repayable on demand or (b) without specifying any terms or period of Repayment

53. Registration of charges or satisfaction with Registrar of Companies (ROC)

There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.

54. Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

55. Compliance with approved Scheme(s) of Arrangements

No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

56. Utilisation of Borrowed funds and share premium:

A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

Notes To Financial Statements For The Year Ended 31st March, 2022

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

57. Undisclosed income

There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

58. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

59. Corporate Social Responsibility (CSR)

According to provisions of Section 135 (1) of the Companies Act, 2013, Corporate Social Responsibility provision is not applicable to the company.

60. Relationship with Struck off Companies

Company has not made any transactions with the companies struck off under section 248 of companies Act, 2013 or Section 560 of Companies Act, 1956.

61. Ratios	FY 2021-22	FY 2020-21
(a) Capital to risk-weighted assets ratio (CRAR)	NA	NA
(b) Tier I CRAR	NA	NA
(c) Tier II CRAR	NA	NA
(d) Liquidity Coverage Ratio	NA	NA

62. Disclosure as required under RBI notification no. RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20 dated 17 April 2020 on COVID-19 Regulatory Package - Asset Classification and Provisioning Year ended 31 March 2021 (Amount in Rs thousand)

Particulars	Amount
i) Respective amounts in SMA/Overdue categories, where the moratorium/ deferment was extended	—
ii) Respective amount where asset classification benefit is extended	3946.00
iii) Provision made during F.Y.2020-21	394.60
iv) Provision adjusted during the respective accounting periods against slippages and the residual provisions	

63. Disclosure as required under Guidelines on Resolution framework for Covid-19 -related stress issued by RBI

Notes To Financial Statements For The Year Ended 31st March, 2022

During the year, to relieve COVID-19 pandemic related stress, the Company has invoked resolution plans for eligible borrowers based on the parameters laid down in accordance with the resolution policy approved by the Board of Directors of the Company and in accordance with the guidelines issued by the RBI on Resolution Framework 2.0 dated 5 May 2021.

i) Disclosure on Resolution Framework 2.0 implemented in terms of RBI circular no. RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated 5 May 2021 (Resolution of Covid-19 related stress of Individuals and Small Businesses)

Format - B: For the year ended 31 March 2022

(Amount in Rs thousand)

Type of Borrower	(A)	(B)	(C)	(D)	(E)
	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year *
Personal Loans	5,001.91	165.15	—	916.57	3920.19
Corporate persons	—	—	—	—	—
Of which, MSMEs	2,034.37	—	—	37.50	1996.87
Others	—	—	—	—	—
Total	7,036.28	165.15	—	954.07	5917.06

* represents the closing balance of loan accounts as at 31 March 2022

ii) Disclosure on Resolution framework 2.0 implemented in terms of RBI circular no.RBI/2021-22/32 DOR.STR.REC.11/21.04.048/2021-22 dated 5 May 2021 (Resolution of covid-19 related stress of Micro.Small and Medium Enterprises (MSMEs)

No. of accounts restructured	Amount (Rs in thousands)
3	4870.977

* represents the closing balance of loan accounts as at 31 March 2022

63. Disclosure as per format prescribed under Notification no. RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/ 2020-21 dated 6 August 2020

Format - A: For the year ended 31 March 2021

(Amount in Rs thousand)

Type of Borrower	(A)	(B)	(C)	(D)	(E)
	Number of Accounts where resolution plan has been implemented under this window	Exposure to accounts mentioned at (A) before implementation of the plan	Of (B), Aggregate amount of debt that was converted into other securities	Additional funding sanctioned, if any, including between invocation of the plan and implementation	Increase in Provisions on account of the implementation of the resolution plan
Personal Loans	16	3,946	—	—	394.60
Corporate persons	—	—	—	—	—
Of which, MSMEs	—	—	—	—	—
Others	—	—	—	—	—
Total	16	3,946	—	—	394.60

Notes To Financial Statements For The Year Ended 31st March, 2022

ii) Disclosure related to restructuring of accounts of Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances having exposure less than or equal to Rs.25 crore as at 31 March 2021

No. of accounts restructured Amount (Rs in thousands)

Nil

Nil

Disclosure as required under RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 on Implementation of Indian Accounting Standards

64. A comparison between provisions required under IRACP and impairment allowances made under Ind As 109

For the year ended March 2022:

(Amount in Rs thousand)

Asset Classification as per RBI Norms	Asset Classification as per IND AS Norms 109	Gross Carrying amount as per IND AS *	Loss Allowances (Provisions) As required under IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between IND AS 109 Provisions and IRACP norms
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6)	(7) = (4) - (6)
Performing Assets- Loans						
Standard	Stage 1	530,919.18	5,199.25	525,719.93	2357.43	2841.82
	Stage 2	6861.10	686.11	6,174.99	49.71	636.40
		537,780.28	5,885.36	531,894.92	2407.14	3478.22
Substandard	Stage 3	2,966.95	2,406.95	560.00	593.39	1813.56
Doubtful - up to 1 year	Stage 3	—	—	—	—	—
1 to 3 years	Stage 3	10,000.00	5,000.00	5,000.00	5,000.00	—
More than 3 years	Stage 3	—	—	—	—	—
Subtotal for doubtful		10,000.00	5,000.00	5000.00	5,000.00	—
Loss	—	—	—	—	—	—
Subtotal for NPA	—	12,966.96	7,406.95	5,560.01	5,593.39	1813.56
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	—	102.00	(102.00)	—	102.00
Total		—	102.00	(102.00)	—	102.00
Stage 1		530,919.18	5,301.25	525,617.93	2,357.43	2,943.82
Stage 2		6,861.10	686.11	6,174.99	49.71	636.4
Stage 3		12,966.96	7,406.95	5,560.01	5,593.39	1,813.56
Total		550,747.24	13,394.31	537,352.93	8,000.53	5,393.78

* Gross carrying amount as per Ind As 109 consist of Loans and advances Rs.544,654.60 thousands and interest receivable Rs. 6092.64 thousand

Notes To Financial Statements For The Year Ended 31st March, 2022

For the year ended March 2021:

(Amount in Rs thousand)

Asset Classification as per RBI Norms	Asset Classification as per IND AS Norms 109	Gross Carrying amount as per IND AS *	Loss Allowances (Provisions) As required under IND AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between IND AS 109 Provisions and IRACP norms
(1)	(2)	(3)	(4)	(5) = (3) - (4)	(6)	(7) = (4) - (6)
Performing Assets- Loans						
Standard	Stage 1	310,470.91	4,639.58	305,831.33	1160.91	3,478.67
	Stage 2	38.14	3.38	34.76	0.1	3.28
		310,509.05	4,642.96	305,866.09	1161.01	3,481.95
Substandard	Stage 3	1,105.1	186.22	918.88	110.51	75.71
Doubtful - up to 1 year	Stage 3	—	—	—	—	—
1 to 3 years	Stage 3	10000.00	5,000.00	5,000.00	5,000.00	—
More than 3 years	Stage 3	—	—	—	—	—
Subtotal for doubtful		10,000.00	5,000.00	5000.00	5,000.00	—
Loss		—	—	—	—	—
Subtotal for NPA		11,105.10	5,186.22	5,918.88	5,110.51	75.71
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	—	43.11	(43.11)	—	43.11
Total		—	43.11	(43.11)	—	43.11
Stage 1		310,470.91	4,682.69	305,788.22	1,160.91	3,521.78
Stage 2		38.14	3.38	34.76	0.10	3.28
Stage 3		11,105.10	5,186.22	5,918.88	5,110.51	75.71
Total		321,614.15	9,872.29	311,741.86	6,271.52	3,600.77

* Gross carrying amount as per Ind As 109 consist of Loans and advances Rs. 318,499.13 thousands and interest receivable Rs. 3,115.02 thousand

Notes To Financial Statements For The Year Ended 31st March, 2022

65. On 12 November 2021, the Reserve Bank of India (RBI) had issued circular no. RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22, requiring changes to and clarifying certain aspects of Income Recognition, Asset Classification and Provisioning norms (IRACP norms) pertaining to Advances. On 15 February 2022, the RBI had issued another circular no. RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 providing time till 30 September 2022. Accordingly, the Company will implement the updated norms under IRACP w.e.f. 1 October 2022.

66. Impact of COVID-19

The impact of COVID-19 on the global economy and how governments, businesses and consumers respond is uncertain. This uncertainty is reflected in the Company's assessment of impairment loss allowance on its loans which are subject to a number of management judgements and estimates. In relation to COVID-19, judgements and assumptions include the extent and duration of the pandemic, the impacts of actions of governments and other authorities, and the responses of businesses and consumers in different industries, along with the associated impact on the global economy. While the methodologies and assumptions applied in the impairment loss allowance calculations remained unchanged from those applied while preparing the financial results for the period ended March 2021, the Company has separately incorporated estimates, assumptions and judgements specific to the impact of the COVID-19 pandemic and the associated support packages in the measurement of impairment loss allowance and has recognized the same in the statement of profit and loss.

67. Figures relating to previous years have been regrouped / rearranged, wherever necessary.

Singature to Notes to Accounts

As per our report of even date
M/s Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W
Vaibhav Chougule
Partner
Membership No. 132680
Place : Mumbai
Dated: June 6th, 2022

Biswajit Das
Company Secretary
Place: Kolkata
Date: 02.06.2022

Partha Bose
Chief Financial Officer
Place: Kolkata
Date: 02.06.2022

On behalf of the Board of Directors
Deepak Mukerjee
Chairman
DIN-00046690
Place: Kolkata
Date: 02.06.2022
Dipankar Chatterji
Director
DIN-00031256
Place: Kolkata
Date: 02.06.2022

Annex 1

Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

(Rs. in Lakhs)

	Particulars		
	Liabilities side :		
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :	Amount outstanding	Amount overdue
	(a) Debenture: Secured	—	—
	: Unsecured	500.73	—
	(other than falling due within the meaning of public deposits*)		
	(b) Deferred Credits	—	—
	(c) Term Loans	—	—
	(d) Inter-corporate loans and borrowing	300.81	—
	(e) Commercial Paper	—	—
	(f) Other Loans (Specific nature)	—	—
	* Please see Note 1 below		
(2)	Break-up of (1) (f) above / outstanding public deposit inclusive of interest accrued thereon but not paid:		
(a)	In the form of unsecured debentures	—	—
(b)	In the form of partly secured debentures i.e debentures where there is shortfall in the value of security	—	—
(c)	Other public deposits	—	—
	* please see Note 1 below		
	Assets side :	Amount outstanding	
(3)	Break-up of Loans and Advances including bills receivable [other than those included in (4) below]:		
	(a) Secured		1,817.40
	(b) Unsecured		3,495.20

79

(6)	Borrower group-wise classification of assets financed as in (2) and (3) above : Please see note 2 below		
	Category	Amount net of provisions	
		Secured	Unsecured
	1. Related Parties**		
	(a) Subsidiaries	—	—
	(b) Companies in the same group	—	127.11
	(c) Others related parties	—	3.49
	2. Other than related parties	1,817.40	3,364.60
	Total	1,817.40	3,495.20

(7)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) Please see note 3 below		
	Category	Amount net of provisions	
		Market value/ Break up or Fair Value or NAV	Book value Net of Provisions
	1. Related Parties**		
	(a) Subsidiaries	—	—
	(b) Companies in the same group	—	—
	(c) Other related parties	—	—
	2. Other than related parties	24.10	23.86
	Total	24.10	23.86

** As per Accounting Standard of ICAI (please see Note 3)

(8) Other Information

	Particulars	Amount
	Gross Non-Performing Assets	—
(i)	(a) Related Parties	—
	(b) Other than related parties	129.67
	Net Non-Performing Assets	—
(ii)	(a) Related Parties	—
	(b) Other than related parties	55.60
(iii)	Assets acquired in satisfaction of debt	—

- Notes:**
- As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
 - Provisioning norms shall be applicable as prescribed in Non- Systemically important Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 or sytemically Important Non Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 whichever is applicable.
 - All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and breakup/fair value/ NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above.



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