



Digital Pivot- Tech Touch Balance



Loading...



Right "Tech-Touch" Balance



We are building a model with the right **"Tech Touch Balance"** as we believe in the importance of continued human interaction in delivering financial services to the poor to build trust, establish relationships, and engage customers.



From MD's Desk

Resilience of our team, our borrowers, and the sector has helped us navigate the most difficult last 2 years in the financial industry. With our focus on customer engagement, employee centricity and bettering our process using digital tools we not only survived the crisis due to global pandemic but also grew our AUM from Rs.455 crores in March '21 to Rs. 496 crore in March '22. Efficiency in our process resulted in higher loan disbursement which increased from Rs.313 crores in FY'21 to Rs.424 crores in FY'22, an increase of 35%.

Our bottom line remained depressed this year on account of write offs and high operating expenditure owing to delinquency in the portfolio. Desperate circumstances have always kick-started many path-breaking innovations/developments, arising from the ingenuity of the human mind. We decided to work on our process and strategy to take control of the environment post pandemic using digital pivot.

We devised a blended approach between digital technologies and flexibility through human touch, so as to retain the competitive advantage for financial inclusion, building on trust and relationship with our customers

Digital transformation is a massive exercise in culture change. It is complex and multi-faceted and requires solid commitment to evolve the core business model from the board all the way down to loan officers.

The pandemic has taught us that to survive we need to build an enduring culture of innovation and learning, so that we can respond rapidly to changes, challenges, and opportunities as they arise. As Charles Darwin argued, “survival of the fittest” refers not to being the strongest or fastest but being **most adaptable to change**.

We can hope that digital pivot will make a positive impact on business operations, help us to reduce costs, improve employee and customer experience and help us to remain competitive in this new environment.

Mrs. Nidhi Kasliwal

Board of Directors



Mrs. Nidhi Kasliwal is B.com from SRCC and MBA from XIMB. She has over 20 years of experience including 11 years in micro-finance.



Mr. Anshul Kasliwal is Mechanical Engineer completing his degree from Ballard University, Australia. He has over 16 years of experience in Automobile



Mr. Ashish Gupta is associated as Non Executive Independent Director since 2016. He has over 20 years of experience in Microfinance and Livelihood promotions.



Mr. Uma Shanker Singh is associated as Non executive Independent Director since 2016. He has experience of over three decades in Banking Sector.

Management Team



Yogendra Kumar Sahu
(Head Of Operations)

16 Years of microfinance experience with a proven track record of Generating New Business



Shyam Kr, Ojha
(Head Accounts)

He is a MBA (Finance And HR) and has Over 20 years of experience and manages the finance and accounting function of the company



Rajesh Jha
(Audit Manager)

15.5 Years of MFI experience brings the continuous improvement in the process by incorporating knowledge and experiences



Simranjeet Kaur
(Company Secretary)

8 years' experience in different industries and also has specialization in corporate compliance, business planning



Richa Trivedi
(HR Head)

12.5 years of domain experience ,and handles all HR functions like , Payroll & Statutory Compliance Management, HR System.



Devendra Soni
(Central Operations Head)

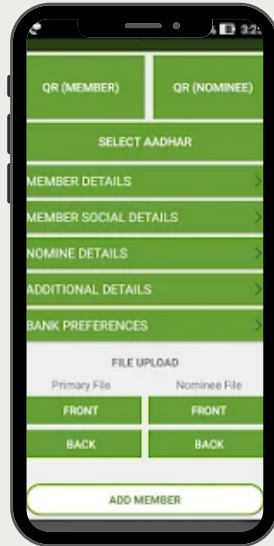
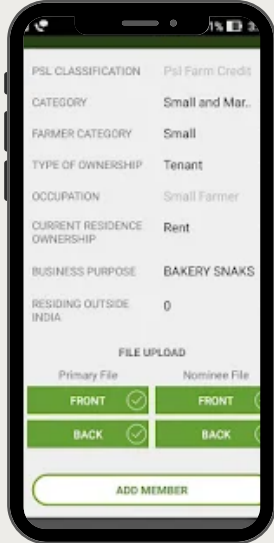
15.5 years of experience in Banking /Finance, insurance and Micro-finance sectors and manages the MIS Operation



Kishan Mohan
(Audit Manager)

12 years of experience and manages internal audit and risk management function of the company. As a qualified MBA

Digital Onboarding of Customers



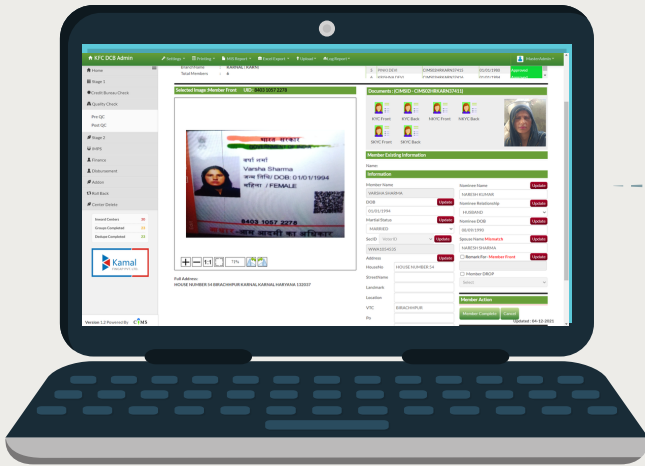
A mobility solution which is easy and simple to use by the loan officer. Giving him the power of quick and easy decision making with real time credit bureau check. Completely paperless and integrated with our banking partners this allows for seamless sharing of data from the field team to partner systems for further loan processing



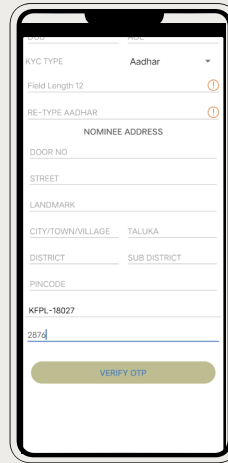
Real-Time Information Checking



Real-Time Quality Check:



OTP Based Number Verification:



Benny validation for account verification



Once the data regarding the customers are fed into the system our head office team verifies and quality checks all the information entered by the loan officer.

Real time, helps us to get the correct number for better customer connect

Penny Drop or Bank account verification is commonly referred to as a way to verify the authenticity of a user's Bank Account.

Effective Cash Management



Cash management is a huge risk for any financial player in the market hence a shift towards safe and secure cash management has become need to the hour.

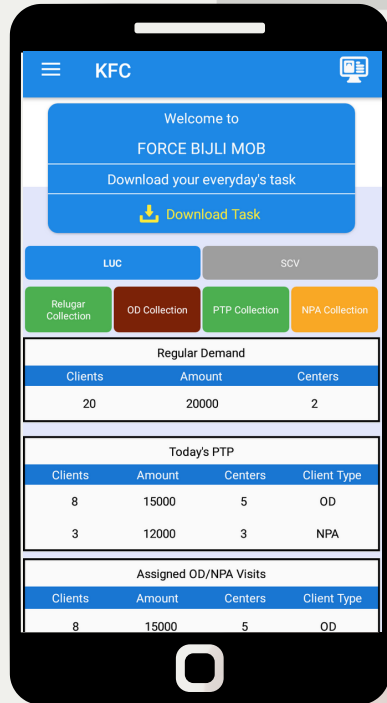
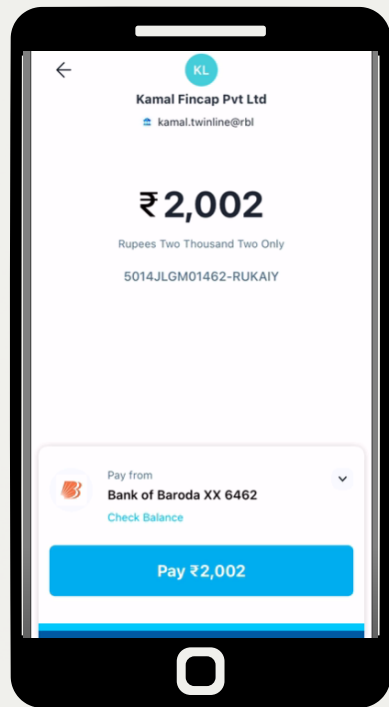


A pincode locator, gives the loan officer all the nearby cash deposit point where s/he deposits her/his cash load and can resume her/his field activity smoothly without having to go back to the branch or wait at the long que at bank branch.

This has made our branches 100% cashless.



Digital Collection



Pandemic has taught us the importance of digital collection. Moving from physical cash to digital is a huge cultural change both for our employees as well as the customers. We have built a system of open UPI payment gateway in our collection mobility application.

Any customer can digitally pay her loan through any UPI gateway that she uses like Gpay, Bhim, paytm etc.

We started with a pilot in Punjab where smartphone penetration was high and slowly got it to 100% digital collection. This required constant training of our Loan officers as well as the customers, the company created educational tools which were in audio video format for this.



Digital Training



Induction Training

360 degree approach by all departments

Operations

Audit

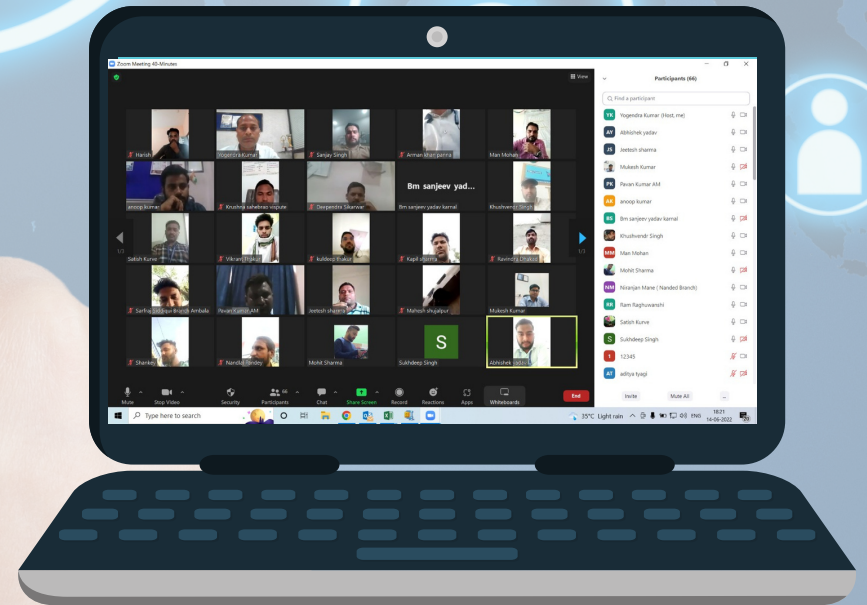
Accounts

Human Resource

MIS

Refresher's Training

We use VC platform for refresher training based on the requirement highlighted by the audit team.

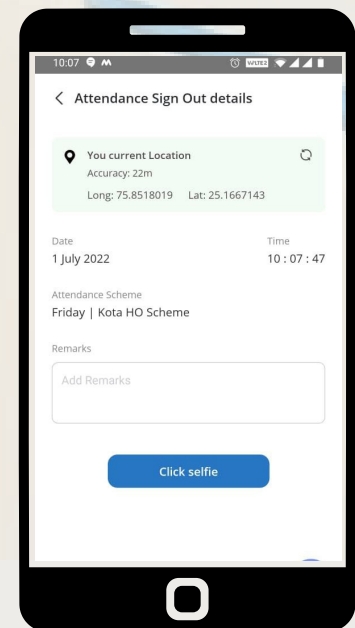


Real time Attendance

Along with digital onboarding of all employees and a fully automated exit system Kamal fincap has recently introduced an intelligent attendance system.

HR App records the Employee's Attendance with AI Face Recognition, GPS Location & Geofencing.

This sophisticated time management system with geofencing capability helps track employee attendance in real-time.



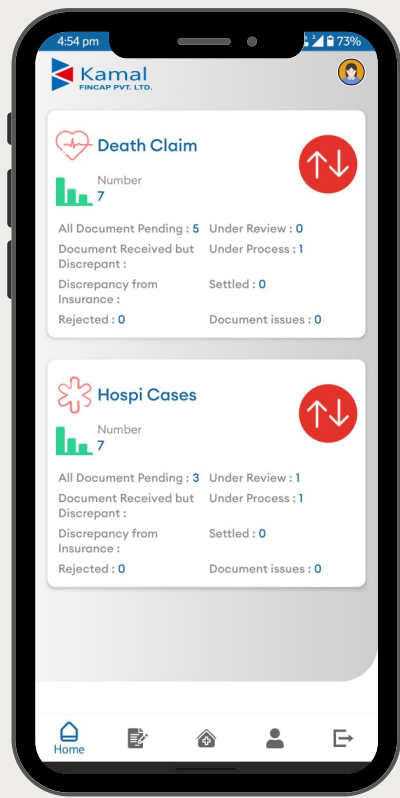
Employee Engagement

For cutting-edge Human resource management Kamal Fincap has deployed industry's best system which gives employee end-to-end solutions at one app.

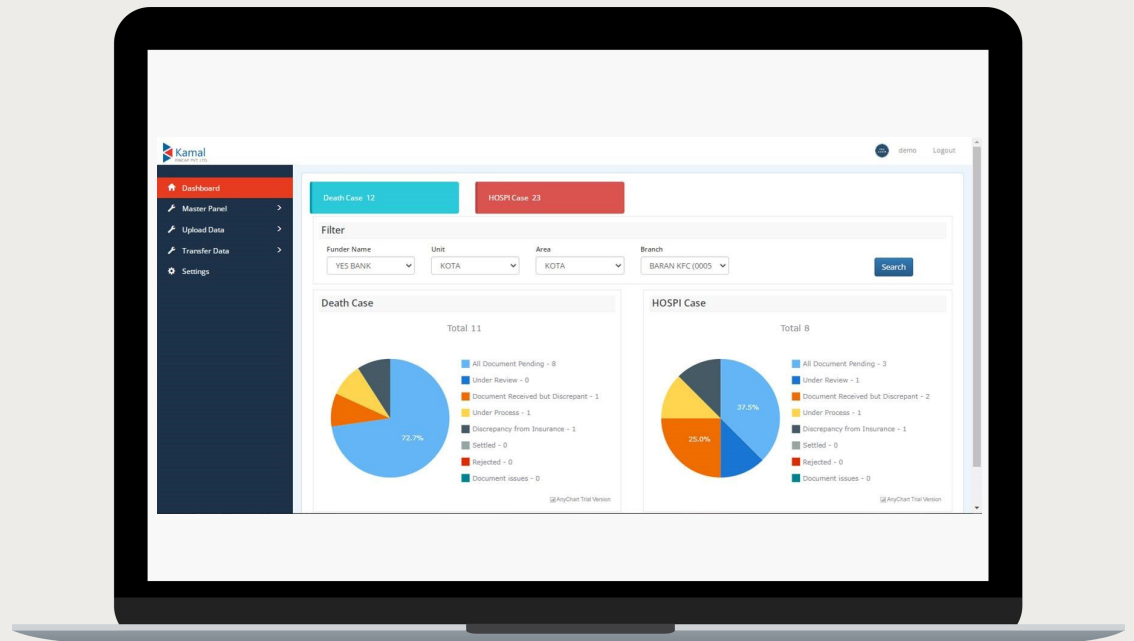
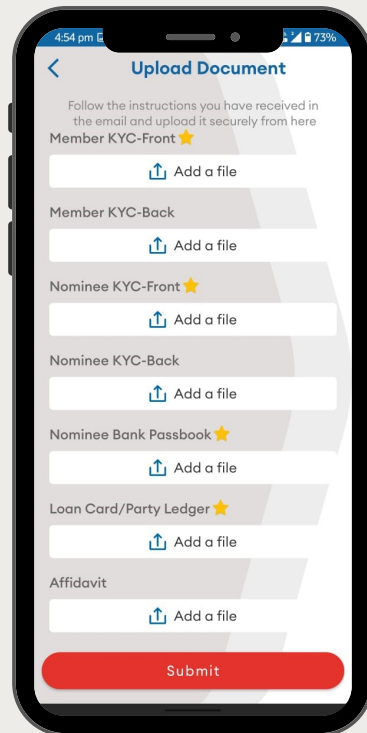
Our policy of employee centricity helps attract talent and retain them. We have many programs like monthly reward and recognition, Loyalty Bonus for staff who complete a certain tenure, team awards for the entire branch for achieving targets, festival celebration etc.



Insurance Claim Processing Digitally



Our Mobility App “Ensure” takes care of all the operational issues in death/hospicash settlement. This is a completely paperless system which reduces TAT on settlement.



Corporate Social Responsibility

Project: Spot The Dot



An initiative to create awareness amongst girls and women on menstrual health and Hygiene using sustainable products.

Teaching young menstruators, the advantage of using reusable cloth pads or completely decomposable sanitary napkins which are good for them as well as are environment friendly.

Lives Impacted
727 Girls - In School
915 Women - In Local areas



Corporate Social Responsibility

Project: Zero Hunger

Lives Impacted
4000 - Food Packets
6000- Snacks Packets
5000- Ration Kit

An initiative to provide Ration kits to the poor and marginalised during covid crisis.

Providing cooked meals to people on the streets.



Our Sheroes



Daljeet Kaur

Daljeet Kaur, Haryana took a microloan to help her family gain financial independence. She runs a general store in her village.



Omwati

Omwati in Chattisgarh set up a tailoring shop to support her family financially.



Khusboo

Khusboo in Madhya Pradesh a 3 time borrower with Kamal, now has a flour mill to add to her family income.



Testimonials from our Heroes



At kamal Fincap our Heroes are our Field staff, “Loan officer” who work tirelessly through rain and storm, under harsh afternoon sun and in bitter cold weather to reach and provide financial assistance to our customers.



Rupesh
Loan Officer

One thing most admirable about Kamal Fincap, is that they encourage people to enhance the skills. It is always good to see a group of people who takes pride in their work and their customers. I have never seen a company that acknowledges and rewards their employees for their hard work and dedication as much as this company does.

मैं Kamal Fincap के employee health packages, employee wellness program, शैक्षिक और प्रशिक्षण अवसरों की सराहना करता हूँ। पर मेरी दृष्टि में, यह Kamal Fincap की देखभाल और अपने कर्मचारियों और ग्राहकों के प्रति प्रतिबद्धता की संस्कृति है जो मेरी सूची में सबसे ऊपर है। ऐसी कंपनी के लिए काम करना प्रेरणादायक है जो ईमानदारी से अपने ग्राहकों और कर्मचारियों के साथ काम करना करना चाहती है।



Shalu
Loan Officer



Bhoopal
Collection Executive

It's been an educational and fun-filled experience working for Kamal Fincap for the past three years. It provides a good platform for career growth where talent and hard work are recognized and appreciated. I look forward to being a part of this organisation for a long time to come.

Values

Our values are a reflection of our focus and dedication to delivering our brand promise of promoting financial inclusion.



INTEGRITY



RESPONSIBILITY



SIMPLICITY

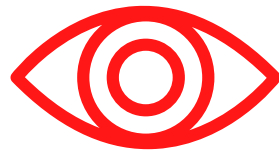


PEOPLE-CENTRIC



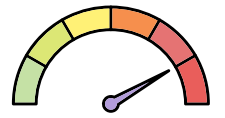
Mission

To serve 5 Lakh customers by 2023, with geographical presence in 8 states.

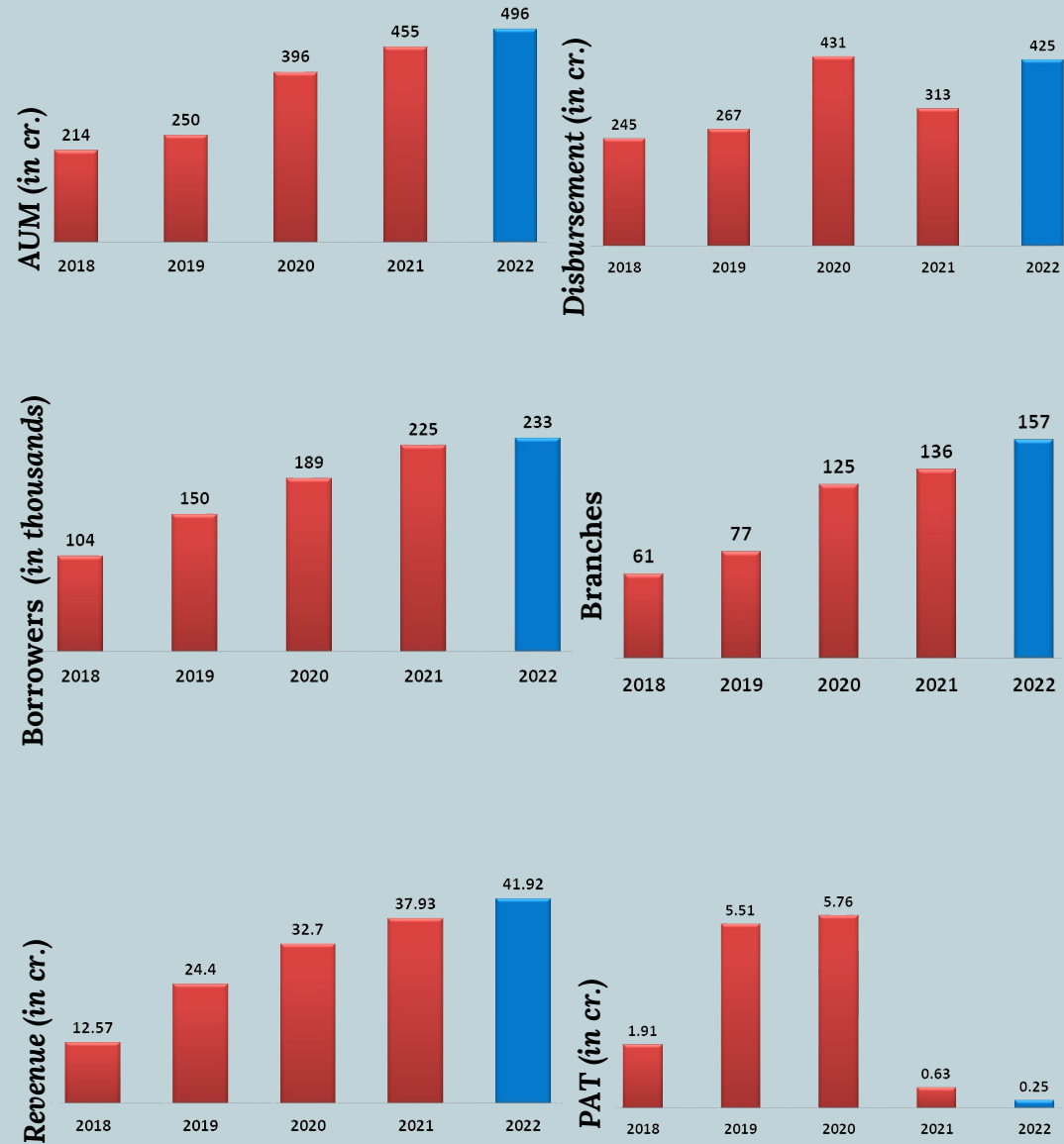


Vision

To serve the financially underserved segment of the society by providing financial service in a manner sustainable for all stakeholders.



Key Performance Indicator



Notice of 26th Annual General Meeting

NOTICE is hereby given that the 26th Annual General Meeting of the Members of the Kamal Fincap Private Limited will be held on Saturday, 6th August, 2022 at 11.30 A.M. at its Registered Office at Plot No.-5, Near Bajaj Showroom Aerodrome Circle, Jhalawar Road Kota -324007 Rajasthan to transact the following business:

ORDINARY BUSINESS:

1.To consider and adopt the Audited Financial Statements of the company for the year ended March 31, 2022 together with the report of the Board of Directors and Auditors thereon.

2.To declare dividend on preference shares for the financial year ended on March 31, 2022

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT in terms of recommendation of the Board of Directors of the company, the consent of the members of the Company be and is hereby given to declare dividend on 10.50% Non Cumulative Non Convertible Redeemable preference shares at the rate of Rs. 10.50 (Rupees Ten and Fifty Paise) per preference share of Rs. 100/- (Rupees Hundred Only) each fully paid up aggregating to Rs.5,98,500/- (Rupees Five Lakhs Ninety-Eight Thousand and Five Hundred Only) for the year ended as on March 31, 2022 and the same shall be paid out of the profits of the company, to those preference shareholders whose name appears on the Register of members as on March 31, 2022.

RESOLVED FURTHER THAT Mrs. Nidhi Kasliwal, Managing Director (DIN: 02227201), of the company, be and is hereby authorized to do all such acts, deeds and things as may be incidental or necessary to give effect to the above resolution.”

3.To consider the re-appointment M/s NSB & Associates, Chartered Accountant, New Delhi, as statutory auditor of the company and to fix their remuneration:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to Section 139, 142 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof) and pursuant to the recommendations of the Audit Committee and the Board of Directors of the Company, M/s NSB & Associates, Chartered Accountants, New Delhi, having registration No. 023043N, be and are hereby re-appointed as the Statutory Auditors of the Company for term of five consecutive years, who shall hold office from the conclusion of this 26th Annual General Meeting till the conclusion of the 31st Annual General Meeting to be held in the year 2027 on such remuneration as may be decided by the Board of Directors in consultation with the Statutory Auditors of the Company.”

By the Order of the Board
For KAMAL FINCAP PRIVATE LIMITED

Sd/-
NIDHI KASLIWAL
Managing Director
DIN: 02227201

NOTES:

1.A member entitled to attend and vote at the Annual General Meeting (the “Meeting”) is entitled to appoint a proxy to attend and vote on a poll instead of him and the proxy need not be a member of the Company.

Notice of 26th Annual General Meeting

2.The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting.

3.Corporate members intending to send their authorized representative to attend the meeting are requested to send a certified true copy of Board Resolution authorizing their representatives to attend and vote on their behalf at the Annual General Meeting.

4.Member seeking any information or clarification on the Accounts are requested to send in written queries to the company, at least seven days before the date of the meeting in order to enable the company to compile the information and provide the replies at the meeting, if the chairperson permits to furnish such information.

5.Members are requested to:

- a) Intimate changes, if any, in their communication addresses to the Company at early date;
- b) Quote their Folio no in all their correspondence with the Company;
- c) Bring their copy of the Annual Report to the Annual General Meeting.

6.Members can address their queries to the Company at cs.simran@kamalfincap.com.

7.Relevant documents referred to in the accompanying Notice are open for inspection by the members at the registered office on all working days except Saturdays and Sundays during business hours of the Company up to date of the meeting.

8.The Register of Directors and Key Managerial Personnel maintained under section 170 of the Companies Act, 2013 will be available for inspection by the members at the Annual General Meeting.

9.The Register of Contracts or arrangements, in which Directors are interested, maintained under section 189 of the Companies Act 2013, will be available for inspection by the members at the Annual General Meeting.

10.The route map showing the direction to reach the venue of Annual General Meeting is attached at the end of the Report.

Form No. MGT-11

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014

Name of the Member	
Registered Address	
Email Id	
Folio No. / Client No.	
DP ID	

I/We, being the member (s) of shares of the above named company, hereby appoint:

S. No.	Name	Address	Email ID	
1.				Or falling him/her
2.				Or falling him/her

And whose signature(s) are appended below, as my / our proxy to attend and vote (on a Poll) for me / us and on my / our behalf at the 26th Annual General Meeting of the Company, to be held on Saturday, 6th August, 2022 at 11.30 AM at its registered office at Plot No 5, Aerodrome Circle, Jhalawar Road, Kota-324007 Rajasthan and at any adjournment thereof in respect of such resolution as are indicated below:

Resolution No.	Description of Resolutions	For	Against
Ordinary Business			
1	To adopt Audited Standalone and Consolidated Financial Statements for the Financial Year ended March 31,2022		
2	Declaration of Dividend on preference shares		
3	Re-appointment of NSB & Associates, Chartered Accountant, New Delhi as Statutory Auditors of the Company		

Directors' Report

Your Directors have pleasure in presenting their 26th Annual Report on the business and operations of the Company and Audited Financial Statements for the year ended 31st March, 2022.

1. Financial Summary or Highlights

Particulars	31 st March, 2022	31 st March, 2021
Income from Operations	39,73,56,558	35,74,25,084
Other Income	2,17,95,294	2,18,41,226
Total Income	41,91,51,852	37,92,66,310
Profit Before Depreciation & Tax	65,83,419	1,37,83,082
Less: Depreciation	38,50,050	50,78,804
Profit Before Tax	27,33,369	87,04,278
Less: Tax Expenses	2,43,216	23,70,895
Profit After Tax	24,90,153	63,33,383

2. Brief description of the Company's working during the year/State of Company's affair.

The company has faced another lockdown in the beginning of the financial year 2021-22. This second wave of the pandemic was far more severe in terms of lives lost and had a greater impact on companies borrower's repayment. The company's resilience helped it come back to business as soon as the lockdown was lifted and active engagement with the customers started resulting in better than industry repayment rate. The company's learning after the 1st lockdown and the digital pivot that it used helped to reach highest AUM level of Rs. 496 crores at the end of the financial year. The company has done total business of 424.58 crores during the year.

The company took high losses this year which impacted its profitability which was down to Rs 24.90 Lacs in FY 2021-22 against the PAT of Rs. 63.33 Lacs in FY 2020-21. The company demonstrated incredible resilience to remain profitable in such trying times. Apart from that, the company has been able to generate revenue of Rs. 41.91 crores during the financial year 2021-22 which was Rs. 37.93 crores during the previous financial year 2020-21.

The Company has entered into a new Business Correspondent partnership with Fusion Micro Finance Limited during the financial year 2021-22.

3. Dividend

During the year under review, the Board of Directors of your Company is pleased to recommend a dividend of Rs. 10.50/- per preference share (face value of Rs. 100 each @ 10.50%) payable to those preference shareholders, whose names appear in the Register of Members as on 31st March, 2022.

Your directors do not recommend any dividend for equity shareholders for the year under review.

4. Transfer to Reserves

During the year under review, your Directors' has decided not to transfer any amount to the reserves.

5. Changes in Nature of Business

The Company is engaged in the business of microfinance, two wheeler loans and business loans and provides business correspondent services to banks and NBFCs. There is no change in nature of business of the company during the financial year 2021-22. Further, the company has opened 7 more BCBO branches during the financial year.

6. Material changes and commitments

There are no material changes and commitments 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.

7. Details of significant and material orders passed by the regulators or courts or tribunals.

In pursuance to Rule 8 (5) (vii) of the Companies (Accounts) Rules, 2014, during the year under review, there were no significant and material orders passed by any Regulator or Court or Tribunal against the company, which may impact the going concern status or future operations of the company.

Directors' Report

8. Statutory Auditors

M/s NSB & Associates, Chartered Accountants, New Delhi, having Firm Registration No. 023043N, was appointed as Statutory Auditors of the Company in 23rd Annual General Meeting dated 14th September, 2019 for the audit of annual accounts of the Company from the FY 2018-19 to FY 2021-22. The tenure of the statutory auditor is going to expire this year. Hence the company proposed to reappoint M/s NSB & Associates, Chartered Accountant, New Delhi from the conclusion of 26th Annual General Meeting till 31st Annual General Meeting in the ensuing Annual General Meeting, subject to the approval of shareholders in the 26th Annual General Meeting.

9. Board's Comment on Auditors' Report

The observations made in the Auditor's Report of the financial year 2021-22, read together with the relevant notes thereon are self-explanatory and hence, do not call for any further comments under Section 134 of the Companies Act, 2013.

10. Fraud Reporting

During the year under review, Auditors of the company have not reported any instances of frauds committed in the Company by its Officers or Employees under section 143(12) of the Companies Act, 2013, details of which needs to be mentioned in this Report.

11. Share Capital

The Authorised Share Capital of the company is Rs. 15,00,00,000/- (Rupees Fifteen Crores) divided into 1,44,30,000 (One Crore Forty Four Lakhs Thirty Thousand) Equity Shares of Rs.10/- each amounting to Rs.14,43,00,000/- (Rupees Fourteen Crores Forty Three Lakhs Only) and 57,000 (Fifty Seven Thousand) 10.50% Non Cumulative Non Convertible Redeemable preference shares of Rs.100/- (Rupees Hundred Only) each amounting to Rs.57,00,000/- (Fifty Seven Lakhs only).

The Paid-Up Share Capital of the Company is Rs. 6,28,85,730/- (Rupees Six Crores Twenty Lakhs Eighty Five Thousand Seven Hundred and Thirty only) divided into 57,18,573 (Fifty Seven Lakhs Eighteen Thousand Five Hundred and Seventy Three) Equity Shares of Rs. 10/- (Rupees Ten).

Each amounting to Rs. 5,71,85,730/- (Rupees Five Crores Seventy One Lakhs Eighty Five Thousand Seven Hundred and Thirty Only) and 57,000 (Fifty Seven Thousand) 10.50% Non Cumulative Preference Shares of Rs. 100/- (Rupees Hundred) each amounting to Rs. 57,00,000/- (Rupees Fifty Seven Lakhs only).

During the year under review, there was no change in the share capital of the company.

12. Details of Subsidiary / Joint Ventures / Associate Companies

The Company does not have any Subsidiary, Joint Venture Company or Associate Company as on March 31, 2022 and any information for this purpose is not applicable to the company.

13. Deposits

During the year under review, the Company has not accepted any deposit from the public under Section 73 of the Companies Act, 2013, read with Companies (Acceptance of Deposits) Rules, 2014. No amounts were outstanding which were classified as 'Deposits' under the applicable provisions of Companies Act, 2013 as on the date of balance sheet.

14. Details in respect of Internal Financial Controls with reference to Financial Statements

The Company has in place adequate internal financial controls commensurate with the size, scale and complexity of its operations. The Company has policies and procedures 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.

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

a) Energy conservation & Technology Absorption:

Your Company is not engaged in any manufacturing activity and thus its operations are not energy intensive. However adequate measures are always taken to ensure optimum utilization and maximum

Directors' Report

Since the Company is not engaged in any manufacturing, the information in connection with technology absorption is NIL.

b) Foreign exchange earnings and Outgo:

The foreign exchange earnings and outgo as required under section 134(3)(m) of the Companies Act, 2013 read with rule 8(2) of the Companies (Accounts) Rules, 2014, during the financial year 2021-22 as follows:

Total foreign exchange earned	NIL
Total foreign exchange outgo	NIL

16. Particulars of loans, guarantees or investments under section 186

During the year under review, the company has not given any loan, guarantee or made any investment under the provisions of section 186 of the Companies Act, 2013.

17. Extract of Annual Return

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022 is available on the Company's website on www.kamalfincap.com.

18. Disclosures related to Directors and Key Managerial Personnel.

The Board is entrusted with ultimate responsibility of the management, directions and performance of the Company. Board conducts and exercises the overall supervision and control by setting the goals and policies, reporting mechanism and decision making processes to be followed.

19. Disclosures related to Board and Committee Meetings

a) Board Meetings

The Board of Directors met 4 times during the financial year 2021-22 in accordance with the provisions of the Companies Act, 2013 and rules made there under. The date of Board meetings are July 15, 2021, September 27, 2021, January 12, 2022 and March 29, 2022.

Name of Director	Designation	No. of Board Meetings during the financial year 2021-22	
		Entitled to Attend	Attended
Mrs. Nidhi Kasliwal	Managing Director	4	4
Mr. Anshul Kasliwal	Director	4	4
Mr. Ashish Kumar Gupta	Non Executive Director	4	4
Mr. Uma Shanker Singh	Non Executive Director	4	4

The frequency of board meetings and quorum at such meetings were in accordance with the Companies Act, 2013 and compliances of Secretarial Standards-1 (SS-1) on Meetings of the Board of Directors issued by ICSI. The intervening gap between any two meetings was within the period prescribed [extended by Ministry of Corporate affairs (MCA)] by the Companies Act, 2013.

b) Committees of the Board

The Company has voluntarily constituted following committees of the Board of Directors:

- Audit Committee

The audit committee of the Company is constituted in line with the provisions of Section 177 of the Companies Act, 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014. The primary objective of the Committee is to monitor and provide an effective supervision of the management's financial reporting process, to ensure accurate and timely disclosures, with the highest level of transparency, integrity and quality of financial reporting.

Composition and Attendance:

The Committee's Composition is in line with the requirements of section 177 of the Companies Act, 2013.

During the financial year 2021-22, four meeting of Audit committee was held as detailed below:

Name of Committee Members	Designation / Category	Attendance of the members at the Committee Meetings			
		July 15, 2021	Sep 27, 2021	Jan 12, 2022	Mar 29, 2022
Mr. Ashish Kumar Gupta	Non-Executive Director; Chairman	Yes	Yes	Yes	Yes
Mr. Uma Shanker Singh	Non-Executive Director; Member	Yes	Yes	Yes	Yes
Mrs. Nidhi Kasliwal	Managing Director; Member	Yes	Yes	Yes	Yes

Directors' Report

- **HR Committee**

During the financial year 2021-2022, two meetings of the HR Committee were held as detailed below:

Name of Committee Members	Designation/ Category	Attendance of the members at the Committee Meetings	
		July 15, 2021	Jan 12, 2022
Mr. Ashish Kumar Gupta	Non-Executive Director; Chairman	Yes	Yes
Mr. Uma Shanker Singh	Non-Executive Director; Member	Yes	Yes
Mrs. Nidhi Kasliwal	Managing Director; Member	Yes	Yes

- **Corporate Social Responsibility Committee:**

Composition and Attendance

The Committee's Composition is in line with the requirements of section 135 of the Companies Act, 2013..

During the financial year 2021-22, four meeting of CSR committee was held as detailed below:

Name of Committee Members	Designation/ Category	Attendance of the members at the Committee Meetings			
		July 15, 2021	Sep 27, 2021	Jan 12, 2022	Mar 29, 2022
Mr. Ashish Kumar Gupta	Non-Executive Director; Chairman	Yes	Yes	Yes	Yes
Mr. Uma Shanker Singh	Non-Executive Director; Member	Yes	Yes	Yes	Yes
Mrs. Nidhi Kasliwal	Managing Director; Member	Yes	Yes	Yes	Yes

The Annual Report on CSR activities of the Financial Year 2021-22 with requisite details in the specified format as required under Companies (Corporate Social Responsibility Policy) Rules, 2014 is enclosed at Annexure-I and forms part of this Board's report. The CSR Policy of the company is enclosed in Annexure-II and form part of this report.

20. Risk Management and Control

The Company recognized that risk is an integral part of business and is committed to managing the risk in a proactive and efficient manner so the company has developed and implemented a risk management policy which identifies major risk which may threaten the existence of the Company. The same has been adopted by the Board. Risk mitigation process and measures have been also formulated and clearly spelled out in the Risk Management Policy.

The Company periodically assesses risks in the internal and external environment, along with the cost of treating risks and incorporates risk treatment plans in strategy, business and operational plans.

21. Board Evaluation

The provision of section 134(3) (p) relating to board evaluation is not applicable on the company.

22. Prevention, Prohibition and Redressal of Sexual Harassment at workplace.

In order to prevent sexual harassment of women at work place "The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013" was notified on December 09, 2013, under the said Act, every Company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any women employee.

In terms of the provisions of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at the Workplace.

Company has formed an "Internal Complaints Committee" for prevention and redressal of sexual harassment at workplace. The Committee is having requisite members and is chaired by a senior woman member of the organization. The following is a summary of sexual harassment complaints received and disposed of during the year 2021-22:-

Directors' Report

Details of Complaints

Number of complaints at the beginning of FY 2021-22	NIL
Number of complaints of sexual harassment received in the FY 2021-22	NIL
Number of complaints disposed off during the year to FY 2021-22	NIL
Number of complaints to be carried down to FY 2022-23	NIL
Number of complaints pending for more than ninety days	NIL

23. Particulars of Contracts or Arrangements with Related Parties.

During the financial year ended March 31, 2022, all transactions with the Related Parties as defined under section 188 the Companies Act, 2013 read with Rules framed there under were in the 'ordinary course of business' and 'at arm's length' basis.

During the year under review, your Company did not enter into any Related Party Transactions which require prior approval of the Members. All Related Party Transactions of your Company had prior approval of the Audit Committee and the Board of Directors. Subsequently, the Audit Committee and the Board have reviewed the Related Party Transactions on a periodic basis. During the year under review, there has been no materially significant Related Party Transactions having potential conflict with the interest of the Company.

Since all Related Party Transactions entered into by your Company were in the ordinary course of business and also on an arm's length basis, therefore details required to be provided in the prescribed Form AOC-2 is not applicable to the Company. Necessary disclosures required under the AS-18 have been made in the Notes to the Financial Statements for the year ended March 31, 2022.

24. Managerial Remuneration

None of the employees of the Company employed throughout the financial year 2021-22 were in receipt of remuneration in excess of the limits as prescribed under Section 197 of the Companies Act, 2013, read with Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence no particulars are required to be given.

25. Vigil Mechanism / Whistle Blower Policy

The Provisions of Vigil Mechanism under Section 177(9) and (10) of the Companies Act, 2013 are not applicable to the company.

26. Directors' Responsibility Statement

Pursuant to the requirements of Section 134(5) of the Companies Act, 2013 and to the best of their knowledge & belief and according to the information and explanations obtained, your Directors' state that:

(a) In the preparation of the annual financial statements for the year ended 31st March, 2022, the applicable accounting standards has been followed and proper explanations has been provided relating to material departures, if any;

(b) Such accounting policies has been selected and applied consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit and loss of the Company for the year ended on that date;

(c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) The annual financial statements have been prepared on a going concern basis; and

(e) Requisite internal financial controls were in place and that such financial controls were adequate and were operating effectively;

Directors' Report

27. Statement on Compliances of Applicable Secretarial Standards.

Pursuant to the approval given on 10 April 2015 by the Central Government to the Secretarial Standards specified by the Institute of Company Secretaries of India, the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) came into effect from 1 July 2015. The said standards were further amended w.e.f. 1 October 2017. The Company is in compliance with the same.

28. Status of Cases Filed Under Insolvency and Bankruptcy Code, 2016

Neither the company has made any application nor any other party has made any application under Insolvency and Bankruptcy Code, 2016 against the company during the financial year 2021-2022.

29. Other Disclosures

Other disclosures with respect to Board's Report as required under the Companies Act, 2013 and the Rules notified there under are either NIL or NOT APPLICABLE.

30. Acknowledgements and Appreciation

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the banks, Government authorities, customers, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executives, staff and workers.

FOR AND ON BEHALF OF BOARD OF DIRECTORS OF
KAMAL FINCAP PRIVATE LIMITED

Date:	Sd/-	Sd/-
07.07.2022	NIDHI KASLIWAL	ANSHUL KASLIWAL
Place: KOTA	(MANAGING DIRECTOR)	(DIRECTOR)
	(DIN: 02227201)	(DIN: 02906110)
	Add: H. No. 668, Pratap Nagar,	Add: H. No. 668, Pratap Nagar,
	Dadabari, Kota, Rajasthan	Dadabari, Kota, Rajasthan

Annual Report on CSR

Annexure-I to the Directors Report

1. Brief outline on CSR Policy of the Company: The Company has own CSR policies having constitution of CSR Committee, type of activities on which CSR fund can be spend by the Company.

2. The Composition of the CSR Committee as on 31st March, 2022 is as under:

Sr. No.	Name of Director	Designation / Nature of Directorship	No. of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during year
1	Mr. Ashish Kumar Gupta	Chairman, Non-Executive Director	4	4
2	Mr. Uma Singh Shanker	Member, Non Executive Director	4	4
3	Mrs. Nidhi Kasliwal	Member, Managing Director	4	4

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <http://www.kamalfincap.com>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014: Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
N.A.			

6. Average net profit of the company as per Section 135(5): Rs. 5,11,50,574/-

7.a. Two percent of average net profit of the company as per section 135(5): Rs. 10,23,011/-

b. Surplus arising out of the CSR projects or programs or activities of the previous financial years: NIL

c. Amount required to be set off for the financial year, if any: NIL

d. Total CSR obligation for the financial year (7a+7b-7c): Rs. 21,56,515/- (10,23,011 (budget of the year) + 11,33,504 (csr balance remain unspent in FY 2020-21 and carry forwarded in financial year 2021-22))

Annual Report on CSR

8.a. CSR amount spent or unspent for the financial year

Total Amount spent for the financial year (In Rs.)	Amount Unspent (in Rs)				
	Total amount transferred to unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under schedule VII as per second proviso to section 135(5)		
2021-22	Amount	Date of Transfer	Name of the fund	Amount	Date of Transfer
21,56,515	-	-	-	-	-

b. Details of CSR amount spent against ongoing projects for the financial year: Rs. 5,27,232/-

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the project	Item from the list of activities in Schedule VII	Local area (Yes/No)	Location of the project State District	Project Duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial year (in Rs.)	Amount transferred to unspent CSR Account for the project as per section 135(6) (in Rs.)	Mode of Implementation Direct (Yes/No)	Mode of Implementation Agency Name	CSR Registration Number
1.	Government School, Ghatol	Education	Yes	Rajasthan Bhilwara	3	577110/-	527232	NIL	Yes		

c. Details of CSR amount spent against other than ongoing projects for the financial year: 16,29,283/-

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the project	Item from the list of activities in Schedule VII	Local area (Yes/No)	Location of the project State District	Project Duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial year (in Rs.)	Amount transferred to unspent CSR Account for the project as per section 135(6) (in Rs.)	Mode of Implementation Direct (Yes/No)	Mode of Implementation Agency Name	CSR Registration Number
1.	Women & girl child education, livelihoods, health & Eradicating hunger	Eradicating hunger, promoting health care, Promoting education, vocational skills, livelihood training	YES	Focused in Rajasthan, and also at Punjab, Haryana, Madhya Pradesh, Maharashtra & Chhattisgarh Bhilwara, Chittor, Salumber, Tikamgarh, Jalgaon, Gwalior, Mansa, Panipat, Jakhal, Narwana, Arang, Kaithoon, Baran etc.	2	8,61,882/-	606272/-	NIL	Yes		
2	Donate to Giving Heart Foundation	Activities in respect of women health and Hygiene	YES	Section 8 company based at Kota, Rajasthan	One year	102301/-	102301/-	NIL	Yes		

d. Amount spent in Administrative Overheads: NIL

e. Amount spent on Impact Assessment, if applicable: NIL

f. Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 21,56,515/-

g. Excess amount for set off, if any: NIL

1. a. Details of Unspent CSR amount for the preceding three financial years: NIL

b. Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

2. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: NA

3. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): NA

**FOR AND ON BEHALF OF BOARD OF DIRECTORS OF
KAMAL FINCAP PRIVATE LIMITED**

Sd/-

Uma Singh Shanker
Non-Executive Director
(Member of CSR Committee)
DIN: 03205453

Sd/-

Ashish Kumar Gupta
Non-Executive Director
(Chairman of CSR Committee)
DIN: 01819088

CORPORATE SOCIAL RESPONSIBILITY POLICY

1. TITLE AND APPLICABILITY

- The document describes the Corporate Social Responsibility Policy (“CSR policy”) of M/s Kamal Fincap Pvt. Ltd. (“KFPL” or “the company”). It includes KFPL’s vision, mission and other relevant attributes of Corporate Social Responsibility.
- The CSR policy shall be guided by KFPL’s corporate philosophy of respect for the individual and the society at large.
- The CSR policy has been formulated in accordance with Section 135 of the Companies Act 2013 and the CSR Rules 2014 and the relevant amendments / notifications / circulars..
- The CSR policy shall apply to all CSR programs of KFPL

2. VISION AND MISSION

Kamal Fincap Private Limited is in the business of promoting of financial inclusion. The Company acts as Authorized Business Correspondents to multiple Banks and Non Banking Financial Companies in India.

KFPL is committed to build a sustainable business with strong social relevance and a commitment to inclusive growth and contribute to the society by supporting causes on various concerns including promoting education, promoting sports in rural areas, road safety, healthcare, environmental sustainability, and other Skill development activities.

In pursuance of our vision that KFPL desires to be a ‘Company which society wants to exist’, we are dedicated towards fulfilling the social objectives through various CSR activities. The Company shall make its endeavour to positively impact and influence the Society for its sustainable development.

3. PURPOSE

The Companies Act, 2013 has brought greater emphasis on CSR with rules that provide guidance on minimum CSR spend, focus areas, implementation mechanism and reporting to the shareholders of the company.

KFPL CSR Policy has been designed keeping in view the company’s business vision, its CSR vision and long-term social objectives that the company wants to achieve. KFPL CSR Policy has been created with the purpose to outline its CSR focus areas, review mechanism, execution process and reporting mechanism.

4. SCOPE

This Policy shall apply to all the Projects / Programmes undertaken as part of Company’s CSR activities and will be developed, reviewed and updated by reference to relevant codes of corporate governance.

5. RESPONSIBILITY OF THE BOARD OF DIRECTORS

The responsibility of the Board of Directors shall be as under:

- a) To approve the CSR Policy & disclose the contents of such policy in its report and also place it on the Company’s website;
- b) Ensure that the activities proposed in the CSR Policy are undertaken;
- c) Ensure that the company spends, in every financial year, at least 2% of average net profits of the company made during the 3 immediately preceding financial years, as required under Section 135 of the Companies Act, 2013 & Rules made thereunder;
- d) If company fails to spend the sum as mentioned above, then the Board shall, in its Report specify the reasons for not spending the amount

6. GOVERNANCE STRUCTURE

6.1 Constitution of CSR Committee

A Corporate Social Responsibility Committee (“the CSR Committee”) has been constituted by the Board of Directors to oversee the CSR agenda of the Company. The committee has been formed as per the requirements of Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014.

As per Section 135 of the Companies Act 2013, every company having

- (a) Net worth of Rs.500 crores or more; or
- (b) Turnover of Rs.1,000 crores or more; or
- (c) Net profit of Rs.5 crores or more, during any financial year,

CORPORATE SOCIAL RESPONSIBILITY POLICY

is required to spend at least 2% of its average net profit for the directly preceding three financial years on Corporate Social Responsibility (CSR) activities.

For this Purpose, 'Average Net Profit' shall be calculated in accordance with the provisions of section 198 of the Companies Act 2013 after deducting there from the dividends that may be received from the Companies in India which are covered under and complying with the provisions of section 135 of the Companies Act 2013.

The Company shall use the CSR capacities of its own personnel in executing the CSR activities and also effectively monitoring the same but such CSR expenditure shall not exceed 5% of total CSR expenditure of the Company in one financial year.

The Board of Directors shall be empowered to take decision for making or effecting changes in the constitution of the CSR Committee.

The composition of CSR Committee shall be disclosed in the Board of Directors' Report.

6.2 Responsibilities of the CSR Committee

- a) To formulate & recommend to the Board of Directors, a CSR Policy indicating the activities to be undertaken as specified in Schedule VII of the Companies Act, 2013 and modify / amend the same as required;
- b) To review and approve annual budgets with respect to CSR programs;
- c) To develop and institutionalize a CSR reporting mechanism in light with Section 135, Rule 8 of the Companies Act 2013;
- d) To ensure that KFPL corporate website displays the approved CSR policy of the company
- e) To monitor the CSR Policy, Projects and Programs from time to time.

6.3 Meetings of CSR Committee

The CSR Committee shall meet at least twice in a year. The meeting shall be held either at the registered office of the company or any other place, as may be decided by the members.

Physical presence of a minimum of two members of the committee shall constitute the quorum.

6.4 Notice of Meeting

At least three days advance notice of every meeting, specifying the day, place and timing of Meeting and the general nature of the business to be transacted there at shall be given to the members. In urgency, a meeting may be convened by shorter notice.

7. AREAS OF CSR ACTIVITIES

The Company is hereby devoted to direct its CSR resources, to a reasonable extent, for improving the quality of life of the people by focusing on the social causes, including but not limited to the following areas:

- a) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently-abled and livelihood enhancement projects;
- b) Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation, including contribution to the Swacch Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water;
- c) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- d) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water, including contribution to the Clean Ganga Fundset-up by the Central Government for rejuvenation of river Ganga;

CORPORATE SOCIAL RESPONSIBILITY POLICY

- e) Measures for the benefit of armed forces veterans, war widows and their dependents; Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows
- f) Training to promote rural sports, nationally recognized sports, Paralympic sports and Olympic sports;
- g) Contribution to the Prime Minister's National Relief Fund or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, and other backward classes, minorities and women;
- h) (i) Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and
(ii) Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organisation (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).
- i) Rural Development Projects;
- j) Slum area development;
- k) Disaster management, including relief, rehabilitation and reconstruction activities.

l) Activities related to promotion of road safety as suggested vide General Circular No. 21/2014 dated 18.06.2014 issued by Ministry of Corporate Affairs

Explanation- For the purposes of this item, the term slum area shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.

The Above list is illustrative not exhaustive. All activities under the CSR activities should be environment friendly and socially acceptable to the local people and Society and comes under the purview of Schedule VII of Companies Act, 2013 and rules made thereunder, amended from time to time.

EXCLUSIONS:

Following activities shall be excluded from the CSR expenditure of KFPL:

- a) Activities which are exclusively for the benefit of employees of the company or their family members;
- b) Activities undertaken in pursuance of normal course of business of the Company;
- c) Direct or indirect contribution to political parties;
- d) Expenditure on item/s not in conformity with Schedule VII of the Companies Act 2013;
- e) Surplus arising out of CSR projects shall not form part of the business profits of Company instead the same will be further used for CSR purposes only.

8. MODALITIES FOR IMPLEMENTATION FOR CSR PROJECTS / PROGRAMMES

The Company shall undertake its CSR activities either directly or through a Registered Trust or through a Registered Society or established another company under section 8 of the Companies Act 2013 or even collaborate with other entities.

CORPORATE SOCIAL RESPONSIBILITY POLICY

9. GEOGRAPHIES AND BENEFICIARIES

9.1 Geographies

KFPL will give preference to the local areas around its operations for spending the amount earmarked for CSR activities. KFPL operations are mainly concentrated in the following areas:

- State of Rajasthan
- State of Madhya Pradesh
- State of Punjab
- State of Haryana
- KFPL may undertake CSR activities in any other area in India as may be decided, from time to time

9.2 Beneficiaries

The beneficiaries of KFPL's CSR programs may be the following categories of people:

- Children/students
- Women
- Weaker sections of the society
- Others – society at large

10. IMPLEMENTATION MECHANISM

The company may conduct / implement CSR programs by itself and/or through registered trusts, societies and / or Non profit organisations under section 8 of the Companies Act 2013 (previously section 25 of Companies Act 1956) with an established track record of at least three years in carrying on activities in the related area/s or as suggested by Ministry of Corporate Affairs vide circulars/notifications.

The company may collaborate or pool resources with other companies to undertake CSR activities and any expenditure incurred on such collaborative efforts would qualify for computing the CSR spending.

The progress will be reported to the CSR Committee during the committee meetings. The progress on CSR programs undertaken by the Company will be reported in the Annual Report in the format prescribed by the CSR Rules 2014.

Format for Annual Report

The Annual Report							
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR Project or activity identified	Sector in which the project is covered	Projects or programmes 1. Local area or other 2. Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programme wise	Amount spent on the projects or programmes Sub heads: 1. Direct expenditure on projects or programmes 2. Overhead	Cumulative expenditure upto the reporting period	Amount spent Direct or through implementing agency
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
Total							

11. MONITORING AND REPORTING OF CSR ACTIVITIES

The KFPL CSR team shall be responsible for day to day management of CSR related activities of the company. The team shall periodically report to the CSR committee regarding the financial and programmatic progress of CSR projects.

All projects undertaken by KFPL shall be monitored on a regular basis. On-site monitoring would also be undertaken at least once a year to ensure on-track implementation.

The CSR team shall be empowered to appoint an external third party to monitor / review / audit the progress (financial and programmatic) of the CSR projects.

12. EFFECTIVE DATE

The CSR Policy shall be effective from the date of its approval by the Board of Directors in their meeting held on dated 16th December, 2019. Provided, however, that all the acts done in pursuance of the earlier CSR Policy shall stand ratified and covered under this policy.

13. AMENDMENTS TO THE CSR POLICY

CSR Policy may be updated to align it with the changing requirement or changes in the legal and regulatory framework. Any revision in the Policy shall be approved by the Board of Directors.

Independent Auditors' Report

To
The Members of
Kamal Fincap Private Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Kamal Fincap Private Limited (herein after referred as “the Company”), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “the standalone financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 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, 2022, 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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Other Information

The Company’s Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board’s Report including Annexures to Board’s Report, Business Responsibility Report, Corporate Governance and Shareholder’s Information, but does not include the standalone financial statements and our auditor’s report thereon.

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

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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management’s and Board of Director’s Responsibility for the Standalone Financial Statements

The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit / loss and other comprehensive income,

Independent Auditors' Report

changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the 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.

Independent Auditors' Report

- 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.

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. (A) As required by Section 143(3) of the Act, based on our audit we report that:

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

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

c) The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the standalone statement of changes in equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the 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 March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

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

B) 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:

a) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

Independent Auditors' Report

b) 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.

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

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

Date: 07.07.2022

Place: New Delhi

For N S B & Associates
Chartered Accountants
Firm's Reg. No.-023043N

Sd/-

Nandan S. Bisht
Partner

Membership No.: 099805

UDIN: RefNo. 21099805AAAALF6018-KFC

ANNEXURE "A" (Referred to in Paragraph 1(f) under the heading of "Report on other legal and regulatory requirements" of our report of to the Member of Kamal Fincap Private Limited 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 Kamal Fincap Private Limited ("the Company") as of 31st March 2022 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 Board of Directors of the Company 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 ('ICAI').

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Independent Auditors' Report

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

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.

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 31March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Date: 07.07.2022

Place: New Delhi

For N S B & Associates
Chartered Accountants
Firm Reg. No.: 023043N

Sd/-

Nandan S. Bisht

Partner

Membership No. 099805

Independent Auditors' Report

ANNEXURE “B”(Referred to in Paragraph 2 under the heading of “Report on other legal and regulatory requirements” of our report of to the Member of Kamal Fincap Private Limited of even date),

(i) Property, Plant & Equipments

(a) (A) whether the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

(B) whether the company is maintaining proper records showing full particulars of intangible assets;

(b) whether these Property, Plant and Equipment have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;

(c) whether the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company, if not, provide the details thereof in the format below:-

Description of property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in name of company*
-	-	-	-	-	*also indicate If in dispute

(d) whether the company has revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year and, if so, whether the revaluation is based on the valuation by a Registered Valuer; specify the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets;

(e) whether any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, if so, whether the company has appropriately disclosed the details in its financial statements;

Remarks:

(a)The Company has maintained proper records showing full particulars, including quantitative details and situation of the Property, Plant and Equipment.

(b)Property, Plant and Equipment have been physically verified by the management during the year.

(c)The Company has no immovable property.

(d)The Company has not revalued Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

(e)No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules.

Independent Auditors' Report

(ii) Inventory

(a) whether physical verification of inventory has been conducted at reasonable intervals by the management and whether, in the opinion of the auditor, the coverage and procedure of such verification by the management is appropriate; whether any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of account;

whether during any point of time of the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets; whether the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company, if not, give details;

Remarks:

The company's business does not involve inventories and, accordingly, the requirement therefore sub-clauses (a) and (b) of the order are not applicable to the company.

(iii) Loans and Advances to any other entity

whether during the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, if so,-

(a) whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans], if so, indicate-

(A) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates;

((B) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates;

(b) whether the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;

(c) in respect of loans and advances in the nature of loans, whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;

(d) if the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;

(e) whether any loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or (a) fresh loans granted to settle the overdues of existing loans given to the same parties, if so, specify the aggregate amount of such dues renewed or extended or settled by fresh loans and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year [not applicable to companies whose principal business is to give loans];

(f) whether the company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, if so, specify the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;

Independent Auditors' Report

Remarks:

According to the information and explanations given to us, the Company has not provided advances in the nature of loans, or stood guarantee, or provided security to any other entity

(iv) Investment/ guarantees u/s 185

in respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied with, if not, provide the details thereof;

Remarks:

In our opinion and according to the information and explanation given to us, the company has not granted any loans, Secured or unsecured, investments, guarantees, and security to companies, firm or other parties covered in the registered maintained under section 301 of the Act. Accordingly, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with in respect of loans, investments, guarantees, and security.

(v) Deposits:

in respect of deposits accepted by the company or amounts which are deemed to be deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied with, if not, the nature of such contraventions be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not;

Remarks: In our opinion and according to the information and explanation given to us by the company, the company has not accepted any deposits from the public and so the directions issued by the Reserve Bank of India and the provisions of the Act and rules framed there under are not applicable. As informed to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

(vi) Cost records:

whether maintenance of cost records has been specified by the Central Government under subsection (1) of section 148 of the Companies Act and whether such accounts and records have been so made and maintained;

Remarks:

As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.

(vii) Statutory Liabilities:

(a) whether the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;

(b) where statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned (a mere representation to the concerned

Remarks:

(a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including, Investor Education and Protection Fund, Income-tax, Tax Collected at Source, Professional Tax, Goods and Services Tax, Sales Tax, Value Added Tax (VAT), Wealth Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it, with the appropriate authorities.

Independent Auditors' Report

(b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, Sales Tax, VAT, Cess and other material statutory dues.

(viii) Transactions not records in books of accounts:

whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year;

Remarks:

In our opinion and according to the information and explanation given to us by the company, all transactions have been recorded in the books of account or disclosed all the income.

(ix) Defaults in repayments of loans:

(a) whether the company has defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, if yes, the period and the amount of default to be reported as per the format below:-

Nature of borrowing, including debt securities	Name of lender*	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any

(b) whether the company is a declared wilful defaulter by any bank or financial institution or other lender;

(c) whether term loans were applied for the purpose for which the loans were obtained; if not, the amount of loan so diverted and the purpose for which it is used may be reported;

(d) whether funds raised on short term basis have been utilised for long term purposes, if yes, the nature and amount to be indicated;

(e) whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case;

(f) whether the company has raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if the company has defaulted in repayment of such loans raised;

Remarks:

(a) According to the information and explanation given to us by the company, the company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

(b) In our opinion and according to the information and explanation given to us by the company, the company is not declared wilful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanation given to us by the company, the company have (a)applied the term loan for the purpose for which the loans were obtained.

(d) No funds raised on short term basis have been utilised for long term purposes

(e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures

(f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies

Independent Auditors' Report

(x) Money raised by way of Initial public offers:

(a) whether moneys raised by way of initial public offer or further public offer (including debt instruments) during the year were applied for the purposes for which those are raised, if not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;

(b) whether the company has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and if so, whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised, if not, provide details in respect of amount involved and nature of non-compliance;

Remarks:

(a) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year.

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year

(xi) Fraud Transactions:

(a) whether any fraud by the company or any fraud on the company has been noticed or reported during the year, if yes, the nature and the amount involved is to be indicated;

(b) whether any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

(c) whether the auditor has considered whistle-blower complaints, if any, received during the year by the company;

Remarks:

(a)The company has not noticed or reported any fraud during the year.

(b)No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014

(c)No whistle-blower complaints received during the year by the company

(xii) Nidhi Companies:

(a)whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;

(b)whether the Nidhi Company is maintaining ten per cent. unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;

(c)whether there has been any default in payment of interest on deposits or repayment thereof for any period and if so, the details thereof;

Remarks:

The company is not a nidhi company, clause (xii) not applicable.

(xiii) Related party transactions:

whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;

Remarks:

In our opinion and according to the information and explanation given to us by the company, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act and the details have been disclosed in the financial statements.

Independent Auditors' Report

(xiv) Internal audit system:

(a) whether the company has an internal audit system commensurate with the size and nature of its business;

(b) whether the reports of the Internal Auditors for the period under audit were considered by the statutory auditor;

Remarks:

(a) The company has an internal audit system commensurate with the size and nature of its business

(b) The reports of the Internal Auditors for the period under audit were considered by us.

(xv) Non- cash transactions:

whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act have been complied with;

Remarks:

The company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) Company registered under section 451A of RBI Act:

(a) whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) and if so, whether the registration has been obtained;

(b) whether the company has conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;

(c) whether the company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, if so, whether it continues to fulfil the criteria of a CIC, and in case the company is an exempted or unregistered CIC, whether it continues to fulfil such criteria;

(d) whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group;

Remarks:

(a) The Company is not registered under section 45-IA of the Reserve Bank of India Act, 1934

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934

(c) The company is not a Core Investment Company (CIC) (a) as defined in the regulations made by the Reserve Bank of India

(d) Not applicable.

(xvii) Loss making Company:

whether the company has incurred cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses;

Remarks:

The company has not incurred cash losses in the financial year and in the immediately preceding financial year

(xviii) Resignation of statutory auditors:

whether there has been any resignation of the statutory auditors during the year, if so, whether the auditor has taken into consideration the issues, objections or concerns raised by the outgoing auditors;

Remarks:

There has been no resignation of the statutory auditors during the year

Independent Auditors' Report

(xix) Uncertainty exists:

on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, whether the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;

Remarks:

In our opinion, no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) Transfer of Unspent amount:

(a) whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;

(b) whether any amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;

Remarks:

(a) The company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act

(b) Amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act

*As on 31st March, 2022 No CSR amount remaining for transfer to special account.

(xxi) Any Qualification or Adverse Comments:

Whether there have been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualifications or adverse remarks.

Remarks:

No qualifications or adverse remarks

Date: 07.07.2022

Place: New Delhi

For N S B & Associates
Chartered Accountants
Firm Reg. No.: 023043N

Sd/-

Nandan S. Bisht
Partner

Membership No. 099805

Audited Financial Statements

Audited Balance Sheet



Kamal Fincap Private Limited

(Amount in Rupees unless otherwise stated)

Balance Sheet as at	Notes	31-Mar-22	31-Mar-21
Equity and liabilities			
Shareholder's funds			
Share capital	1	62,885,730	62,885,730
Reserves and surplus	2	159,108,341	157,216,688
Money received against share warrants			
Non-current liabilities			
Long-term borrowings	3	132,116,868	85,603,145
Other Long Term Liabilities		-	-
Current liabilities			
Short-term borrowings		-	-
Other current liabilities	4	83,386,752	93,449,186
Short-term provisions	5	1,142,342	3,397,309
TOTAL		438,640,033	402,552,058

ASSETS

Non-current assets

Property Plant & Equipment and Intangible Assets

(i) Property, Plant and Equipment	6	6,745,503	9,712,161
(ii) Intangible Assets	6	-	-
(iii) Capital work-in-progress	7	-	-
(iv) Intangible assets under Development	8	-	-

Long-term loans and advances	9	40,000	40,000
Non-current investment	10	-	16,430,743
Deferred tax assets (net)		1,453,778	1,153,152
Other Non-Current Assets		-	-

Current assets

Current Investments		-	-
Inventories		-	-
Trade Receivables		268,298	219,467
Cash and cash equivalents	11	112,096,939	84,058,547
Short-term loans and advances	9	21,571,111	14,209,913
Other current assets	12	296,464,404	276,728,075

TOTAL		438,640,033	402,552,058
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Summary of significant accounting policies 13

The accompanying notes are an integral part of the financial statement

As per our report of even date

For N S B & ASSOCIATES

Chartered Accountants

FRN : 023043N

Nandan S. Bisht
Partner
Membership No. 099805



For and on behalf of the Board of Directors of
Kamal Fincap Private Limited

ANSHUL KASLIWAL
Director
DIN : 02906110

NIDHI KASLIWAL
Director
DIN : 02227201

SIMRANJEET KAUR
Company Secretary
M. No. A36242

Place: New Delhi
Date: July 07, 2022

Audited Statements of Profit & Loss



(Amount in Rupees unless otherwise stated)

Statement of profit and loss for the year ended	Notes	31-Mar-22	31-Mar-21
Income			
Revenue from operations	14	397,356,558	357,425,084
Other income	15	21,795,294	21,841,226
Total revenue (I)		419,151,852	379,266,310
Expenses			
Employee benefit expense	16	240,125,439	204,718,131
Finance costs	17	10,497,010	8,960,250
Other expenses	18	161,945,984	151,804,847
Depreciation and amortisation expenses	6	3,850,050	5,078,804
Total expenses (II)		416,418,483	370,562,032
Profit / (Loss) Before prior period adjustments & tax		2,733,369	8,704,278
Prior period adjustments			
		-	-
Profit before tax (III) = (I)-(II)		2,733,369	8,704,278
Tax expense			
Current tax		543,842	2,798,809
Income tax relating to earlier years		-	-
Deferred tax		300,626	427,914
Total tax expense (IV)		243,216	2,370,895
Profit/(loss) after tax (III)-(IV)		2,490,153	6,333,383
APPROPRIATION			
Profit brought forward from the previous years		-	-
Available for appropriation		2,490,153	6,333,383
Transfer to:		-	-
Statutory reserve		-	-
General reserve		-	-
Balance carried to balance sheet		2,490,153	6,333,383
Earnings per equity share			
[Nominal value of share Rs.10 (March 31, 2021: Rs.10)]			
Basic (Computed on the basis of total profit for the year)		0.44	1.11
Diluted (Computed on the basis of total profit for the year)		0.44	1.11

Summary of significant accounting Policies 13

The accompanying notes are an integral part of the financial statement

As per our report of even date

For N S B & ASSOCIATES

Chartered Accountants

FRN : 023043N

Nandan S. Bisht
Partner
Membership No. 099805



For and on behalf of the Board of Directors of
Kamal Fincap Private Limited

ANSHUL KASLIWAL
Director
DIN : 02906110

NIDHI KASLIWAL
Director
DIN : 02227201

SIMRANJEET KAUR
Company Secretary
M. No. A36242

Place: New Delhi
Date: July 07, 2022

Audited Financial Statements for the year ended March 31, 2022

Audited Financial Statements

Statements of Cash Flow

Notes To Financial Statements



(Amount in ₹)

Cash Flow Statement for the Year Ended	31-Mar-22	31-Mar-21
A) Cash Flow from Operating Activities		
Net Profit before Tax	2,733,369	8,704,278
Adjustments For :		
Depreciation	3,850,050	5,078,802
interest and financing charges	10,497,010	8,960,250
interest income	(14,148,589)	(17,851,632)
Profit on Sale of Mutual fund	(389,619)	(2,171,656)
Proposed Dividend	598,500	598,500
Total of adjustments	407,353	(5,385,735)
Operating profit before working capital changes	3,140,722	3,318,542
Adjustment for changes in working capital		
(Increase)/decrease in Trade Receivables	(48,833)	(152,844)
(Increase)/decrease in Short Term Loans and Advances	(7,361,198)	4,448,419
Increase/(decrease) in Other Current Assets,	(35,994,275)	(5,092,674)
Increase/(decrease) other current and Non current Liabilities	(12,317,401)	41,891,929
	(55,721,707)	41,094,831
Cash generated form Operations	(52,580,985)	44,413,373
Tax paid(including TDS) (net)	1,142,342	3,397,309
Net Cash from/(used in) Operating Activities (A)	(53,723,327)	41,016,064
B) Cash Flow from investing Activities		
Purchase of fixed Assets & intangible Assets	(883,392)	(3,505,167)
Investment in Mutual Funds	16,430,743	9,605,000
Investment in Fixed Deposits	16,257,947	(36,298,198)
Interest Income	14,148,589	17,851,632
Profit on Sale of Mutual fund	389,619	2,171,656
Net Cash from/(used in) investing Activities (B)	46,343,505	(10,175,077)
C) Cash Flow from financing Activities		
proceeds from Security Premium	-	-
Proposed Dividend	(598,500)	(598,500)
proceeds from long term borrowings	46,513,723	12,465,928
proceeds from short Term Borrowings	-	-
proceeds of Share Capital	-	-
Payment of interest and financing charges	(10,497,010)	(8,960,250)
Net Cash from/(used in) Financing Activities (C)	35,418,213	2,907,178
Net increase/(Decrease) in cash and cash equivalents (A+B+C)	28,038,392	33,748,164
Cash and cash equivalents at the beginning	84,058,548	50,310,383
Cash and cash equivalents at the end	112,096,939	84,058,548

Notes to cash flow statements for the year ended march 31,2020:

1. Cash and cash Equivalents include the following balance Sheet amounts

Cash on hand	1,736,343	1,111,813
Balances with banks	-	-
in Current Account	108,606,316	82,946,734
in BCBO	1,754,280	-
	112,096,939	84,058,547

NOTES

1. The above cash flow statements has been prepared under the indirect method as set out in Accounting Standard 3 on Cash Flow Statement.

For N S B & ASSOCIATES

Chartered Accountants

FRN : 023043N



Nandun S. Bisht
Partner
Membership No. 099805

For and on behalf of the Board of Directors of Kamal Fincap Private Limited

ANSHUL KASLIWAL
Director
DIN : 02906110

NIDHI KASLIWAL
Director
DIN : 02227201

SIMIRANJEET KAUR
Company Secretary
M. No. A36242

Place: New Delhi
Date: July 07, 2022

Audited Financial Statements for the year ended March 31, 2022



(Amount in Rupees unless otherwise stated)

Notes to financial statements for the year ended	31-Mar-22	31-Mar-21
Note 1: Share capital		
Authorised:		
144,30,000 Equity Shares of Rs.10/- Each (Previous Year : 14,430,000 Equity Shares of Rs.10/- Each)	144,300,000	144,300,000
57,000 Preference Shares Of Rs.100/- Each (Previous Year : 57,000 Preference Shares Of Rs.100/- Each)	5,700,000	5,700,000
	150,000,000	150,000,000
Issued and subscribed:		
-Issued, Subscribed and Paid up		
57,18,573 Equity Shares of Rs. 10/- each fully paid-up. (Previous Year : 57,18,573 Equity Shares of Rs. 10/- each)	57,185,730	57,185,730
57,000, 10.50 % Non Cumulative Non Convertible Redeemable preference shares of Rs. 100/- each fully-up. (Previous Year : 57,000 preference shares of Rs. 100/- each)	5,700,000	5,700,000
Subscribed but not fully Paid up		
Equity Shares	-	-
Total issued, subscribed, fully paid-up equity and preference share capital	62,885,730	62,885,730

a.) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Particulars	31-Mar-22		31-Mar-21	
	No. of Shares	(Rupees)	No. of Shares	(Rupees)
EQUITY SHARE CAPITAL				
Opening Share Capital - Equity	5,718,573	57,185,730	5,718,573	57,185,730
Add: Equity Shares issued During the year	-	-	-	-
Add: Preference Shares Converted into Equity Shares during the year	-	-	-	-
Total	5,718,573	57,185,730	5,718,573	57,185,730
Less: Buy back of Shares	-	-	-	-
Closing Share Capital	5,718,573	57,185,730	5,718,573	57,185,730
PREFERENCE SHARE CAPITAL				
Opening Share Capital - Preference	57,000	5,700,000	57,000	5,700,000
Add: Preference Shares issued During the year	-	-	-	-
Total	57,000	5,700,000	57,000	5,700,000
Less: Converted to Equity Shares during the year	-	-	-	-
Closing Share Capital	57,000	5,700,000	57,000	5,700,000

b.) Details of shareholders holding more than 5% shares in the company

Particulars	31-Mar-22		31-Mar-21	
	No. of Shares	% holding	No. of Shares	% holding
Anshul Kasliwal	1,929,427	33.74%	2,669,970	46.69%
Manju Kasliwal	2,630,543	46.00%	1,890,000	33.05%
Nidhi Kasliwal	1,088,601	19.04%	945,744	16.54%
Deshnidhi Kasliwal	-	0.00%	-	0.00%
Other Holding less than 5%	70,002	1.22%	212,859	3.72%
Total Shareholdings	5,718,573	100.00%	5,718,573	100.00%

c.) The Details of Share held by holding company or ultimate holding company

Particulars	31-Mar-22		31-Mar-21	
	Number	% held	Number	% held
Not Applicable	-	0.00%	-	0.00%

d.) The Details of shares allotted without cash consideration, bonus shares issued and bought back

Particulars	31-Mar-22		31-Mar-21	
	Number	% held	Number	% held
A) Equity Shares				
i) Fully paid for consideration other than cash	-	0.00%	-	0.00%
ii) Bonus shares issued	-	0.00%	-	0.00%
iii) shares bought back	-	0.00%	-	0.00%
A) Preference Shares				
i) Fully paid for consideration other than cash	-	0.00%	-	0.00%
ii) Bonus shares issued	-	0.00%	-	0.00%
iii) shares bought back	-	0.00%	-	0.00%

Audited Financial Statements

Notes To Financial Statements



Notes to financial statements for the year ended (Amount in Rupees unless otherwise stated)
31-Mar-22 31-Mar-21

e.) The Details of Shares held by promoters

Particulars	31-Mar-22		31-Mar-21	
	Number	% held	Number	% held
Nidhi Kasiwal	10,88,601	19.04%	9,45,744	16.54%
Anshul Kasiwal	19,29,427	33.74%	26,69,970	46.69%
Manju Kasiwal	26,30,543	46.00%	18,90,000	33.05%

f.) Terms/rights attached to ordinary shares

The Company has issued only one class of ordinary shares having a par value of Rs.10/- per share. Each holder of ordinary shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of ordinary shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of ordinary shares held by the shareholders.

g.) Shares reserved for issue under option

The Company has not reserved shares for issue under option and contracts/commitments for the sale of shares/ disinvestments.

h.) During the period of five years immediately preceding the date of Balance sheet -

- The Company has not allotted shares as fully paid pursuant to contract(s) without payment being received in cash.
- The Company has not allotted shares as fully paid by way of bonus shares.
- The Company has not bought back any share.
- The Company has not issued any security which is convertible into equity/preference shares.
- There is no unpaid calls and forfeited shares.

Note 2 : Reserve and surplus

Particulars	31-03-2022	31-03-2021
a. General Reserves		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
b. Special Statutory Reserve		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
c. Security Premium		
Opening Balance	15,014,325	15,014,325
Add-Security Premium received during the year	-	-
Closing balance	15,014,325	15,014,325
d. Surplus		
Opening balance	142,202,363	136,467,481
(+) Net Profit/(Net Loss) For the current year	2,490,153	6,333,382
(+) Transfer from Reserves	-	-
(-) Proposed Dividends	598,500	598,500
(-) Tax on Dividend	-	-
(-) Interim Dividends	-	-
(-) Transfer to Reserves	-	-
Closing Balance	144,094,016	142,202,363
Total	159,108,341	157,216,688



(Amount in Rupees unless otherwise stated)

Notes to financial statements for the year ended (Amount in Rupees unless otherwise stated)
31-Mar-22 31-Mar-21 31-Mar-22 31-Mar-21

Note 3: Long-term borrowings

Notes to financial statements for the year ended	Non-Current Maturities		Current Maturities	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Secured Loans				
-From UCO Bank	-	47,053,145	-	-
-UCO MSMe Loan	-	8,600,000	-	-
-Union Bank of India	89,521,817	-	-	-
-ICICI Bank	95,051	-	-	-
Unsecured Loans				
From Directors and their relatives*	42,500,000	29,950,000	-	-
From Others**	-	-	-	-
Total	132,116,868	85,603,145	-	-

Terms and conditions:-

*Loans from Directors and their relatives

- Shweta Rajghia-This is unsecured loan taken at interest @ 15% p.a with monthly repayment.
Zakir Hussain-This is unsecured loan taken at interest @ 12% p.a with monthly repayment.
Pradeep Kumar Rajghia-This is unsecured loan taken at interest @ 12% p.a with quarterly repayment.
Nidhi Kasiwal-This is unsecured loan taken at interest @ 12% p.a with quarterly repayment.

**Loans from others

- Union Bank of India- (i) This is secured loan taken at interest @ 9.05% p.a with 131 EMI (Loan Amount-8.34 Cr).
(ii) This is secured loan taken at interest @ 7.50% p.a with 131 EMI (Loan Amount-0.80 Cr).

Note 4: Other current liabilities

Expenses and other payable	-	-	4,064,907	41,978,796
Employee benefit payable	-	-	8,106,353	8,083,365
Statutory dues payable	-	-	8,674,298	5,473,374
CSR Payable	-	-	-	1,133,504
DHFL	-	-	-	609,557
Collection & Disbursement Due	-	-	62,541,194	35,844,855
HDFC Car Loan	-	-	-	325,735
Total	-	-	83,386,752	93,449,186

Note 5: Short-term provisions

Provision for income tax	-	-	543,842	2,798,809
Proposed Dividend on Preference Shares	-	-	598,500	598,500
Corporate Dividend Distribution Tax	-	-	-	-
Total	-	-	1,142,342	3,397,309

Note 7: Capital-Work-in Progress (CWIP)

Particulars	Amount in CWIP for a period of			
	<1 Year	1-2 Year	2-3 Year	>3 Year
a) Projects in progress	-	-	-	-
b) Projects temporarily suspended	-	-	-	-
Total	-	-	-	-

CWIP completion schedule

Particulars	To be completed in			
	<1 Year	1-2 Year	2-3 Year	>3 Year
a) Project 1	-	-	-	-
b) Project 2	-	-	-	-
Total	-	-	-	-

Note 8: Intangible Assets under Development

Particulars	Amount in CWIP for a period of			
	<1 Year	1-2 Year	2-3 Year	>3 Year
a) Projects in progress	-	-	-	-
b) Projects temporarily suspended	-	-	-	-
Total	-	-	-	-

Intangible assets under development completion schedule

Particulars	To be completed in			
	<1 Year	1-2 Year	2-3 Year	>3 Year
a) Project 1	-	-	-	-
b) Project 2	-	-	-	-
Total	-	-	-	-



Notes To Financial Statements



Note 6: Property, Plant & Equipments
Depreciation as per Companies Act, 2013

(Amount in Rupees unless otherwise stated)

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As At April 1, 2021	Additions	Deletions	As At March 31, 2022	As At April 1, 2021	For the Year	Deletions	Total	As At March 31, 2022	As at March 31, 2021
i) Property, Plant and Equipment										
Furniture and Fixtures	82,73,308	4,46,967	-	87,20,275	33,08,312	13,22,956	-	46,31,269	40,89,006	49,64,996
Computers and Peripherals	81,05,124	3,29,713	-	84,34,837	57,75,809	15,17,933	-	72,93,742	11,41,095	23,29,315
Office Equipments	46,09,318	1,09,712	3,000	47,16,030	29,11,379	7,81,869	-	36,93,248	10,22,782	16,97,939
Activa Scooter	60,440	-	-	60,440	45,922	3,759	-	49,680	10,760	14,518
Mobile	34,822	-	-	34,822	24,680	6,406	-	31,086	3,736	10,142
Car ZEEP	17,32,500	-	-	17,32,500	10,37,250	2,17,126	-	12,54,377	4,78,123	6,95,250
ii) Intangible assets										
Goodwill	-	-	-	-	-	-	-	-	-	-
Brand/Trademarks	-	-	-	-	-	-	-	-	-	-
TOTAL	2,28,15,512	8,86,392	3,000	2,36,98,904	1,31,03,351	38,50,050	-	1,69,53,401	67,45,503	97,12,161

As per our report of even date
For N S B & ASSOCIATES
Chartered Accountants
FRN : 023043N

Sd/-
Nandan S. Bisht
 Partner
 Membership No. 099805

For and on behalf of the Board of Directors of Kamal Fincap Private Limited

Sd/-
ANSHUL KASLIWAL
 Director
 DIN : 02906110

Sd/-
NIDHI KASLIWAL
 Director
 DIN : 02227201

sd/-
SIMRANJEET KAUR
 Company Secretary
 M. No. A36242

Place: New Delhi
 Date: 07.07.2022

Audited Financial Statements

Notes To Financial Statements



(Amount in Rupees unless otherwise stated)

Notes to financial statements for the year ended	Non-Current		Current	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Note 9: Loans and Advances				
A. Security deposits				
Security Deposit With DFHL	40,000	40,000	-	-
Total (A)	40,000	40,000	-	-
B. Advances recoverable in cash or kind				
Unsecured, considered good	-	-	-	-
Total (B)	-	-	-	-
C. Other loans and advances				
Advance against members' death claims	-	-	-	-
Advance income tax and TDS	-	-	21,571,111	14,209,913
Total (C)	-	-	21,571,111	14,209,913
Total (A+B+C=)	40,000	40,000	21,571,111	14,209,913
Note 10: Investment				
Investment in Mutual Funds	-	16,430,743	-	-
2500 Shares of Kamal Auto Finance Ltd (Previous Year 2500 Shares @10 each)	-	-	-	-
Total (A+B+C+D)	-	16,430,743	-	-
Note 11: Cash and bank balances				
Cash and cash equivalents				
Balance with bank - in current account	-	-	108,606,316	82,946,734
Balance with bank - BCBO	-	-	1,754,280	-
Cash in hand	-	-	1,736,343	1,111,813
Total (A)	-	-	112,096,939	84,058,547
Other bank balances				
Fixed deposits	-	-	-	-
Total (B)	-	-	-	-
Amount disclosed under non-current assets (note 10)				
Total (A+B+C)	-	-	112,096,939	84,058,547
Note 12: Other Current Assets				
Fixed deposits	-	-	243,179,304	259,437,251
Commission Receivable	-	-	4,863,087	8,714,141
Other Receivable	-	-	45,687,976	8,379,713
Interest accrued on Fixed Deposits	-	-	2,127,466	677,160
Prepaid Insurance	-	-	383,688	113,964
Staff Advance against salary	-	-	222,883	(594,154)
Total	-	-	296,464,404	276,728,075



Audited Financial Statements for the year ended March 31, 2022



(Amount in Rupees unless otherwise stated)

Notes to Financial statements for the year ended	31-Mar-22	31-Mar-21
Note 14: Revenue from operations		
Commission income		
Commission income	397,356,558	357,425,084
Total	397,356,558	357,425,084
Note 15: Other income		
Interest on fixed deposits	14,148,589	17,851,632
Salary Forfeited	7,257,087	1,817,938
Profit on Liquid Fund (Short Term)	364,968	1,499,148
Profit from Mutual Fund	24,651	518,133
Profit on Kamal Auto Finance Limited Investment	-	154,375
Total	21,795,294	21,841,226
Note 16: Employee benefit expenses		
Salaries and bonus / incentives	221,878,978	189,210,599
Contribution to Provident Fund	18,046,461	15,437,532
Staff welfare expenses	200,000	70,000
Total	240,125,439	204,718,131
Note 17: Finance costs		
Interest		
On Secured Loans	5,489,332	4,766,250
On unsecured loans	5,007,678	4,194,000
Total	10,497,010	8,960,250
Note 18: Other expenses		
Bad Debts written off	87,568,895	86,575,605
Rent	22,601,525	19,702,590
Director's Remuneration	9,800,000	9,632,500
Professional Charges	7,044,607	6,221,747
Travelling expenses	7,630,555	5,864,630
General office Repair & Maintenance	5,701,167	4,374,023
Bank charges	5,378,669	4,012,331
Other Expenses	3,011,025	3,327,705
Communication expenses	3,345,841	2,797,292
Printing and stationery	2,605,605	2,709,027
Software installation and data maintenance charges	2,268,722	2,087,798
Electricity charges	2,244,702	1,764,797
Insurance Expenses	1,063,518	1,141,034
CSR Expenses	1,023,011	1,140,000
Auditors remuneration*	330,000	330,000
Membership Fee	312,000	111,370
ROC expenses	15,765	12,398
Interest Paid on Government dues	378	-
Total	161,945,984	151,804,847
*Auditors' remuneration		
Payment to Auditors:		
a) Audit fees	330,000	330,000
b) for Taxation Matters	-	-
c) for Company law matters	-	-
d) for management services	-	-
e) Certification fees	-	-
f) for Other Services	-	-
g) Reimbursement of expenses	-	-
Total	330,000	330,000



Notes To Financial Statements



Notes to financial statements for the year ended **31-Mar-22** **31-Mar-21**

Note 4: Other Current Liabilities

	31-Mar-22	31-Mar-21
Employee Benefit Payable		
Salaries & Allowances Payable A/C	49,34,858	50,32,559
Incentive Payable	31,71,495	30,50,806
	81,06,353	80,83,365

Expenses and Other Payable

Bad Debts payable	-	3,84,91,260
Others Payable	31,66,738	23,20,160
Settlement received but not paid	-	4,06,912
Collection & Disbursement Due	6,25,41,194	3,58,44,855
Audit Fees Payable	2,97,000	3,05,250
Outstanding Expenses	2,14,842	2,33,400
Rent Payable	3,61,543	2,06,103
Sundry Creditors*	24,784	15,711
	6,66,06,101	7,78,23,651

***Sundry Creditors ageing schedule**

Particulars	Outstanding for periods from due date of payment	
	< 1 year	1-2 years
a) MSME	-	-
b) MSME Others	24,784	-
c) Disputed dues-MSME	-	-
d) Disputed dues-Others	-	-
Total	24,784	-

Statutory Dues Payable

GST Payable	54,73,939	24,30,028
Provident Fund Payable A/c	18,86,581	20,08,769
Tds Payable	7,78,395	5,32,625
ESI Payable A/c	5,19,458	4,88,502
Professional Tax Payable	15,925	13,450
	86,74,298	54,73,374

Note 5: Short-Term Provisions

Provision for Income Tax FY 2019-20	5,43,842	27,98,809
	5,43,842	27,98,809



Sundry Debtors/Trade Receivable*

Unsecured, Considered Good		
Sundry Debtors - Over Six Months	-	-
Sundry Debtors - Below Six Months	2,68,298	2,19,467
	2,68,298	2,19,467

***Trade Receivable ageing schedule**

Particulars

	Outstanding for periods from due date of payment	
	< 6 Months	6 M to 1 year
a) Undisputed-Considered good	2,68,298	-
b) Undisputed-Considered doubtful	-	-
c) Disputed-Considered good	-	-
c) Disputed-Considered doubtful	-	-
	2,68,298	-

Note 9: Advance Income Tax and TDS

Advance Tax	-	-
Tax Deducted At Source	2,15,71,111	1,42,09,913
	2,15,71,111	1,42,09,913

Note 11: Cash And Cash Equivalents

Balance With Bank - In Current Account	10,86,06,316	8,29,46,734
Balance With Bank - BCBO	17,54,280	-
Cash-In-Hand	17,36,343	11,11,813
	11,20,96,939	8,40,58,547

Note 12: Other Current Assets

Fixed Deposits A/C	24,31,79,304	25,94,37,251
Commission Receivable	48,63,087	87,14,141
Other Receivables	4,28,29,657	57,80,811
Receivable from Insurance	19,15,325	11,51,876
Office Rent Advance	9,41,950	11,12,500
Interest Receivable on Fixed Deposit	21,27,466	6,77,160
IGST receivable	1,044	3,34,525
Prepaid Insurance	3,83,688	1,13,964
Staff Advances against salary	2,22,883	(5,94,154)
	29,64,64,404	27,67,28,075

***Disclosed as Other receivables in note-12 as consolidated**

Other Receivables(petty cash,advance payment against NPA)	4,28,29,657	57,80,811
Receivable from Insurance	19,15,325	11,51,876
Office Rent Advance	9,41,950	11,12,500
IGST receivable	1,044	3,34,525
	4,56,87,976	83,79,712

Notes To Financial Statements



(Amount in Rupees unless otherwise stated)

Notes to financial statements for the year ended **31-Mar-22** **31-Mar-21**

Note 14: Income

Income From Operations

Commission Income

Commission Income 39,73,56,558 35,74,25,084

39,73,56,558 35,74,25,084

Other Operating Revenue

Misc. Income - -

- -

Note 15: Other Income

Interest on Fixed Deposits 1,41,48,589 1,78,51,632

Salary Forfeited 72,57,087 18,17,938

Profit on Liquid Fund (Short Term) 3,64,968 14,99,148

Interest on Income Tax Refund - -

Profit from Mutual Fund 24,651 5,18,133

Profit on Kamal Auto Finance Limited Investment - 1,54,375

2,17,95,294 2,18,41,226

Note 16: Employee Benefit Expenses

Salaries and Bonus / Incentives

Staff Salaries & Incentives 21,11,94,493 17,43,10,107

Staff Incentive 1,94,08,183 1,36,12,262

Contribution to Provident fund 1,23,21,288 1,03,63,344

Staff - ESI 46,97,434 41,35,865

Provident fund Admn. Charges 10,27,739 9,38,323

Mobile Allowance 7,61,132 8,02,200

Staff welfare expenses 3,15,170 4,49,893

Employee Gratuity Fund 2,00,000 70,000

Medical Reimbursement - 23,637

Training Program Expenses A/c - 12,500

24,99,25,439 20,47,18,131

Note 17: Financial Expenses

Interest on Secured Loans

Interest 54,89,332 47,66,250

Interest on Unsecured Loans

Interest 50,07,678 41,94,000

Other Finance Costs - -

1,04,97,010 89,60,250

Note 18: Other Expenses

Computer Maintenance and Software Maintenance Charges

Soft Ware Installation And Data Maintenance Charges 20,62,748 19,76,266

Computer Maintenance 2,05,974 1,11,532

22,68,722 20,87,798

Travelling Expenses

Travel Allowance A/C 71,81,968 56,10,892

Fuel Reimbursement 59,537 1,05,317

Transportation Expenses

- Staff's 1,45,305 92,672

- Director's 2,43,745 55,749

76,30,555 58,64,630

Rent

Office Rent 2,26,01,525 1,97,02,597

2,26,01,525 1,97,02,597

General Office Maintenance

General Office Repairs & Maintenance 57,01,167 43,74,023

57,01,167 43,74,023

Printing and Stationery

Printing and Stationery 26,05,605 27,09,027

26,05,605 27,09,027

Professional and Consultancy Charges

Professional Charges 70,44,607 65,51,747

Consultancy Charges - -

70,44,607 65,51,747

Auditor's Remuneration

Audit Fees 3,30,000 3,30,000

3,30,000 3,30,000

Postage and Telegram

Postage and Telegram 17,35,700 12,46,943

Internet Expenses 8,81,316 8,77,071

Telephone and Communications 7,28,826 6,73,278

33,45,841 27,97,292

Electrical Charges

Electricity Expenses 22,44,702 17,64,797

22,44,702 17,64,797

Miscellaneous Expenses

Bad debts 8,75,68,895 8,65,75,605

Bank Charges 53,78,669 40,12,331

Water Expenses 16,35,892 14,36,089

Insurance Expenses 10,63,518 11,41,034

CSR Expense 10,23,011 11,40,000

GST Input not available 6,81,265 7,05,817

Interest on Income Tax - 5,08,219

Administration Expenses 2,86,654 3,23,600

Director's Reimbursement 4,00,000 2,12,500

Membership Fee 3,12,000 1,11,370

Staff Meeting Expenses A/c - 98,240

GST Expenses 7,214 25,911

Foreclosure Expenses (Settlement) - 13,794

Share Issue Expenses/Roc fees 15,765 12,398

Rates, Taxes & Fees A/c - 2,500

Interest on TDS 378 1,035

9,83,73,261 9,63,20,443

Notes to Accounts

1. Corporate information:

Kamal Fincap Private Limited ('the Company'), incorporated in India on January 15, 1996, having a registration no: U67120RJ1996PTC011402 under Companies Act 1956.

The Company is engaged in the business of providing Banking Services under Inclusion by RBI/2005-06/288/DBOD. NO.BL.BC.58/22.01.001/2005-2006. The Company currently provides business correspondent services to Banks in the State of Rajasthan, Madhya Pradesh, Uttar Pradesh, Maharashtra, Chhattisgarh, Haryana, Jharkhand and Punjab.

2. Significant accounting policies:

a. Basis of preparation of financial statements:

The financial statements have been prepared under historical cost conventions and on accrual system unless stated otherwise elsewhere, assuming the principle of going concern and applying all the accounting standards notified under Companies Act, 2013 and also complying with mandatory accounting standards issued by Institute of Chartered Accountants of India. Various accounting standards and accounting policies are consistently followed by the Company unless stated otherwise.

COVID-19 has caused significant disruptions to businesses across India. The management has considered the possible effects, if any, that may impact on their loan portfolio. In making the assumptions and estimates relating to the uncertainties as at the balance sheet date in relation to the loan portfolio, the management has considered subsequent events, internal and external information and evaluated economic conditions prevailing as at the date. The management expects no impairment to the loan portfolio and very positively to recover their entire loan portfolio from their members. The management will continue to closely monitor any changes to future economic conditions and assess its impact on the operations. The management has approved preparation of basis of company's financial statement shall be on going concern basis.

b. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

c. Revenue Recognition:

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue recognized on accrual basis.

d. Cash Flow Statement:

Cash Flow Statement is prepared in accordance with the indirect method prescribed in Accounting Standard -3.

e. Property, Plant & Equipment:

Property, Plant & Equipment are stated at cost of acquisition less accumulated depreciation. Cost is inclusive of freight, duties, taxes and other directly attributable costs of bringing the assets to their working condition for intended use, incurred till the date of installation of asset

Depreciation on Property, Plant & Equipment has been provided on written down value method using the rates prescribed as per useful life of assets prescribed under Schedule II of the Companies Act, 2013. Assets individually costing less than 5,000 are depreciated fully in the year of purchase.

The Details of useful life are as under:

Asset Type	Estimated Useful life
Office Equipment	5 Years
Computers and accessories	3 Years
Furniture & fittings	10 Years

Notes to Accounts

f. Employee benefits:

The information required under section 134 of the Companies Act 2013 read with rules framed there under is Nil.

g. Borrowing costs

All borrowing costs are expensed in the period they occur. Borrowing cost includes interest and other costs incurred in connection with the arrangement of borrowings.

h. Taxation:

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income-tax Act, 1961), and deferred tax charge. The current charge for income tax is based on estimated tax liability as computed after taking credit for allowances and exemptions in accordance with the Income-tax Act, 1961 applicable for the year ended. In accordance with the Accounting Standard-22, Accounting for Taxes on Income, the Company provided for deferred tax liability for all temporary differences that arise in one accounting year and are capable of reversal in subsequent accounting year.

i. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividend and attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

j. Provisions

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date.

These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

k. Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

l. Cash and cash equivalents:

Cash and cash equivalents comprise cash at bank and in hand and short-term fixed deposits/investments.

m. Investments:

The Company has not made the Investment in Mutual Funds and Fixed Deposits during the year ended March 31, 2022.

n. Related Party Disclosure

Name of Related Party	Relationships	Transaction Value of Interest paid (Amount in Rs.)	Transaction Value of Remuneration paid (Amount in Rs.)	Outstanding amount carried in Balance Sheet (Amount in Rs.)
Mrs. Manju Kasliwal	Mother of Director Anshul Kasliwal	NIL	28,80,000	NIL
Mr. Anshul Kasliwal	Director	NIL	48,00,000	NIL
Ms. Nidhi Kasliwal	Managing Director	6,13,500/-	46,00,000	NIL
Mr. Pradeep Kumar Rajgarhia (HUF)	Father of Nidhi Kasliwal	12,75,000/-	NIL	NIL
Ms. Shweta Rajgarhia	Sister of Nidhi Kasliwal	15,00,000/-	NIL	NIL
Gautam Rajgarhia	Brother of Nidhi Kasliwal	6,29,589/-	NIL	Nil
Meena Devi Rajgarhia	Mother of Nidhi Kasliwal	6,29,589/-	NIL	NIL

Notes to Accounts

Other Related Party Transactions:-

Name of Related Party	Relationships	Nature of Transactions	Transaction Value of Professional Fees Paid (Amount in Rs.)
Gautam Rajgarhia	Brother of Nidhi Kasliwal	Professional Fees	7,50,000
Pradeep Kumar Rajgarhia (HUF)	Father of Nidhi Kasliwal	Professional Fees	11,25,000

o. Segment information

Since the Company's business activity primarily falls within a single business and geographical segment, there are no additional disclosures to be provided in terms of Accounting Standard - 17 Segment Reporting.

p. Directors Remuneration for the year ended – Rs. 98,00,000/- (Previous Year Rs. 96,32,500)

q. Capital and other commitments

Estimated amount of contracts remaining to be executed on capital account not provided for: Rs. Nil (Previous year: Nil)

r. Contingent Liability for the year ended – Nil

s. Earnings per share

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Total equity shares (in numbers)	5,718,573	5,718,573
Basic weighted average number of equity shares during the year (A)	5,718,573	5,718,573
Profit / (loss) available for equity shareholders (B)	24,90,153	6,333,382
Basic and diluted earnings / (loss) per equity share (Rs.) (C) = (B)/(A)	0.44	1.11

Depreciation for the year ended Rs.38,50,050 /- (Previous Year Rs.50,78,804/-).

3. Deferred Tax :

In accordance with Accounting Standard- 22 “Accounting for Taxes on Income” the Company has recognized Rs.14,53,778/- (Previous Year Rs.11,53,152/-) as deferred tax Asset as detailed below:

Particulars	Deferred tax (Assets)/Liabilities as on April 01, 2021	Current Period (credit)/ change	Deferred tax (Assets)/Liabilities as on March 31, 2022
Difference between book and tax depreciation	(11,53,152)	(3,00,626)	(14,53,778)
Provision	-	-	-
Previous year adjustment	-	-	-
Net Deferred tax (Assets)/Liabilities	(11,53,152)	(3,00,626)	(14,53,778)

4. Additional disclosures

a. Derivatives:

The Company has not entered into any forward rate agreements, interest rate swaps, and exchange traded interest rate derivatives. Hence, no disclosure has been made for the same. The Company has no unhedged foreign currency exposure as on March 31, 2022 (March 31,2021: Nil).

b. Disclosures relating to Securitisation:

The Company has not entered into any securitisation transactions during the current and previous year and had no outstanding securitisation transaction for earlier years. Hence, no disclosure has been made for the same.

c. Details of financial assets sold to securitisation / reconstruction company for asset reconstruction:

The Company has not sold financial assets to Securitisation / Reconstruction companies for asset reconstruction in the current and previous year.

d. Details of assignment transactions undertaken:

The Company has not undertaken assignment transactions in the current and previous year.

e. Details of non-performing financial assets purchased / sold:

The Company has not purchased / sold non-performing financial assets in the current and previous year.

f. Exposures:

The Company has no exposure to the real estate sector and capital market directly or indirectly in the current and previous year.

Notes to Accounts

g. Disclosure of penalties imposed by RBI and other regulators:

No Penalties were imposed by RBI and other regulators during current and previous year.

h. Draw down from Reserves:

There is no draw down from reserves.

i. Information on instances of loss by theft

Instances of loss by theft for the year ended March 31, 2022:

Particular	No. of cases	Amount	Recovery	Amount written-off
Loss by theft	9	19,15,325*	Nil	Nil

*Closing Balance as on 31st March, 2022

The company has taken an insurance policy from National Insurance Company Limited for the same.

Instances of loss by fraud for the year ended March 31, 2021:

Particular	No. of cases	Amount	Recovery	Amount written-off
Loss by theft	7	11,51,876	Nil	Nil

j. There are no micro and small enterprises to whom the Company owes dues, which are outstanding for more than 45 days on the date of Balance Sheet. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.

k. Undisclosed Income

Particulars	31-03-2022	31-03-2021
Details of any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961	-	-
Total	-	-

l. Contingent liabilities and commitments (to the extent not provided for)

Particulars	31-03-2022	31-03-2021
i) Contingent liabilities shall be classified as:		
a) Claims against the company not acknowledged as debt	-	-
b) Guarantees	-	-
c) Other money for which the company is contingently liable	-	-
ii) Commitments shall be classified as:		
a) Estimated amount of contracts remaining to be executed on capital account and not provided for:	-	-
b) Uncalled liability on shares and other investments partly paid	-	-
c) Other commitments (specify nature)	-	-
Total	-	-

m. Title deeds of Immovable Property not held in name of the Company

Relevant line item in the Balance sheet	Description of item of property	Gross Carrying value	Designation of title deed holder	Property held since which date	Reason for not being held in the name of the company* *also indicate if in dispute
PPE	Land	-	-	-	**also indicate if in dispute
-	Building	No such instances have been found.			
Investment property	Land				
-	Building				
Non-current asset held for sale	Land				
-	Building				
Others					

n. Loans or Advances granted to Promoters, Directors, KMPs and the Related Parties

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
i) Repayable on demand or		
ii) Without specifying any terms or period of repayment		
a) Promoter	Nil	Nil
b) Directors	Nil	Nil
c) KMPs	Nil	Nil
d) Related Parties	Nil	Nil

Notes to Accounts

o. Relationship with Struck off Companies

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
	Investments in securities		
	Receivables		
Not Applicable	Payables		
	Shares held by struck off company		
	Other outstanding balances (to be specified)		

p. Registration of charges or satisfaction with Registrar of Companies

Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed. No charge pending for charge creation

q. Utilisation of Borrowed funds and share premium:

Intermediaries Name	Date	Nature	Amount
Name of Intermediaries	N/A	-	-
Name of Ultimate Beneficiaries	N/A	-	-

Since The Company is running its business through business correspondent model and borrowed fund had been utilised for to meet working capital requirement.

r. Financial Ratios

Ratios	Numerator	Denominator	Numerator Amount	Denominator Amount	Current Year Ratios
(a) Current Ratio,	Current Assets	Current Liabilities	430,400,752	84,529,094	5.09
(b) Debt-Equity Ratio,	Total Debt	Total Equity	132,116,868	62,885,730	2.1
(c) Debt Service Coverage Ratio,	EBIDT	Installments for the year	17,080,430	132,116,868	0.13
(d) Return on Equity Ratio,	Net Income	Equity	2,490,153	221,994,071	0.01
(h) Net Capital Turnover Ratio,	ST+LT Debt	Equity+ST+LT Debt	132,116,868	354,110,940	0.37
(i) Net Profit Ratio,	Net Profit	Total Revenue	2,490,153	419,151,852	0.01
(j) Return on Capital Employed,	EBIT	Equity+LT Debt	13,230,379	354,110,940	0.04
(e) Inventory Turnover Ratio,	COGS	Avg. Inventory	-	-	NA
(f) Trade Receivables Turnover Ratio,	Net Annual Credit Sales	Average Trade Receivables	-	-	NA
(g) Trade Payables Turnover Ratio,	Net Credit Purchase	Average A/c Payable	-	-	NA
(k) Return on Investment	Return	Investment	-	-	NA

s. Expenditure on CSR Activities:-

(a) Gross amount required to be spent by the company during the year- Rs.21,56,515/-

(b) Amount spent during the year on: Rs.21,56,515/-

S. No.	Particulars	In cash/ By Cheque	Yet to be paid in cash/ By Cheque	Total
(i)	Construction/acquisition of any asset	-	-	-
(ii)	On purposes other than (i) above	Rs.21,56,515/-	Rs.-/-	Rs.21,56,515/-
CSR Expenditures For Financial Year 2021-22				Amount Spent
Approved Budget for CSR towards educational, financial & health awareness, promote girl child education, livelihood			Rs.10,23,011/-	Rs.10,23,011/-
Total Expenditure done				Rs.21,56,515/-
Remaining in CSR Fund yet to be Spent				-
** CSR amount spent towards educational, financial & health awareness, promote girl child education, livelihood etc.				

u. Previous year figures have been regrouped/ reclassified wherever necessary to correspond with the current year classification/ disclosure.

As per our report of even date
For N S B & ASSOCIATES
FRN : 023043N

For and on behalf of the Board of Directors of
Kamal Fincap Chartered Accountants Private Limited

Sd/-
Nandan S. Bisht
Partner
Membership No. 099805
Place: New Delhi
Date: 07.07.2022

Sd/-
ANSHUL
KASLIWAL
Director
DIN : 02906110

Sd/-
NIDHI
KASLIWAL
Director
DIN : 02227201

Sd/-
SIMRANJEET KAUR
Company Secretary
M. No. A36242