

# ANNUAL REPORT | 2019-20

REGISTERED NBFC  
**EGFL FINANCE**

EMBABY GENERAL FINANCE (INDIA) PVT. LTD.

**em**  
**baby**  
ESTD. 1966



# C O N T E N T S

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**embaby**  
GROUP OF CONCERNS

Embaby group is a reputed establishment which was formed in the year 1966, in the serene landscape of Idukki, Kerala. The gradual development of this small firm to a group of companies and concerns was based upon the strong trust built up among its customers. Reliability is the main basement which helped our business to hold its stand and position which the Company enjoys now.

Like many other concerns, Embaby group also had faced its ups and downs in the initial stage. During the initial days, the customers' trust helped it to recover and made a better position among the leading concerns in Kerala.







# EMBABY INDUSTRIES



roof that endures...



*The Manufacturer and supplier of metal roofing and wall panels for residential, post frame, commercial and pole barn buildings. Our sustainable metal roof and wall panels are durable and provide a long life expectancy that benefits both building owners and the environment by lowering the demand to produce replacement systems. Through a wide network of manufacturing facilities and distributorships, we are able to provide metal building solutions for all projects. We draw a significant product development and distribution strength, providing desirable products those customers can count on for years to come.*



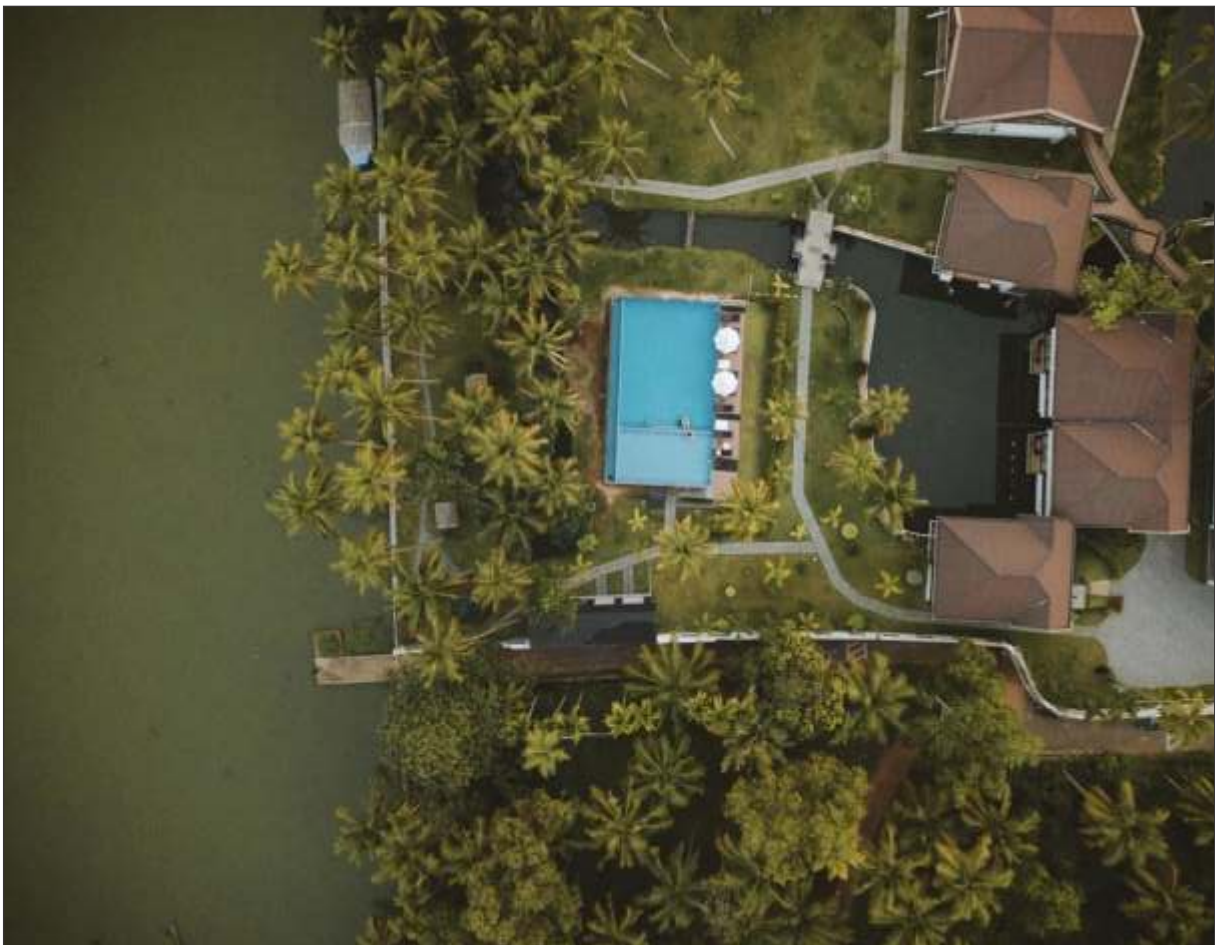
*Embaby Industries have started the production of electrodes is a rytile type medium coated, general-purpose electrode, suitable for welding of all positions including vertical down. It operates well both on AC and DC (+-). The Electrode gives smooth and stable arc, low spatter, less smoke, fine rippled bead, good arc striking and re-striking and easily detachable slag and weld metal is of Radiographic quality*



## E.M. BABY HOTELS & RESORTS

### Lake Canopy

A cluster of exotic cottages strikes a balance between premium stay and comfortable backwater retreat. It is nestled in the unparalleled lush backwater scenic beauty of Alappuzha, Voted as the Leading Family Resort for the year 2019 by South Asian Travel Awards. We have also won many awards and Ranked as NO:1 in Alappuzha by Trip Advisor (The world's largest travel portal)



nature... reflected

PUNNAMADA - ALLEPPEY



## Forest Canopy

A canopy in-between the forest. The cottages are placed above a hill and an amazing construction without touching the lush green nature around it. Raved by the travelers for our service, we were the only hill station resort to be featured from Kerala in 2016 by Trip Advisor and still leads under all categories in Thekkady. A gold winner in 2018 by South Asian Travel Awards, We have also won many other appreciations from around the globe from all the leading travel portals and websites.





## EMBABY TRADING CO.

A distributor for the products of ITC, Britannia, Perfetti Van Melle and Mars in different parts of the state and with a strong ethical foundation and fairness in operation, we continuously strives to be better partners in business and work in close relationships with these companies. Our team has added modern imperative of speed of implementation which has made us stand out in the distribution channel.

## EMBABY TRADING PRIVATE LIMITED

Embaby metal mart, located at Mulamkuzha, Nattakom, Kottayam is yet another division of embaby group, offers high quality prefabricated steel buildings, metal roofing, steel building materials, carports, hardware, accessories and much more! Our team of experienced professionals offer sound advice, recommendation and we always deliver the highest quality of products at competitive prices on time, every single time. Embaby Trading Private limited is also an authorized dealer of MM Foam mattress.



embaby  
METAL MART



EM  
ROOF  
എററൂവ്

QUALITY PRODUCTS FROM THE HOUSE OF embaby

EMARC  
E 6013  
WELDING ELECTRODES

embaby  
ESTD. 1966

embaby  
METAL MART

മുളങ്കുഴ, കോട്ടയം

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**EMBABY GENERAL FINANCE INDIA PRIVATE LIMITED**

*Embaby General Finance India Private Limited (EGFL) a Non Banking Financial Company (NBFC) based out of Kattappana, Idukki district of Kerala mainly operates in providing loan against collateral of gold Jewellery primarily to individuals having limited or no access to formal credit to meet their short term personal requirements. The promoter Mr. E.M Baby has been operating in this business since 1966. Over the years the Company has expanded its operations in the state of Kerala with a network of 21 branches. Apart from loan against gold jewelry it also provides Personal loans, money transfer facilities in India, Foreign inward money transfer services, encashment of foreign currency's etc.*

*EGFL is the flag ship Company of Embaby Group which also operates into hospitality, trade -distribution, finance, industry and money exchange. All the Companies in the Group are managed separately and there is no linkage of other group companies with EGFL.*



SINCE 1966



experience the trust and tradition  
[www.embaby.in](http://www.embaby.in)

## **CORPORATE INFORMATION**

### **BOARD OF DIRECTORS**

Mr. EM Baby  
Mrs. Lizamma Baby  
Mr. Rajesh Baby  
Mr. Ramesh Baby  
Mr. Renji Philip Baby

### **REGISTERED OFFICE**

10/439A, Madathil Arcade  
Erattayar Road  
Kattappana -685508

### **GENERAL MANAGER**

Mr. P.J George

### **WEBSITE**

[www.embaby.in](http://www.embaby.in)

### **COMPANY SECRETARY**

CS Arun Wilson

### **CORPORATE AND LEGAL ADVISORS**

Caesar Pinto John & Associates LLP  
Kochi - 682015

### **STATUTORY AUDITORS**

Reji john & Co  
Chartered Accountants  
Chirayil, Near Children's Library  
Kottayam - 686001

### **BANKERS**

The Federal Bank Limited  
Hillson Plaza, Idukki Kavala,  
Kattappana - 685508



## Board of Directors

- **Mr. E.M Baby**  
Chairman & Managing Director
- **Mrs. Lizamma Baby**  
Director
- **Mr. Rajesh Baby**  
Director
- **Mr. Ramesh Baby**  
Director
- **Mr. Renji Philip Baby**  
Director

## BRIEF PROFILE OF BOARD OF DIRECTORS



### **Mr. E.M Baby**

(DIN: 00533785), is the Chairman and Managing Director of Embaby General Finance India Private Limited since incorporation. He has done diploma in Accounting and over 54 years' experience in Gold business and financing. He started his career with Gold Business and Financial Services including Banking Services in 1966 and later on registered the entity as Non-Banking Financial Company (NBFC). He has led Embaby Group of Companies achieving accelerated growth in business. He has been associated with many social organizations, with the aim of social welfare in mind and had been recognized in many areas for his expertise.



### **Mrs. Lizamma Baby**

(DIN: 02223235), Director of Embaby General Finance India Private Limited. She has completed her BSC in mathematics and over 44 years' experience in Gold business and Financing. She is also director in group companies.





**Mr. Rajesh Baby**

(DIN: 02223279) is the Executive Director of Embaby General Finance India Private Limited. He is a graduate in commerce and has completed his MBA from Bharathiar University and has over 26 years' experience in Gold business, Financing Distribution and Hospitality. He is a recipient of many awards including the best Presidential award by Lions International .He has been a Panel member of different initiatives by the CII. He is also committed to many social organizations and had many appreciations for the same. He is the finance head of the company since incorporation and also holds directorships in other group companies.



**Mr. Ramesh Baby**

(DIN: 02223446) is the Executive Director of Embaby General Finance India Private Limited since incorporation. He has completed his Bachelor of Business Management from Bangalore University and over 24 years' experience in Gold business, Financing, Distribution and Hospitality .Under his leadership and guidance the company has won many awards globally and nationally in the field of Hospitality and Distribution. His sector –specific expertise drives sustained increase in market share. He is also the Managing Director of E.M.Baby Trading Private Limited (Group Company).



**Mr. Renji Philip Baby**

(DIN:02223308) is the Executive Director of Embaby Group of Companies. He has done B.Com from Loyola collage Chennai, M.Sc-IB, IILM, Delhi and MBA-IB from Southern University of Queensland, Australia. With a Strong orientations in operations and HR , he has made the company's presence globally and represented the same in many verticals .His never ending passion for technology and travel keeps him abreast of the latest trends helping to deliver more and more innovations that meet the global standards .Prior to joining the Company, he was associated with Future Group.

## CHAIRMAN'S MESSAGE

We always like to thank you for your warm co-operation with our humble endeavors which have been directed at supporting your financial needs. Inspired by the great idea to serve society by offering them what they exactly require, we started our business venture in the early 1960 `s when migration to high range was at its prime. Since that time, we have managed to become a prestigious and reputed firm that our customers can trust and rely on, with no further thinking.

Let me take this opportunity to express my deep gratitude to all of our customers for their unconditional support all the time. "Simplicity perfected" is our motto, and we never forget our obligation to the society even when we taste success in every field whichever we have entered in. As part of this, we have associated ourselves with many social organizations, with the aim of social welfare in our mind.

The major reason behind the success of any enterprise is the sincere and dedicated employees - we believe strongly. So, we adopt the policy of friendly employee and employer work relationship based on trust and co-operation which in turn will bring the mutual benefit to both sides. I express my sincere gratitude to all my employees for assisting and supporting our customers all the time and thus helping our company reach the position where it stands now.

Our world is entering into a new era of business. Newer and newer Technological machines and methods have become the hallmarks of any modern business, and in this changing atmosphere we are also trying to adopt some of those novel ideas into our trade.

While looking back, I'm glad to announce that our enterprise has achieved the top level due to our foresight, powerful determination to succeed, well planned scientific strategy, and after all, our team members' dedicated approach and our customers' immense support.

Evolving into new group of concerns helped our company to achieve higher performance and competitive advantages thereby. We are prepared to face any challenges which we consider it as the measures to improve and enhance our business spirit.

I look forward and expect the same support and co-operation from all of our customers and working staff in the days to come ahead also.

Let us try hard to accomplish our dreams and ideas to shape a better tomorrow

With Best Regards,

E.M. Baby

Chairman

## MESSAGE FROM CEO

Dear Shareholders,

I am pleased to present the Annual Report of Embaby General Finance India Private Limited (EGFL) for the financial year ended 31.03.2020. The year has been a challenging year for EGFL. During the period, the company has disbursed Rs. 15,063 Lakhs and the portfolio outstanding as on the end of financial year is Rs.5,387 Lakhs., the same achieved on the back of improving operational efficiency and customer services. We have opened new branches in main centers of Idukki and Kottayam districts during the financial year.

### **Economic Landscape**

In the financial year 2019-20, the global economy is being challenged like never before, as economic activities and growth are being obstructed by the pandemic. Life and lifestyles across the world are undergoing a radical change. As we fight each day adjusting to the new normal, most of us cannot help but think of our lives after this crisis blows over. These are difficult times and we must prepare to embrace the radical changes in our lives and the way we work. A key lesson from this crisis has been the need to re-strategise and adapt at the organisation as well as individual levels.

As you know, NBFCs play a critical role in the nation's economic development by providing a fillip to transportation, employment generation, infrastructure development, wealth creation, credit delivery even in the remotest corners of the country, and seamless funding for small businesses, start-ups and MSMEs. They encourage micro entrepreneurship and imbue self-reliance by attending to various financial needs of the unbanked. That is why the contribution of the NBFC sector to the overall credit in the Indian economy rose to 19% in FY19 from 12.8% in FY14. There is no doubt that these difficult times have slowed us down, but they cannot diminish the sector's importance in nation-building. The long-term prospects for highly rated and good quality NBFCs remains robust, and once things get back to normal, the segment will continue to catalyse India's economic growth. This unprecedented phase in our lives is as much about rational decision-making to prioritise sustainable practices in order to tide over the uncertainties of the new normal as it is about fast-forwarding our transition into the digital era.

Most NBFCs continued to face their own set of challenges: liquidity and solvency issues, rising borrowing costs and limited funding access. Therefore, lenders across all genres strongly preferred high rated NBFCs, such as your Company, with sound fundamentals, strong parentage and good credit ratings. Despite the difficult conditions in the economy, your Company remained strong because of its robust business model. I am proud to state that our Company, by the virtue of its proactive and prudent strategies, remained alert while displaying its resilience to ensure business continuity.

This pandemic has presented several challenges to the Company, however, we have used this as an opportunity to solve problems in the most unique manner such as conducting virtual meetings of the Board of Directors, Branch Managers, digitalisation of collections process. To ensure the safety of all the employees without compromising on the operations, the Company adapted by implementing alternate technology, Work from Home (WFH) enablement, and other functional and connectivity support for all the employees.

### **EGFL Performance**

With the changing landscape of NBFC business along with exponential increase in competition, FY 2019-20 was a challenging year for our company. Onset of global Pandemic COVID-19 during last quarter of the financial year, had a great impact on the economy, adding new challenges to our business. EGFL with its strong business foundation and sound business practices, was not only able to overcome all these challenges, but also performed well in all business parameters.

Swift changes in the liquidity scenario, impacted the ability of NBFC's, especially the smaller ones, to access debt. EGFL, guided by eminent Board had rightly chosen to raise capital and remain well capitalized. In addition to equity capital, EGFL continues to receive support from all its existing lenders.

During FY 2019- 2020, asset quality has remained healthy with low gross NPA(Figures) and also Net NPA(Figures). On account of regular follow-up for the interest and principals repayment, the company has maintained healthy asset quality.

In the past years, we have successfully built a professional team, that shares a high standard of performance and ethics. With continued focus on training and development, we have installed a deep understanding of enterprises environment in our team. Along with high achievement orientation, the team also has the passion for delivering social impact.

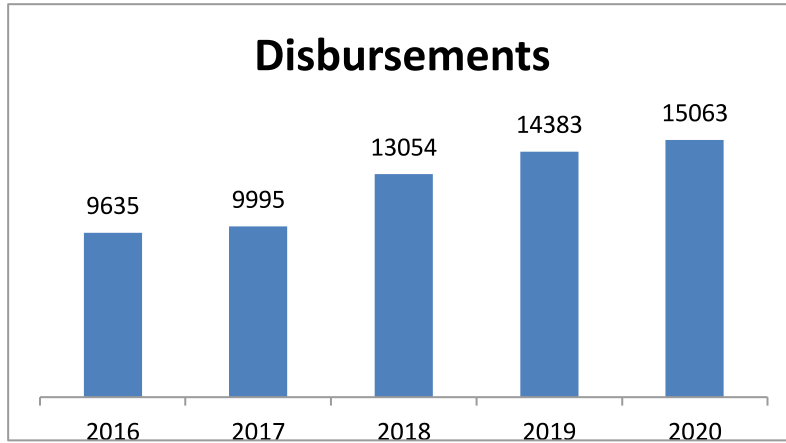
We continue to maintain our focus on compliance and good corporate governance, adding sustainability to our business.

FY 2019 -20 was a rewarding year for EGFL. With the good performance of previous year behind us, we are poised for another exciting year ahead. Pandemic COVID-19 provide us with an opportunity of driving our business in a more innovative way. with the vast experience and expertise of our Director board, we are sure about taking our institution to new heights.

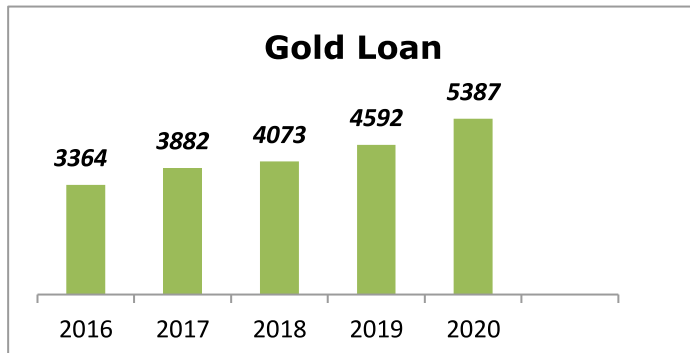
Rajesh Baby  
Executive Director & CEO

## KEY PERFORMANCE INDICATORS

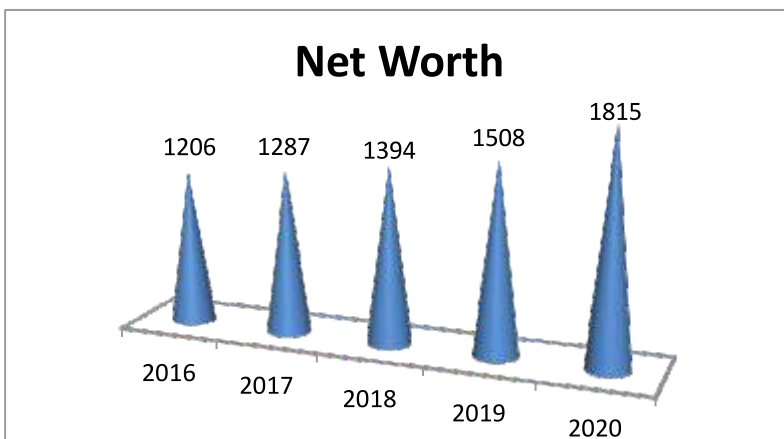
### Disbursements (Rs. in Lakhs)



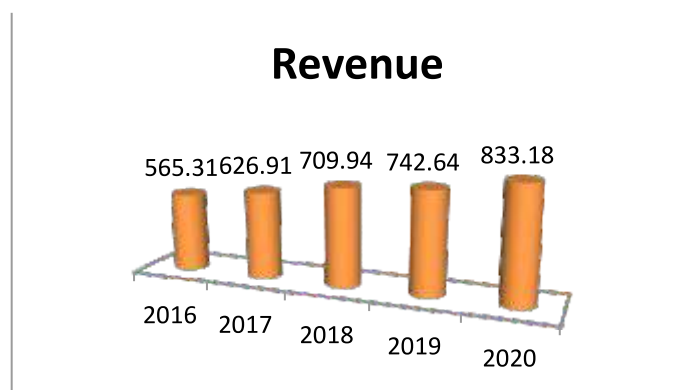
### Portfolio Outstanding (Rs. in Lakhs)



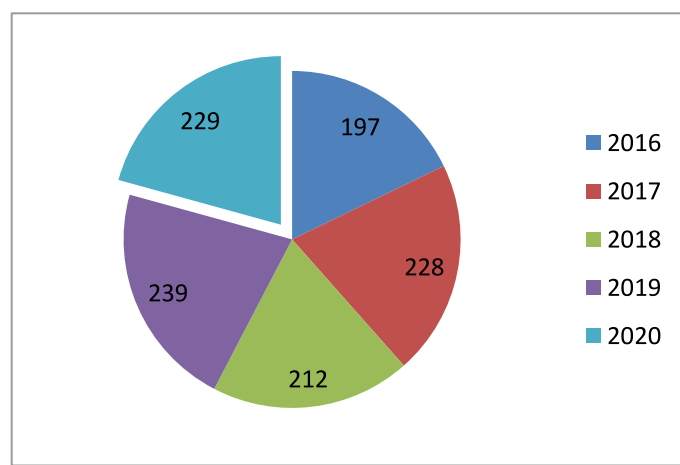
### Net worth (Rs. in Lakhs)



### Revenue from Operations (Rs. in Lakhs)



### Gold Holding (In k.g)



### Key Ratios

Ratio	2015-16	2016-17	2017-18	2018-19	2019-20
Capital adequacy Ratio	35.98%	32.56%	33.62%	32.42%	37.21%
ROAA	1.77%	2.03%	2.51%	2.48%	2.65%
RoE	5.50%	6.30%	7.79%	7.63%	8.58%
Non-performing Asset	0.42%	0.44%	0.67%	0.89%	0.76%
Yield on portfolio	16.50%	16.89%	17.54%	16.85%	16.45%

## Notice

Notice is hereby given that the Annual General Meeting of the Members of Embaby General Finance (India) Private Limited will be held on Wednesday the 30<sup>th</sup> September 2020 at 10.30 A.M. at the Registered Office of the Company to transact the following business:

### Ordinary Business

1. To receive, consider and adopt the financial statements of the Company for the year ended 31<sup>st</sup> March 2020 including the audited Balance Sheet as on 31<sup>st</sup> March 2020 and the statement of Profit and Loss for the year ended on that date and the Reports of the Directors and Auditors thereon.

By the Order of the Board  
For Embaby General Finance (India) Private Limited

01.09.2020  
Kattappana

Sd/-  
Arun Wilson  
Company Secretary

### Notes:

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. The proxy, to be effective, should be lodged with the Company at its registered office not less than 48 hours before the commencement of the meeting. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than 3 days written notice is given to the Company.



3. Pursuant to the provisions of Companies Act, 2013, a person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
4. The members are requested to notify immediately change of address, if any, to the Company's registered office. While communicating to the Company, please quote the folio number.
5. The Route map of Annual General Meeting Venue is annexed hereto:

**Route Map and prominent Land Mark for Annual General Meeting Venue**



## DIRECTORS' REPORT

To the Members of Embaby General Finance (India) Pvt Ltd,

Your directors are pleased to present the 12<sup>th</sup> Annual Report along with the Audited Financial Statements of your Company for the year ended 31<sup>st</sup> March 2020.

### 1. Financial Highlights

Particulars	31.03.2020	31.03.2019
Income	8,36,58,617.50	7,42,64,736.83
Total Expenditure	6,48,79,522.60	5,69,91,667.31
Profit before tax	1,87,79,094.90	1,72,73,069.52
Tax Expenses		
Current Tax	47,35,953.00	51,93,388.00
Prior Year Expense	(2,572.00)	643.00
Deferred Tax	16,696.00	(6,46,526.00)
<b>Profit after Tax</b>	<b>1,40,62,409.90</b>	<b>1,14,32,512.52</b>

### 2. Change in Nature of Business, If any:

There is no change in the nature of the business of the company during the previous year under review.

### 3. State of Company's Affairs:

During the year, the Company's total income increased to 8.36 Crore from 7.42 Crore in the previous financial year.

The business of your Company increased during the year in spite of a challenging environment. In order to further its diversification efforts, the Company is expanding into new geographical territories during the current financial year. The Company is hopeful of achieving better performance during the current year on the back of its efforts to diversify its geographic presence along with diversification of its product portfolio to other growth segments.

Your Company's Operational Highlights for the financial year ended 31.03.2020 are as follows:

Particulars	March 2020 (Rs. in Crores)	March 2019 (Rs. in Crores)
Amount disbursed	150.63	143.83
Port Folio Outstanding	53.87	45.92

#### **4. Registration as a Non-Deposit Taking NBFC**

The Company is registered with the Reserve Bank of India as a Non-Banking Financial Company (Non-Deposit taking) and has obtained the certificate of registration under section 45-IA of the Reserve Bank of India Act, 1934.

#### **5. Dividend**

No dividend has been declared by the Company during the year.

#### **6. Transfer of Unclaimed Dividend to Investor Education and Protection Fund**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply.

#### **7. Amount transferred to Reserves:**

During the year the Company transferred Rs. 1,12,49,927.92 to General Reserves and Rs. 28,12,481.98 to statutory reserves.

#### **8. Net Owned Fund**

As per the audited financial statements for the year 2019-20, the net owned fund (NOF) of the Company is in compliance to the revised regulatory framework issued by the Reserve Bank of India.

#### **9. Capital Adequacy**

Your Company is well capitalized and has a capital adequacy ratio (Capital to risk weighted assets ratio - CRAR) of 37.21% as on March 31, 2020. The minimum regulatory requirement for non-deposit accepting NBFCs is 15%.

## **10. Changes in Share Capital**

The Authorised Capital of the Company is Rs. 12,00,00,000 (Rupees Twelve Cores) divided in to 12,00,000 equity shares of Rs.100/- each and 3,00,000 preference shares of Rs.100/- each.

Issued, subscribed and paid up share capital is Rs. 10,51,00,000 (Ten Crores fifty one lakhs only) divided into 8,85,000 equity shares of Rs. 100 each and 1,66,000 preference shares of Rs.100 each. During the financial year, the company has subdivided its shares in to Rs.100 per equity share and Rs.100 per preference shares by altering memorandum of association in accordance with the provisions of Companies Act and issued 1,66,000 preference shares of Rs.100/- each.

There were no other changes taken place with respect to the capital structure of the Company during the financial year.

## **11. Extract of the Annual Return**

The extract of the Annual Return in Form No. MGT - 9 forms part of the Board's Report and is annexed herewith as ANNEXURE - 1

## **12. Corporate Governance**

Your Company upholds the standards of governance and is compliant with the Corporate Governance provisions as stipulated by RBI. The Company's core values of honesty and transparency have since its inception been followed in every line of decision making. Setting the tone at the top, your Board of Directors, advocates good governance standards. Your Company has been built on a strong foundation of good corporate governance which is now a standard for all operations across your Company.

## **13. Directors' Responsibility Statement**

In terms of Section 134 (5) of the Companies Act 2013, the Directors would like to state that:

- i) In the preparation of the annual accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March 2020 and of the profit of the Company for the year under review.
- (iii) 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;

(iv) The Directors had prepared the annual accounts on a going concern basis.

(v) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

#### **14. Related Party Transaction**

The particular of Contracts or Arrangements made with related parties pursuant to Section 188 of the Companies Act, 2013 in the prescribed Form AOC-2 is appended as ANNEXURE II which forms part of this report.

#### **15. Explanation or Comments on Qualifications, Reservations or Adverse Remarks or Disclaimers made by the Statutory Auditors in their Reports**

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

#### **16. Particulars of Loans, Guarantees or Investments**

There was no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

#### **17. Secretarial Standards of ICSI**

Your Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) which came into effect from 1 July 2015.

#### **18. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**

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

#### **19. Technology Absorption, Conservation of Energy, Foreign Exchange Earnings and Outgo:**

The provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are not applicable to your Company. However,

your Company has been taking steps at all times for conservation of energy.

#### Foreign Exchange earnings & Outgo

Foreign Exchange Earnings - NA  
Foreign Exchange Outgo - NA

### **20. Directors and Key Managerial Personnel**

As on 31<sup>st</sup> day of March 2020, the Board of your Company consists of four Directors.

Name of Director	Designation	Category
Mr. E.M Baby	Managing Director	Executive
Mrs. Lizamma Baby	Director	Executive
Mr. Rajesh Baby	Director	Executive
Mr. Ramesh Baby	Director	Executive

All the Directors have varied experience and specialised knowledge in various areas of relevance to the Company. The Board of Directors consists of members appointed as per the provisions of the Companies Act, 2013.

There was no change in the composition of board of directors during the period under review.

### **21. Declaration of Independent Directors**

The provisions relating to independent director not applicable to the Company.

### **22. Board Meeting**

During the Financial Year 2019-20, our Board has met 11 times and the meetings were held on 18.04.2019, 12.06.2019, 28.06.2019, 02.09.2019, 05.09.2019, 03.10.2019, 04.10.2019, 15.11.2019, 13.01.2020, 11.02.2020 and 09.03.2020.

### **23. Nomination and Remuneration Policy**

The provisions of Section 178 of the Companies Act, 2013 not applicable to the company.

**24. Subsidiary Company, Joint Ventures and Associate Companies**

The Company does not have any subsidiary, Joint venture or Associate Company.

**25. Adequacy of Internal Audit and Financial Controls**

The Company has adequate internal controls and processes in place with respect to its operations, which provide reasonable assurance regarding the reliability of the preparation of financial statements and financial reporting as also functioning of other operations. These controls and processes are driven through various policies and procedures.

**26. Auditors**

The Company has appointed M/s. Reji John & Co, Chartered Accountants, (Reg. No 007389S) Kottayam, as the Statutory Auditors for the term of 5 years in the Annual General Meeting held on 30<sup>th</sup> day of September 2019.

**27. Deposits**

During the year, your Company has not accepted any deposits from the public within the meaning of the provisions of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998 or any deposits within the meaning of Section 73 of the Companies Act 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

**28. Disclosure of Maintenance of Cost Records Under Section 148 of the Companies Act**

Maintenance of cost records in compliance with the Sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the company.

**29. Risk Management**

The Company has a risk management policy for mitigating various risks and threats associated with Company's Operation. The risk management includes identifying types of risk and its assessment, risk handling and monitoring.

**30. Corporate Social Responsibility Committee**

The Provisions of Section 135 of the Companies Act 2013 does not applicable to the company.

**31. Details of significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future**

There was no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**32. Disclosure as per The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company is committed to providing and promoting a safe and healthy work environment for all its employees.

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a Prevention of Sexual Harassment Policy that is in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder for prevention and redressal of complaints of sexual harassment at workplace, along with a structured reporting and redressal mechanism.

Details of complaints received and disposed off under sexual harassment during the year 2019-20:

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

**33. Compliance with the Master Directions issued by The Reserve Bank of India**

**a) Leverage Ratio**

As per Para 6, Chapter IV, Section II of the Master Direction - Non-Banking Financial Company -Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016, the leverage ratio shall not be more than 7 (seven) at any point of time with effect from March 31, 2015. Your Company has complied with the same.

**b) Maintenance of Minimum Tier I Capital**

The Company has complied with the provisions regarding maintenance of minimum Tier 1 Capital.



**c) Compliance of other applicable prudential guidelines**

Your Company has complied with all prudential guidelines applicable to a Non-Banking Financial Company -Non-Systemically Important Non-Deposit taking Company.

**34. Acknowledgment**

Your Directors wish to place on record their appreciation for the assistance, co-operation and guidance received by the Company from the Central Government, the State Government, the Reserve Bank of India, the Registrar of Companies, Mumbai and other Regulatory Authorities and Bankers during the year under review and look forward to their continued support. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Employees of the Company.

**For and on behalf of the Board  
Embaby General Finance (India) Private Limited**

**Sd/-  
E.M Baby  
Managing Director  
DIN: 00533785**

**Sd/-  
Rajesh Baby  
Director  
DIN: 02223279**

**Date : 01.09.2020  
Place: Kattappana**

## Form No. MGT-9

## EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31<sup>st</sup> March 2020

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

## I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U65923KL2008PTC023395
ii.	Registration Date	12/11/2008
iii.	Name of the Company	Embaby General Finance (India) Private Limited
iv.	Category / Sub-Category of the Company	Company Limited By Shares Indian Non-Government Company
v.	Address of the Registered office and contact details	10/439A, Madathil Arcade Erattayar Road Kattappana - 685508 E-mail: rajeshbaby99@gmail.com
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

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

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

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sl. No.	Name And Address Of The Company	CIN/GLN/ Reg. No.	Holding/Subsidiary/ Associate	% of shares held	Applicable Section
NIL					

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

i) *Category-wise Share Holding*

Category of shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a. Individual/ HUF	-	8,85,000	8,85,000	100	-	8,85,000	8,85,000	100	-
b. Central Govt	-	-	-	-	-	-	-	-	-
c. State Govt (s)	-	-	-	-	-	-	-	-	-
d. Bodies Corp.	-	-	-	-	-	-	-	-	-
e. Banks / FI	-	-	-	-	-	-	-	-	-
f. Any Other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (1):-</b>	-	8,85,000	8,85,000	100	-	8,85,000	8,85,000	100	-
<b>(2) Foreign</b>									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoter (A) = (A)(1) +(A)(2)</b>	-	8,85,000	8,85,000	100	-	8,85,000	8,85,000	100	-
<b>B.Public Shareholding</b>									
<b>1.Institutions</b>									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-

e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital uptoRs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	8,85,000	8,85,000	100	-	8,85,000	8,85,000	100	-

**(ii) Shareholding of Promoters**

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in Shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	E.M Baby	3,27,500	37.01	Nil	3,27,500	37.01	Nil	-
2	Lizamma Baby	2,82,500	31.92	Nil	2,82,500	31.92	Nil	-
3	Rajesh Baby	1,22,500	13.84	Nil	1,22,500	13.84	Nil	-
4	Ramesh Baby	97,500	11.02	Nil	97,500	11.02	Nil	-
5	Renji Philip Baby	55,000	6.21	Nil	55,000	6.21	Nil	-
<b>Total</b>		<b>8,85,000</b>	<b>100</b>		<b>8,85,000</b>	<b>100</b>		<b>-</b>

**(iii) Change in Promoters' Shareholding:**

There was change in the promoter's shareholding during the year under review.

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

All shareholders are promoters of the company.

**(v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Edavanamadathil Baby Mathai Managing Director				
	<b>At the beginning of the year</b>	3,27,500	37.01	-	-
	Date wise increase/decrease in promoters shareholding during the year	<i>No change during the year under review</i>			
	<b>At the End of the year</b>			3,27,500	37.01
2.	Lizamma Baby Director				
	<b>At the beginning of the year</b>	2,82,500	31.92	-	-
	Date wise increase/decrease in promoters shareholding during the year	<i>No change during the year under review</i>			

	<b><i>At the End of the year</i></b>			2,82,500	31.92
3.	Rajesh Baby Director				
	<b><i>At the beginning of the year</i></b>	1,22,500	13.84	-	-
	Date wise increase/decrease in promoters shareholding during the year	<i>No change during the year under review</i>			
	<b><i>At the End of the year</i></b>			1,22,500	13.84
4.	Ramesh Baby Director				
	<b><i>At the beginning of the year</i></b>	97,500	11.02	-	-
	Date wise increase/decrease in promoters shareholding during the year	<i>No change during the year under review</i>			
	<b><i>At the End of the year</i></b>			97,500	11.02

## V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits (from customer)	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	31,83,07,082.20	17,228.87	-	31,83,24,311.07
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>31,83,07,082.20</b>	<b>17,228.87</b>	<b>-</b>	<b>31,83,24,311.07</b>
<b>Change in Indebtedness during the financial year</b>				
Addition	28425663.64	2,89,22,000	-	57,347,663.64
Reduction	-	-	-	-
<b>Net Change</b>	<b>28425663.64</b>	<b>2,89,22,000</b>	<b>-</b>	<b>57,347,663.64</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	34,67,32,745.84	2,89,39,228.87	-	37,56,71,974.71
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>346732745.84</b>	<b>2,89,39,228.87</b>	<b>-</b>	<b>37,56,71,974.71</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		E.M Baby	-	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	6,00,000	-	6,00,000
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-
5.	Others, please specify	4500	-	4,500
	Total (A)	6,04,500		6,04,500
	Ceiling as per the Act	NA		



**B. Remuneration to other Directors**

Sl. no.	Particulars of Remuneration	Name of Directors			Total Amount
		Lizamma Baby	Rajesh Baby	Ramesh Baby	
	1. Independent Directors	-	-		-
	Fee for attending board / committee meetings		-		-
	Commission		-		-
	Others, please specify		-		-
	Total (1)	-	-		-
	2. Other Directors				
	Fee for attending board / committee meetings	4500	4500	4500	
	Commission				
	Others, please specify (Salary)	6,00,000	4,80,000	3,00,000	
	Total (2)			13,93,500	
	Total (B)=(1+2)			13,93,500	
	Total Managerial Remuneration			19,98,000	
	Overall Ceiling as per the Act			NA	

**C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD:**

Sl. No.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount
		CEO	CFO	Company Secretary	
	Gross salary Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	6,00,000	6,00,000
	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
	Stock Option	-	-	-	-
	Sweat Equity	-	-	-	-
	Commission - as % of profit - others, specify...	-	-	-	-
	Others, please specify	-	-	-	-
	Total (A)	-		6,00,000	6,00,000
	Ceiling as per the Act	NA			

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. Company</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. Directors</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. Other Officers In Default</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

For and on behalf of the Board  
Embaby General Finance (India) Private Limited

Sd/-  
E.M Baby  
Managing Director  
DIN: 00533785

Sd/-  
Rajesh Baby  
Director  
DIN: 02223279

Date: 01.09.2020  
Place: Kattappana

## 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 arrangement or transactions not at arm's length basis: Nil
2. Details of material contracts or arrangements or transactions at arm's length basis:

Sl. No	a) Name(s) of the related party and nature of relationship	b) Nature of contracts/arrangements/transactions	c) Duration of the contracts/arrangements/transactions	d) Salient terms of the contracts or arrangements or transactions including the value, if any	e) Date(s) of approval by the Board	f) Amount paid as advances, if any:
1.	E.M Baby Managing Director	Rent	1 Year	Rs. 2,10,000	18.04.2019	Nil

For and on behalf of the Board  
Embaby General Finance (India) Private Limited

Sd/-  
E.M Baby  
Managing Director  
DIN: 00533785

Sd/-  
Rajesh Baby  
Director  
DIN: 02223279

Date: 01.09.2020  
Place: Kattappana

## **INDEPENDENT AUDITORS' REPORT**

To the Members of Embaby General Finance (India) Private Limited

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

#### **Opinion**

We have audited the standalone financial statements of Embaby General Finance (India) Private Limited (“the Company”), which comprise the Balance sheet as at 31st March 2020, the Statement of Profit and Loss and the statement of cash flows 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 standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit, and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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

#### **Emphasis of Matter**

We draw attention to Note 23 to the financial statements of the company, which refers to the uncertainties and impacts of Covid-19 pandemic on the company’s operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

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

The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of

these standalone financial statements that give a true and fair view of the financial position, financial performance 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.

(g) With respect to the other matters to be included in the Auditor’s Report in accordance with 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 its financial position in its financial statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

**For REJI JOHN & CO.**  
**Chartered Accountants**  
(FRN: 007389S)

Place: Kottayam  
Date: 29.06.2020

Sd/-  
**CA. REJI JOHN FCA**  
Partner  
(M.No. 201344)  
UDIN: 20201344AAAABV8203



## **ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1 under the section 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of **Embaby General Finance (India) Private Limited** on the Financial Statements of the Company for the year ended **31<sup>st</sup> March 2020.**)

- (i) In respect of its Fixed Assets
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) Fixed Assets have been physically verified during the year by the management and no material discrepancies were identified on such verification.
  - (c) No immovable properties are held in the name of the company
- (ii) Having regard to the nature of the Company's business, which does not involve inventories, the requirements under paragraph 3(ii) of the order are not applicable.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) According to the information and explanations given to us, in respect of loans, investments, guarantees and security, the provisions of sections 185 and 186 of the Companies Act, 2013 have been complied with.
- (v) According to the information and explanations given to us, The Company has not accepted deposits from the public.
- (vi) Having regard to the nature of the Company's business, clause (vi) of the order is not applicable.
- (vii) According to the information and explanations given to us in respect of statutory dues:
  - (a) The Company has been regular in depositing all undisputed statutory dues as are applicable to it with the respective authorities.
  - (b) According to the information and explanations given to us, no undisputed amount of statutory dues were outstanding at the year end, for a period of more than six months.

- (c) According to the information and explanations given to us, there are no dues pending on account of disputes with any statutory authority.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
- (ix) According to the information and explanations given to us, The Company has availed working capital term loans during the period and were applied towards the intended purpose. The company has not raised money through Initial Public Offers.
- (x) According to the information and explanations given to us and based on the audit procedures carried out, we report that no fraud on or by the Company has been identified or reported during the current year.
- (xi) In our opinion and According to the information and explanations given to us, all the transactions with related parties are in accordance with sections 177 and 188 of the Companies Act,2013.
- (xii) The Company has raised funds through private placement of preference shares during the year and the proceeds have been used for the purpose for which it was raised.
- (xiii) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him.
- (xiv) The Company is a Non-Banking Finance Company required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the registration has been obtained by the Company

**For REJI JOHN & CO.**  
**Chartered Accountants**  
(FRN: 007389S)

Place: Kottayam  
Date: 29.06.2020

Sd/-  
**CA. REJI JOHN FCA**  
Partner  
(M.No. 201344)

UDIN: 20201344AAAABV8203

## **ANNEXURE ‘B’ TO THE INDEPENDENT AUDITORS’ REPORT**

**(Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ section 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’)**

We have audited the internal financial controls over financial reporting of **Embaby General Finance (India) Private Limited** (‘the Company’) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the ‘Guidance Note’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **AUDITORS’ RESPONSIBILITY**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to 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 over financial reporting 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and Directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over

financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **OPINION**

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

**For REJI JOHN & CO.**  
**Chartered Accountants**  
(FRN: 007389S)

Place: Kottayam  
Date: 29.06.2020

**CA. REJI JOHN FCA**  
Partner  
(M.No. 201344)

UDIN: 20201344AAAABV8203

To

The Board of Directors  
Embaby General Finance India Private Limited  
Kattappana, Idukki

We have audited the Financial Statements of Embaby General Finance India private limited, for the year ending 31<sup>st</sup> March 2020 and report the following as per Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016.

Part A of clause 3 of the aforementioned directions are applicable to the company

- I. The Company is a Non Banking Financial Institution as per section 45-I(a) of the RBI Act and has obtained a Certificate of Registration from the Reserve bank of India.
- II. The company is entitled to hold CoR as issued by the Reserve Bank of India in terms of its Principal Business criteria as on 31<sup>st</sup> day of March, 2020.
- III. The company has complied with the net owned fund requirement as laid down by RBI.

Part B of clause 3 of the aforementioned directions is not applicable to the company as it is not a deposit taking NBFC.

Part C of clause 3 of the aforementioned directions are applicable to the company.

- (i) The board of directors has passed a resolution for non-acceptance of any public deposits.
- (ii) The company has not accepted any public deposits during the reporting period.
- (iii) The company has complied with the prudential norms relating to income recognition, accounting standards, asset-classification and provisioning for bad and doubtful debts as applicable to it.
- (iv) The company is not a Systemically Important Non-deposit taking NBFC and hence, this sub clause is not applicable.
- (v) The company is not classified as a NBFC Micro Finance Institution(MFI).

Part D of clause 3 of the aforementioned directions are not applicable to the company.

**For REJI JOHN & CO.**  
**Chartered Accountants**  
**FRN: 007389S**

**Sd/-**  
**CA. Reji John FCA**  
**Partner**  
**Membership No.: 201344**

Kottayam  
29.06.2020

# EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED

BALANCE SHEET As on 31st March 2020

In Rupees (₹)

Particulars	Note No.	As at 31.03.2020	As at 31.03.2019
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
a) Share Capital	3	10,51,00,000.00	8,85,00,000.00
b) Reserves & Surplus	4	7,64,32,660.94	6,23,70,251.04
		<b>18,15,32,660.94</b>	<b>15,08,70,251.04</b>
<b>Non-current liabilities</b>			
Long -term borrowings	5	18,71,11,801.38	11,82,33,613.07
Long -term provisions	6	44,80,189.00	28,12,260.00
		<b>19,15,91,990.38</b>	<b>12,10,45,873.07</b>
<b>Current liabilities</b>			
Short-term borrowings	5	18,85,60,173.33	20,00,90,698.00
Other current liabilities	7	79,45,040.00	58,35,301.00
Short-term provisions	6	66,90,400.00	68,52,255.98
		<b>20,31,95,613.33</b>	<b>21,27,78,254.98</b>
<b>TOTAL</b>		<b>57,63,20,264.65</b>	<b>48,46,94,379.09</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
(i) Tangible assets	19	86,15,775.44	48,84,386.40
Deffered tax asset (net)	8	11,35,175.00	11,18,479.00
Long-term loans and advances	9	44,06,089.00	37,54,739.00
		<b>1,41,57,039.44</b>	<b>97,57,604.40</b>
<b>Current assets</b>			
Trade Receivables	10	46,640.63	9,04,194.28
Cash and Cash Equivalents	11	1,51,64,447.94	88,36,791.28
Short-term loans and advances	12	54,69,52,136.64	46,51,95,789.13
Other Current Assets			
		<b>56,21,63,225.21</b>	<b>47,49,36,774.69</b>
<b>TOTAL</b>		<b>57,63,20,264.65</b>	<b>48,46,94,379.09</b>

*See accompanying notes forming part of the financial statements*

As per our report of even date attached  
For REJI JOHN & CO  
Chartered Accountants  
FRN 007389S

CA. REJI JOHN F C A  
Partner  
Memb: No. 201344  
Kottayam  
June 29, 2020

For and on behalf of the Board  
of Directors

Managing  
Director

Director

Company Secretary

**EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED**

STATEMENT OF PROFIT AND LOSS For the year ended 31st March 2020

*In Rupees (₹)*

PARTICULARS	Note No.	For the year ended 31.03.2020	For the year ended 31.03.2019
I Revenue from operations	13	8,33,18,047.50	7,42,59,855.83
II Other Income	14	3,40,570.00	4,881.00
III Total Revenue (I+II)		8,36,58,617.50	7,42,64,736.83
IV Expenses			
- Employee benefits expenses	15	1,78,33,414.00	1,35,48,482.95
- Finance Costs	16	3,47,60,388.53	3,12,28,515.81
- Other operating expenses	17	1,03,79,398.95	1,03,67,533.14
- Depreciation and amortisation expenses	19	16,38,220.10	15,89,790.98
- Provisions and write-offs	18	2,68,101.02	2,57,344.43
- Prior period expenses			
Total expenses		6,48,79,522.60	5,69,91,667.31
V Profit before exceptional items and tax (III- VI)		1,87,79,094.90	1,72,73,069.52
VI Exceptional items			
VII Profit before Extra Ordinary item & tax (V-VI)		1,87,79,094.90	1,72,73,069.52
VIII Extraordinary item			
IX Profit Before Tax (VII-VIII)		1,87,79,094.90	1,72,73,069.52
X Tax expense:			
(i) Current tax- Current year- Expense		47,35,953.00	51,93,388.00
- Prior years Expense		-2,572.00	643.00
(iv) Deferred tax	8	16,696.00	-6,46,526.00
XI Profit for the year (IX-X)		1,40,62,409.90	1,14,32,512.52
XII Earning Per Share			
(i) basic and diluted	20	15.89	12.92

*See accompanying notes forming part of the financial statements*

As per our report of even date attached

For REJI JOHN & CO  
Chartered Accountants  
FRN 007389SFor and on behalf of the Board of  
DirectorsCA. REJI JOHN F C A  
Partner  
Memb: No. 201344  
Kottayam  
June 29, 2020

Managing Director Director

Company Secretary



**EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED**

CASH FLOW STATEMENT For the year ended 31st March 2020

*In Rupees (₹)*

PARTICULARS	Figures as on 31.03.2020	Figures as on 31.03.2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
NET PROFIT BEFORE TAXATION	1,87,79,094.90	1,72,73,069.52
Adjustments for:-		
Add: Provision for NPA, standard assets, gratuity	19,63,508.02	8,75,911.43
Add: write-offs		
Add: Finance Costs	3,47,60,388.53	3,12,28,515.81
Add: Depreciation and amortisation	16,38,220.10	15,89,790.98
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>5,71,41,211.55</b>	<b>5,09,67,287.74</b>
Adjustments for:-		
(Increase)/Decrease in Loans and Advances	(8,24,07,697.51)	(5,06,10,935.73)
(Increase)/Decrease in Trade receivables	8,57,553.65	2,90,389.79
(Increase)/Decrease in Other Current Assets	-	3,01,580.00
Increase/(Decrease) in other Current liabilities	21,09,739.00	(1,40,40,723.80)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>(2,22,99,193.31)</b>	<b>(1,30,92,402.00)</b>
Finance costs	3,47,60,388.53	3,12,28,515.81
Direct tax paid	51,90,816.00	49,70,872.00
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(6,22,50,397.84)</b>	<b>(4,92,91,789.81)</b>
<b>B CASHFLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets.	(53,69,609.14)	(23,37,160.58)
Sale of Fixed Assets		
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(53,69,609.14)</b>	<b>(23,37,160.58)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net proceeds from issue of equity shares.		-
Net proceeds from issue of preference shares.	1,66,00,000.00	
Net proceeds from issue of debentures.	(1,89,00,843.00)	33,96,542.00
Net proceeds from issue of Subordinated Debt	2,88,32,000.00	
Increase in loan from directors.	90,000.00	(8,87,070.00)
Increase in borrowings from Banks.	4,73,26,506.64	4,59,95,223.22
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>7,39,47,663.64</b>	<b>4,85,04,695.22</b>
<b>D NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)</b>	<b>63,27,656.66</b>	<b>(31,24,255.17)</b>
Cash and cash equivalents at the beginning of the year.	88,36,791.28	1,19,61,046.45
<b>Cash and cash equivalents at the end of the year.</b>	<b>1,51,64,447.94</b>	<b>88,36,791.28</b>
<b>Components of cash and cash equivalents at the end of the year.</b>		
Cash in hand	1,06,94,167.97	62,92,593.81
Current account with banks	44,70,279.97	25,44,197.47
<b>TOTAL</b>	<b>1,51,64,447.94</b>	<b>88,36,791.28</b>

*See accompanying notes forming part of the financial statements*

As per our report of even date attached

For REJI JOHN & CO  
Chartered Accountants  
FRN 007389S

For and on behalf of the Board  
of Directors

Managing  
Director Director

CA. REJI JOHN F C A  
Partner  
Memb: No. 201344  
Kottayam  
June 29, 2020

Company Secretary

## **EMBABY GENERAL FINANCE (INDIA) PRIVATE LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **Note-1 Corporate Information**

Embaby General Finance (India) Private Limited is a private company incorporated in India under the provisions of the Companies Act, 1956. The Company has obtained necessary licence from the Reserve Bank of India to operate as a Non-Banking Finance Company. The company has been classified as a Non Systemically Important and Non Deposit taking NBFC.

#### **Note-2 Significant Accounting Policies**

##### **a) Basis of preparation and Presentation of Financial Statement**

The Financial Statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these Financial Statements to comply in all material aspects with Accounting Standards notified under The Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. The Company is a Non-Small and Medium Sized Company (Non-SMC) as defined in the general instruction in respect of Accounting Standards notified under the companies (Accounting standards) Rules, 2006. Accordingly, the company has complied with the Accounting Standards as applicable to a Non-SMC. During the period ended 31 March 2020, the company has complied with Schedule III notified under Companies Act 2013, for the preparation and presentation of its financial statement. The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. The estimates and assumptions used in the financial statements are based upon the Management's evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a

material adjustment to the carrying amounts of assets or liabilities in future periods.

**b) Tangible Fixed Assets**

Fixed Assets are stated at cost less accumulated depreciation. The cost includes purchase consideration, financing costs till commencement of commercial production and other directly attributable costs incurred to bring an Asset to its working condition for its intended use. Subsidy received towards specific assets is reduced from the cost of fixed assets. Fixed assets taken on Finance Lease are capitalized. The costs of Assets not ready for use as at the Balance Sheet date are disclosed under Capital Work-In-Progress.

**c) Depreciation on Tangible Fixed Assets**

Depreciation on fixed assets is calculated on written down value basis using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act 2013.

**d) Intangible Assets**

Intangible Assets are recorded at the consideration paid for acquisition less accumulated amortization and accumulated impairment, if any. Intangible assets are amortized over their estimated useful life subject to a maximum period of 10 years on straight line basis, commencing from the date the asset is available to the Company for its use. Expenditure for acquisition and implementation of software system is recognized as part of the intangible asset and amortized on straight line basis over a period of 3 years.

**e) Borrowing Costs**

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

**f) Impairment**

The company at each balance Sheet date reviews whether there is indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset. If such recoverable

amount of the asset or the recoverable amount of the cash generation unit to which the assets belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognizing in the statement of Profit and Loss.

#### **g) Leases**

Leases where the lessor effectively retains substantially all risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments in respect of non cancellable leases are recognized as an expense in the profit and loss account on a straight-line basis over the lease term.

#### **h) Investments**

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost.

#### **i) Foreign Currency Transactions**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. All monetary assets and liabilities in foreign currency are restated at the end of accounting period. A monetary asset or liability is termed as a long-term foreign currency monetary item, if the asset or liability is expressed in a foreign currency and has a term of 12 months or more at the date of origination of the asset or liability. Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss. Foreign operations are classified as either 'integral' or 'non-integral' operation. Exchange differences arising on a monetary item that, in substance, forms part of an enterprise's net investment in a non-integral

foreign operation are accumulated in the Foreign Currency Translation Reserve until the disposal of the net investment, at which time they are recognised as income or as expenses. The financial statements of integral foreign operations are translated using the principles and procedures as if the transactions of the foreign operation are those of the Company itself. There are no foreign currency transactions during the year.

#### **j) Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the Company and the revenue can be readily measured. Company follows accrual method of accounting for its income and expenditure.

#### **k) Employee Benefits**

Short term Employee Benefit: All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. These benefits include compensated absence such as paid annual leave and sickness leave. The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period.

Defined benefit plans: Gratuity: The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan" covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. 15 days salary for every completed year of service and vesting period is 5 years. The provision for gratuity has been made in accordance with the Accounting Standard (AS) 15 (Revised 2005). Actuarial valuation report issued by a practicing actuary has been obtained and relied on for the same.

#### **l) Taxes on Income**

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred tax charge or credit reflects the tax effects of timing difference between accounting income and taxable income for the period. The deferred tax charge

of credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized, only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably/ virtually certain (as the case may be) to be realised. Deferred Tax Assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

#### **m) Provisions and Contingent Liabilities**

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value. The company is required to maintain provisions as per prudential norms specified in rule 20 of the Nidhi Rules 2014.

Contingent Liabilities: Contingent liabilities are disclosed 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 a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability. Contingent Liabilities are not recognised but are disclosed in the Notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

#### **n) Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of

equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**o) Cash and Cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**p) Cash Flow Statement**

Company has prepared cash flow statement using the Indirect Method, whereby net profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.

**Note-3 SHARE CAPITAL****3.1 Share Capital**

Particulars	As at 31-3-2020	As at 31-03-2019
<b>Authorised</b>		
<b>Equity Shares</b>		
(9,00,000 shares of Rs. 100/- each)	9,00,00,000.00	9,00,00,000.00
<b>Preference Shares</b>		
(3,00,000 shares of Rs. 100/- each)	3,00,00,000.00	3,00,00,000.00
<b>Issued Subscribed and Paid up</b>		
<b>Equity Shares</b>		
(8,85,000 shares of Rs.100/- each)	8,85,00,000.00	
(Previous year: 44,250 shares of Rs.2000/- each)		8,85,00,000.00
<b>Preference Shares</b>		
(1,66,000 shares of Rs.100/- each)	1,66,00,000.00	
(Previous year: No preference shares were issued/ outstanding)		-
<b>TOTAL</b>	<b>10,51,00,000.00</b>	<b>8,85,00,000.00</b>

**3.2 Terms and Rights attached to Equity**

The company has only one class of equity share having face value of Rs.100/- per share. All the shares have the same rights and preferences with respect to the payment of dividend, repayment of capital and voting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**3.3 The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2020 and March 31,2019 is set out below**

Particulars	As at 31-3-2020		As at 31-03-2019	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	44250	8,85,00,000.00	44250	8,85,00,000.00
Shares issued during the year (Refer 3.4)	840750	-	0	-
Shares outstanding at the end of the year	885000	8,85,00,000.00	44250	8,85,00,000.00

**3.4 Disclosure of share split**

During the year, Equity shares of Face value Rs2,000 were split into 20 equity shares of Face Value Rs.100 each. 44250 equity shares were split into 8,85,000 shares of Rs.100 each

**3.5 Disclosure of shareholders holding more than 5 percent shares**

Particulars	As at 31-3-2020		As at 31-03-2019	
	Number	% of Holding	Number	% of Holding
E M Baby	282500	31.92	14125	31.92
Lissamma Baby	327500	37.01	16375	37.01
Rajesh Baby	122500	13.84	6125	13.84
Ramesh Baby	97500	11.02	4875	11.02
Renji Philip Baby	55000	6.21	2750	6.21

**Note4 - RESERVES AND SURPLUS**

Particulars	As at 31-3-2020	As at 31-03-2019
<b>General Reserve</b>		
Balance at the beginning of the year	4,98,39,887.09	4,06,93,877.07
Add: Amount transferred from Surplus in statement of Profit & Loss	1,12,49,927.92	91,46,010.02
Closing Balance	6,10,89,815.01	4,98,39,887.09
<b>Statutory Reserve (Refer Note 4.1)</b>		
Balance at the beginning of the year	1,25,30,363.95	1,02,43,861.45
Add: Amount transferred from Surplus in statement of Profit & Loss	28,12,481.98	22,86,502.50
Closing Balance	1,53,42,845.93	1,25,30,363.95
<b>Surplus in the Statement of Profit &amp; Loss</b>		
Balance at the beginning of the year	-	-
Add: Net Profit for the year	1,40,62,409.90	1,14,32,512.52
Less: Appropriations		
Transfer to General Reserve	1,12,49,927.92	91,46,010.02
Transfer to Statutory Reserve	28,12,481.98	22,86,502.50
Closing Balance	-	-
<b>TOTAL</b>	<b>7,64,32,660.94</b>	<b>6,23,70,251.04</b>



#### 4.1 Statutory Reserve

Statutory Reserve represents the Reserve Fund created under section 45IC of the Reserve bank of India Act, 1934. An amount of 20% of the Net Profit is transferred to the Fund every year. No appropriations were made from the Reserve Fund during the year.

#### Note-5 BORROWINGS

Particulars	Non-Current		Current	
	As at 31-3-2020	As at 31-03-2019	As at 31-3-2020	As at 31-03-2019
Secured Non Convertible Debentures (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to Anakkara and Upputhara Branches of the Company and having a market value equal to the amount of debentures outstanding.)	6,07,44,000.00	7,96,44,843.00		
OD/CC from Federal Bank (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to all except Anakkara and Upputhara Branches of the Company.)			18,85,60,173.33	20,00,90,698.00
Demand Loans from Federal Bank (Secured by hypothecation of book debts, Receivables including loans and advances of the company relating to all except Anakkara and Upputhara Branches of the Company.)	9,74,28,572.51	3,85,71,541.20		
Subordinated Debt (Unsecured)	2,88,32,000.00			
Loan from Directors (Unsecured)	1,07,228.87	17,228.87		
<b>TOTAL</b>	<b>18,71,11,801.38</b>	<b>11,82,33,613.07</b>	<b>18,85,60,173.33</b>	<b>20,00,90,698.00</b>

#### 5.1 Demand Loans from Federal Bank

Particulars	As at 31-3-2020	As at 31-03-2019
Demand Loan 1493	2,14,28,572.50	3,85,71,541.20
Demand Loan 1661	1,71,42,857.15	-
Demand Loan 1543	2,00,00,000.00	-
Demand Loan 527	1,94,28,571.43	-
Demand Loan 535	1,94,28,571.43	-
<b>TOTAL</b>	<b>9,74,28,572.51</b>	<b>3,85,71,541.20</b>

#### Note-6 PROVISIONS

Particulars	Non-Current		Current	
	As at 31-3-2020	As at 31-03-2019	As at 31-3-2020	As at 31-03-2019
Provision for Standard Assets			13,35,415.00	11,36,531.98
Provision for Non Performing Assets			4,54,560.00	4,56,355.00
General Provision for accounts in default but standard (Refer Note 6.1)			71,013.00	
Provision for Taxation			47,35,953.00	51,93,388.00
Provision for Gratuity (Refer Note 6.2)	44,80,189.00	28,12,260.00	93,459.00	65,981.00
<b>TOTAL</b>	<b>44,80,189.00</b>	<b>28,12,260.00</b>	<b>66,90,400.00</b>	<b>68,52,255.98</b>

#### 6.1 General Provision for accounts in default but standard.

Provision created in accordance with para 10(i) and (ii) of RBI Circular DOR.No.BP.BC.63/21.04.048/ 2019-20 dated 17-04-2020. Provision at a rate of 5% is made for Quarter 4 of Financial Year 2019-20 as per the circular.

#### 6.1 Provision for Gratuity

Provision for gratuity has been created in accordance with Accounting Standard 15 (Revised) - Employee Benefits. Actuarial Valuation has been obtained in accordance with the standard and provision has been created accordingly.

#### 6.2 Movement of Provisions

Particulars	As at 31-3-2020	As at 31-03-2019
<b>Movement of Provision for Standard Assets</b>		
Standard Assets	53,41,65,624.00	45,46,12,792.00
Provision at the beginning of the year	11,36,531.98	10,07,477.55
Additional provision made / (Reversed) during the year	1,98,883.02	1,29,054.43
Provision at the end of the year	13,35,415.00	11,36,531.98

<b>Movement of Provision for Non-Performing Assets</b>		
Non Performing Assets	45,45,593.00	45,63,550.00
Provision at the beginning of the year	4,56,355.00	3,28,065.00
Additional provision made / (Reversed) during the year	-1,795.00	1,28,290.00
Provision at the end of the year	4,54,560.00	4,56,355.00
<b>Movement of General Provision for accounts in default but Standard</b>		
Value of Qualifying Assets	14,20,260.00	-
Provision at the beginning of the year	-	-
Additional provision made / (Reversed) during the year	71,013.00	-
Provision at the end of the year	71,013.00	-
<b>Movement of Provision for Gratuity</b>		
Provision at the beginning of the year	28,78,241.00	22,59,674.00
Additional provision made / (Reversed) during the year	16,95,407.00	6,18,567.00
Provision at the end of the year	45,73,648.00	28,78,241.00

#### Note-7 OTHER CURRENT LIABILITIES

Particulars	As at 31-3-2020	As at 31-03-2019
Actuary Fee	10,000.00	18,000.00
Audit Remuneration Payable	3,37,000.00	1,50,000.00
Company Secretary Fee Payable	-	18,000.00
Directors' Sitting Fee Payable	18,000.00	18,000.00
Expenses Payable	-	75,000.00
Duties & Taxes	29,135.00	-
Interest Payable on Debentures (Accrued but not due)	62,94,144.00	49,56,455.00
Interest Payable on Subordinate Debt	6,95,010.00	-
Interest and Filing Fee Payable	-	8,480.00
Professional Fee Payable	3,35,400.00	1,50,000.00
Remuneration to Debenture Trustee Payable	24,000.00	24,000.00
Tax Representation Fee Payable	36,300.00	10,000.00
TDS Payable	1,66,051.00	3,81,066.00
Rent Payable	-	26,300.00
<b>TOTAL</b>	<b>79,45,040.00</b>	<b>58,35,301.00</b>

#### Note-8 DEFERRED TAX ASSET /(LIABILITY)

Particulars	Deferred Tax Asset / (Liability)		
	At the beginning of the period	Credits/(charge) during the period	At the close of the period
<b>Deferred Tax Asset:</b>			
Timing Difference on account of;			
Depreciation and Amortization	10,04,390.00	-1,492.00	10,02,898.00
Provisions	1,14,089.00	18,188.00	1,32,277.00
<b>NET DEFERRED TAX ASSET</b>	<b>11,18,479.00</b>	<b>16,696.00</b>	<b>11,35,175.00</b>

#### Note-9 LONG TERM LOANS AND ADVANCES

Particulars	As at 31-3-2020	As at 31-03-2019
Loan Assets (From Financing Activity)	-	-
Other Deposits and Advances		
Treasury Deposit Due	85,739.00	85,739.00
Security Deposits	10,000.00	10,000.00
Building Deposits	43,10,350.00	36,59,000.00
<b>TOTAL</b>	<b>44,06,089.00</b>	<b>37,54,739.00</b>

#### Note-10 TRADE RECEIVABLES

Particulars	As at 31-3-2020	As at 31-03-2019
<b>Secured, Considered Good</b>		
<b>Unsecured, Considered Good</b>		
Receivables from Money transfer and Money Changing Agency Business	46,640.63	9,04,194.28
<b>TOTAL</b>	<b>46,640.63</b>	<b>9,04,194.28</b>

**Note-11 CASH AND BANK BALANCES**

Particulars	As at 31-3-2020	As at 31-03-2019
<b>Cash and Cash Equivalents</b>		
Cash on Hand	1,06,94,167.97	62,92,593.81
Balances With Banks	44,70,279.97	25,44,197.47
<b>Other Bank Balances</b>	-	-
<b>TOTAL</b>	<b>1,51,64,447.94</b>	<b>88,36,791.28</b>

**Note-12 SHOT TERM LOANS AND ADVANCES**

Particulars	As at 31-3-2020	As at 31-03-2019
Loan Assets (From Financing Activity) (Refer Note 12.1)	53,87,11,217.00	45,91,76,342.00
<b>Other Deposits and Advances</b>		
Income Tax Advance & TDS	59,03,512.00	55,43,886.00
GST Receivable	8,90,565.06	1,88,372.06
Staff Advances	4,89,040.58	2,87,189.07
Other Advances	9,57,802.00	
<b>TOTAL</b>	<b>54,69,52,136.64</b>	<b>46,51,95,789.13</b>

**12.1 Loan Assets**

Particulars	As at 31-3-2020	As at 31-03-2019
Secured Gold Loan	53,74,03,875.00	45,78,58,563.00
DPN Loan	13,07,342.00	13,17,779.00
<b>Total Loan Assets</b>	<b>53,87,11,217.00</b>	<b>45,91,76,342.00</b>

**12.2 Secured Gold Loan**

Secured Gold Loan means exposures secured wholly by the pledge of Gold. Margin is 75% on security.

**12.3 Asset Classification of Loan Assets**

Particulars	As at 31-3-2020	As at 31-03-2019
Secured and considered good	53,28,58,282.00	45,32,95,013.00
Unsecured and Considered Good	13,07,342.00	13,17,779.00
Others (Non Performing)	45,45,593.00	45,63,550.00
<b>Total Loan Assets</b>	<b>53,87,11,217.00</b>	<b>45,91,76,342.00</b>

**Note-13 REVENUE FROM OPERATIONS**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Interest Income from Loan Assets	8,20,85,886.00	7,29,96,314.00
Other Operating Income	12,32,161.50	12,63,541.83
<b>TOTAL</b>	<b>8,33,18,047.50</b>	<b>7,42,59,855.83</b>

**Note-14 OTHER INCOME**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Interest on Deposits and Others		4,881.00
Interest on Income Tax Refund	37,610.00	
Processing Fee and Other Charges	3,02,960.00	
<b>TOTAL</b>	<b>3,40,570.00</b>	<b>4,881.00</b>

**Note-15 EMPLOYEE BENEFITS EXPENSES**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Salary to Employees	1,33,83,631.00	1,07,13,515.95
Employees PF	7,24,298.00	2,18,400.00
Employees ESI	32,078.00	-
Provision for Gratuity	16,95,407.00	6,18,567.00
Remuneration to Directors	19,80,000.00	19,80,000.00
Sitting Fee paid to Directors	18,000.00	18,000.00
<b>TOTAL</b>	<b>1,78,33,414.00</b>	<b>1,35,48,482.95</b>

**Note-16 FINANCE COSTS**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Bank Charges & Commission	11,53,141.53	1,54,528.25
Interest - Federal Bank	2,34,01,266.00	2,24,44,920.56
Interest - Debentures	95,07,971.00	86,29,067.00
Interest - Subordinated Debt	6,98,010.00	
<b>TOTAL</b>	<b>3,47,60,388.53</b>	<b>3,12,28,515.81</b>

**Note-17 OTHER OPERATING EXPENSES**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
GST filing Expenses	29,266.00	84,319.26
Actuary Fee	10,000.00	18,900.00
Advertisement	5,02,934.80	5,85,137.00
Audit Expenses	-	30,000.00
Board Meeting Expenses	9,000.00	20,000.00
Company Secretary Fee	68,100.00	50,800.00
Computer Maintenance	15,700.00	17,560.00
CII Registration Fee	50,000.00	-
CSR Programme	71,750.00	-
Credit rating expenses	95,948.00	4,96,122.00
Credit Rating Consultancy expenses	1,77,000.00	2,29,333.00
Credit Rating Registration	17,500.00	-
Duties & Taxes	10,519.00	200.00
Electricity Charges	3,70,792.00	3,07,227.00
Insurance Premium Paid	4,83,834.00	4,85,469.00
Internet Charges	32,192.00	25,611.00
Labour registration fee	20,626.00	23,410.00
Loading Unloading	-	3,400.00
Marketing Expenses	1,480.00	-
Medical Expenses	33,159.00	10,545.00
NeSL	5,000.00	-
Newspaper & Periodicals	56,025.00	52,642.00
Office Expenses	25,192.00	25,534.00
Postage & Telegraph	1,08,236.00	54,891.00
Printing & Stationery	7,20,976.00	4,08,132.20
Professional Fee	2,03,000.00	1,50,000.00
Professional Tax	7,675.00	8,950.00
Promotional Meeting Expenses	-	25,000.00
Remuneration to Debenture Trustee	24,000.00	24,000.00
Rent	32,77,716.00	26,18,184.00
Repairs and Mintenance	6,76,074.66	10,41,836.20
Software Expenses	2,87,070.00	8,67,625.00
Staff meeting Expenses	43,401.00	36,035.00
Stamp Charges	70,784.00	66,375.00
Statutory Audit Fee	2,18,800.00	1,63,500.00
Sundry Expenses	5,83,119.00	5,14,431.00
Tax Representation Fee	25,000.00	10,000.00
Telephone Charges	3,38,152.49	3,58,590.98
Travelling Expenses	5,26,583.00	4,92,082.00
Trademark Expenses	48,900.00	-
Vehicle Maintenance	11,16,355.00	10,42,623.50
Water Charges	6,479.00	8,978.00
Weights and Measures Stamping Fee	11,060.00	10,090.00
<b>TOTAL</b>	<b>1,03,79,398.95</b>	<b>1,03,67,533.14</b>

**17.1 Auditors' Remuneration**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Statutory Audit	2,18,800.00	1,63,500.00
Tax Audit & Other Services	2,03,000.00	1,50,000.00
<b>TOTAL</b>	<b>4,21,800.00</b>	<b>3,13,500.00</b>

**Note-18 PROVISIONS AND WRITE OFFS**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Provision for Standard Assets	1,98,883.02	1,29,054.43
Provision for Non Performing Assets	-1,795.00	1,28,290.00
General Provision for accounts in default but standard	71,013.00	-
<b>TOTAL</b>	<b>2,68,101.02</b>	<b>2,57,344.43</b>

Note - 19 FIXED ASSETS

TANGIBLE FIXED ASSETS

ITEM	GROSS BLOCK		DEPRECIATION BLOCK			WRITTEN DOWN VALUE		
	OPENING	ADDITION/ DELETION	TOTAL	OPENING	FOR THE YEAR	CLOSING	As at 31.03.2020	As at 31.03.2019
Vehicles	57,49,011.00	-	57,49,011.00	44,69,212.75	3,73,747.83	48,42,960.58	9,06,050.42	12,79,798.25
Computers and printers	15,04,526.23	2,09,214.12	17,13,740.35	14,13,361.50	1,20,244.81	15,33,606.31	1,80,134.04	91,164.73
Computer peripherals	4,17,846.98	2,28,733.22	6,46,580.20	3,08,744.19	45,290.82	3,54,035.01	2,92,545.19	1,09,102.79
Weighing and counting machines	6,45,220.96	1,21,788.00	7,67,008.96	4,00,312.95	57,315.24	4,57,628.19	3,09,380.77	2,44,908.00
EPBX	11,650.00	-	11,650.00	11,067.50	-	11,067.50	582.50	582.50
Furniture	76,44,759.59	56,12,663.80	1,32,57,423.39	54,43,079.74	10,14,464.69	64,57,544.43	67,99,878.96	22,01,679.86
Generator	87,929.35	-	87,929.35	62,200.73	4,799.32	67,000.05	20,929.30	25,728.62
CCTV	3,49,160.00	-	3,49,160.00	2,20,528.35	22,357.39	2,42,885.74	1,06,274.26	1,28,631.64
Capital Work in Progress	8,02,790.00	(8,02,790.00)	-	-	-	-	-	8,02,790.00
<b>TOTAL</b>	<b>1,72,12,894.11</b>	<b>53,69,609.14</b>	<b>2,25,82,503.25</b>	<b>1,23,28,507.71</b>	<b>16,38,220.10</b>	<b>1,39,66,727.81</b>	<b>86,15,775.44</b>	<b>48,84,386.40</b>

[Previous year corresponding

figures]

1,48,75,733.53      23,37,160.58      17212894.11      1,07,38,716.73      15,89,790.98      1,23,28,507.71      48,84,386.40      41,37,016.80

**Note-20 EARNINGS PER SHARE**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Profit available for equity shareholders	1,40,62,409.90	1,14,32,512.52
Weighted Average Number of Equity Shares (Note 19.1)	8,85,000.00	8,85,000.00
Face Value of Share	100	100
<b>Earnings per share (Basic &amp; diluted)</b>	<b>15.89</b>	<b>12.92</b>

19.1 Weighted average number of equity shares

The shares of Face value Rs. 2,000/- was divided into 20 shares of Face Value Rs.100 each. Hence, the previous year EPS figures are being restated with current year's equity shares outstanding. No additional equity shares were issued during the year.

**Note-21 RELATED PARTY DISCLOSURES****Related Party Relationship**

Name of Related Party	Nature of Relationship
E M BABY	KEY MANAGERIAL PERSONNEL
LIZAMMA BABY	KEY MANAGERIAL PERSONNEL
RAJESH BABY	KEY MANAGERIAL PERSONNEL
RAMESH BABY	KEY MANAGERIAL PERSONNEL
RENJI PHILIP BABY	RELATIVE OF KEY MANAGERIAL PERSONNEL
MATHAI KOSHY	RELATIVE OF KEY MANAGERIAL PERSONNEL
PAMELA KOSHY	RELATIVE OF KEY MANAGERIAL PERSONNEL

**Related Party Transactions**

Nature of Transaction	Amount		Nature of Relationship
Remuneration to directors	6,00,000.00	E M Baby	KEY MANAGERIAL PERSONNEL
	6,00,000.00	Lizamma Baby	KEY MANAGERIAL PERSONNEL
	4,80,000.00	Rajesh Baby	KEY MANAGERIAL PERSONNEL
	3,00,000.00	Ramesh Baby	KEY MANAGERIAL PERSONNEL
Sitting fee to directors	4,500.00	E M Baby	KEY MANAGERIAL PERSONNEL
	4,500.00	Lizamma Baby	KEY MANAGERIAL PERSONNEL
	4,500.00	Rajesh Baby	KEY MANAGERIAL PERSONNEL
	4,500.00	Ramesh Baby	KEY MANAGERIAL PERSONNEL
Loan From Directors Outstanding	1,07,228.87	Directors	KEY MANAGERIAL PERSONNEL
Rent	2,10,000.00	E M Baby	KEY MANAGERIAL PERSONNEL
Interest on Debentures	5,07,360.00	Mathai Koshy	RELATIVE OF KMP
	6,84,150.00	Pamela Koshy	RELATIVE OF KMP

**Note-22 PREVIOUS YEAR FIGURES**

Previous year figures have been regrouped wherever found necessary.

**Note-23 EFFECTS OF COVID-19**

The impact of corona virus disease (COVID-19) continues to be an evolving situation that has been declared a global pandemic. It continues to be a matter of concern for all the business organizations. The operations of the company were affected during the period of lockdown imposed by the Government and the subsequent classification of red zones and containment zones.

The majority of the business assets of the company remains fully secured by gold jewellery. And hence, the current estimates made by the company shows very little impact due to this COVID-19 scenario. The company acknowledges that the impact may differ from the estimations as at the date of approval of financial statements and the company will closely monitor any material changes to the future economic conditions that could adversely affect the company.

As per our report of even date attached

For REJI JOHN & CO

Chartered Accountants

FRN 007389S

For and on behalf of the Board of Directors

Managing Director

Director

CA. REJI JOHN F C A

Partner

Memb: No. 201344

Kottayam

June 29, 2020

Company Secretary

**SCHEDULE TO THE BALANCE SHEET OF A NBFC**

(In ₹ Lakhs)

<b>Particulars</b>			
<b>Liabilities Side</b>		<b>Amount Outstanding</b>	<b>Amount Overdue</b>
<b>1</b>	<b>Loans and Advances availed by the non-banking financial company inclusive of interest accrued thereon</b>		
a	Debtures: Secured	670.38	0
	Debtures: Unsecured (other than falling within the meaning of public deposits)	0	0
b	Deferred Credits	0	0
c	Term Loans	974.29	0
d	Inter-corporate loans and borrowings	0	0
e	Commercial Paper	0	0
f	Public Deposits	0	0
g	OD/CC from bank	1885.6	0
h	Subordinated Debt	295.27	0
<b>2</b>	<b>Break-up of 1 f above (Outstanding public deposits inclusive of interest accrued thereon but not paid)</b>		
a	In the form of unsecured debtures	0	0
b	In the form of partly secured debtures	0	0
c	Other public deposits	0	0
<b>Asset Side</b>		<b>Amount Outstanding</b>	<b>Amount Overdue</b>
<b>3</b>	<b>Break up of Loans and Advances including Bills Receivables [ other than those included in 4 below]</b>		
a	Secured	5374.04	59.66
b	Unsecured	13.07	0
<b>4</b>	<b>Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities</b>		
i	Lease assets including lease rentals under sundry debtors:		
a	Financial Lease	0	0
b	Operating lease	0	0
ii	Stock on hire including hire charges under sundry debtors:		
a	Assets on hire	0	0
b	Repossessed Assets	0	0
iii	Other loans counting towards asset financing activities		
a	Loans where assets have been repossessed	0	0
b	Loans other than (a) above	0	0
<b>5</b>	<b>Break-up of Investments</b>		
	<b>Current Investments</b>		
1	<b>Quoted</b>		
i	Share		0
	(a) Equity	0	0
	(b) Preference	0	0
ii	Debtures and Bonds	0	0
iii	Units of Mutual Funds	0	0
iv	Government Securities	0	0
v	Others	0	0
2	<b>Unquoted</b>		
i	Share		
	(a) Equity	0	0
	(b) Preference	0	0
ii	Debtures and Bonds	0	0

	iii	Units of Mutual Funds		0	0
	iv	Government Securities		0	0
	v	Others		0	0
<b>Long Term Investments</b>					
	1	<b>Quoted</b>			
	i	Share			
		(a) Equity		0	0
		(b) Preference		0	0
	ii	Debentures and Bonds		0	0
	iii	Units of Mutual Funds		0	0
	iv	Government Securities		0	0
	v	Others		0	0
	2	<b>Unquoted</b>			
	i	Share			
		(a) Equity		0	0
		(b) Preference		0	0
	ii	Debentures and Bonds		0	0
	iii	Units of Mutual Funds		0	0
	iv	Government Securities		0	0
	v	Others		0	0
6	<b>Borrower group-wise classification of assets financed as in 3 and 4 above :</b>				
	<b>Category</b>		<b>Amount net of provisions</b>		
			<b>Secured</b>	<b>Unsecured</b>	<b>Totals</b>
	i	Related Parties			
	a	Subsidiaries	0	0	0
	b	Companies in the same group	0	0	0
	c	Other Related Parties	0	0	0
	ii	Other than related parties	5374.04	13.07	5387.11
	<b>Total</b>				
7	<b>Investor Group-wise classification of all investments in shares and securities</b>				
	<b>CATEGORY</b>		<b>MARKET VALUE</b>	<b>BOOK VALUE</b>	
	i	Related Parties			
	a	Subsidiaries	0		0
	b	Companies in the same group	0		0
	c	Other Related Parties	0		0
	ii	Other than related parties	0		0
	<b>TOTAL</b>				
8	<b>Investor Group-wise classification of all investments in shares and securities</b>				
			<b>AMOUNT</b>		
	i	Gross Non Performing Assets			
	a	Related Parties		0	
	b	Other than related parties		45.46	
	ii	Net Non Performing Assets			
	a	Related Parties		0	
	b	Other than related parties		40.91	
	iii	Assets acquired in satisfaction of debt		0	



**SCHEDULE TO THE BALANCE SHEET OF A NBFC - CRAR**

<b>PARTICULARS</b>	<b>As at 31.03.2020</b>	<b>As at 31.03.2019</b>
CRAR	37.21	32.41
CRAR - TIER I	29.79	32.17
CRAR - TIER II	7.42	0.24

**CALCULATION OF RISK WEIGHTED ASSETS - ON BALANCE SHEET ITEMS**

<b>PARTICULARS</b>	<b>% Weight</b>	<b>Value As at 31.03.2020</b>	<b>Risk Weighted As at 31.03.2020</b>	<b>Value As at 31.03.2019</b>	<b>Risk Weighted As at 31.03.2019</b>
Cash & Bank Balnces	0	1,51,64,447.94	-	88,36,791.28	-
Investments	100	-	-	-	-
<b>Current Assets</b>					
Loan to Staff	0	4,89,040.58	-	2,87,189.07	-
Other Loan Assets	100	53,87,11,217.00	53,87,11,217.00	45,91,76,342.00	45,91,76,342.00
Trade Receivables	100	46,640.63	46,640.63	9,04,194.28	9,04,194.28
GST Receivable	100	8,90,565.06	8,90,565.06	1,88,372.06	1,88,372.06
Other Advances	100	9,57,802.00	9,57,802.00	-	-
<b>Fixed Assets</b>					
Tangible Fixed Assets	100	86,15,775.44	86,15,775.44	48,84,386.40	48,84,386.40
<b>Other Assets</b>					
Income Tax Advance and TDS (Net of Provision)	0	59,03,512.00	-	55,43,886.00	-
Security Deposits	100	44,06,089.00	44,06,089.00	37,54,739.00	37,54,739.00
<b>TOTAL</b>		<b>57,51,85,089.65</b>	<b>55,36,28,089.13</b>	<b>48,35,75,900.09</b>	<b>46,89,08,033.74</b>

**CALCULATION OF TIER I CAPITAL**

<b>PARTICULARS</b>	<b>As at 31.03.2020</b>	<b>As at 31.03.2019</b>
+ Paid -up Equity Capital	8,85,00,000.00	8,85,00,000.00
+ Free Reserves	7,64,32,660.94	6,23,70,251.04
- Investments in other NBFcs	-	-
- Investments in Subsidiaries and Group Concerns exceeding 10%	-	-
<b>TIER I CAPITAL</b>	<b>16,49,32,660.94</b>	<b>15,08,70,251.04</b>

**CALCULATION OF TIER II CAPITAL**

<b>PARTICULARS</b>	<b>As at 31.03.2020</b>	<b>As at 31.03.2019</b>
+ Non Conveteble Preference Shares	1,66,00,000.00	-
+ General Provisions	14,06,428.00	11,36,531.98
+ Subordinated Debt (After discounting as provided in RBI Directions)	2,30,65,600.00	-
<b>TIER II CAPITAL</b>	<b>4,10,72,028.00</b>	<b>11,36,531.98</b>

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