

CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Standalone Balance Sheet as at March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

| Sr. No. | Particulars | Notes | As at March 31, 2023 | As at March 31, 2022 |
|---------|---|-------|-------------------------|-------------------------|
| | ASSETS | | | |
| (1) | Non Current Assets | | | |
| (a) | Property, plant and equipment | 9 | 2.35 | 2.34 |
| (b) | Deferred tax assets (net) | | - | - |
| | | | 2.35 | 2.34 |
| (2) | Current Assets | | | |
| | <u>Financial assets</u> | | | |
| (a) | Cash and cash equivalents | 1 | 1.42 | 4.69 |
| (b) | Bank balance other than cash and cash equivalents | 2 | 1.05 | - |
| | <u>Other Current Assets</u> | | | |
| (c) | Other non-financial assets | 3 | 3.94 | 19.90 |
| | | | 6.40 | 24.59 |
| | Total assets | | 8.75 | 26.93 |
| | LIABILITIES AND EQUITY | | | |
| (1) | Equity | | | |
| (a) | Equity share capital | 7 | 1.00 | 1.00 |
| (b) | Other equity | 8 | 0.81 | (1.63) |
| | | | 1.81 | (0.63) |
| (2) | Non Current Liabilities | | | |
| (a) | Financial Liabilities | | - | - |
| (b) | Provisions | 5.01 | 0.62 | 1.04 |
| (c) | Deffered Tax Liabilities | | - | - |
| (d) | Other Non Current Liabilities | | - | - |
| | | | 0.62 | 1.04 |
| (3) | Current Liabilities | | | |
| (a) | Financial Liabilities | | | |
| | (I) Trade payables | | | |
| | (i) Total outstanding dues of micro enterprises and small enterprises | | - | - |
| | (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | 4 | - | 0.11 |
| | (II) Other payables | | | |
| | (i) Total outstanding dues of micro enterprises and small enterprises | | - | - |
| | (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | | - | - |
| (b) | Provisions | 5.02 | 0.05 | 0.09 |
| (c) | Other non-financial liabilities | 6 | 6.27 | 26.32 |
| | | | 6.32 | 26.52 |
| | Total liabilities and equity | | 8.75 | 26.93 |

Refer Notes to Accounts, The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date

For Rao Associates
Chartered Accountants
FRN: 003080S



Sandeep S Shekar
Partner
M.No. : 232631



Place: Bengaluru
Date: April 28, 2023

For and on behalf of Board of Directors of
CreditAccess India Foundation



Madhavan Nair Gopinath **Ganesh Narayanan**
Director **Director**
DIN: 00396196 **DIN: 09120748**

Place: Bengaluru
Date: April 28, 2023


CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Statement of standalone Income and Expenditure for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

| Sr. No. | Particulars | Notes | For the year ended | For the period ended |
|-------------|---|-------|--------------------|----------------------|
| | | | March 31, 2023 | March 31, 2022 |
| | Revenue from operations | | | |
| (a) | Donations Received | 10 | 1,170.62 | 334.30 |
| I | Total revenue from operations (I) | | 1,170.62 | 334.30 |
| II | Other income | 11 | 5.50 | 7.08 |
| III | Total income (I+II) | | 1,176.12 | 341.38 |
| | Expenses | | | |
| (a) | Direct expenses | 12 | 1,110.21 | 333.20 |
| (b) | Employee benefits expenses | 13 | 48.71 | 4.00 |
| (c) | Depreciation and amortization expenses | 14 | 1.11 | 0.24 |
| (d) | Other expenses | 15 | 14.41 | 5.57 |
| IV | Total expenses (IV) | | 1,174.44 | 343.01 |
| V | Surplus / (Deficit) before exceptional and extraordinary items and tax (III-IV) | | 1.68 | (1.63) |
| | Tax expense | | | |
| | (1) Current tax | | - | - |
| | (2) Deferred tax | | - | - |
| VI | Total tax expense (VI) | | - | - |
| VII | Surplus / (Deficit) for the period (VII - VIII) | | 1.68 | (1.63) |
| VIII | Other comprehensive income / (loss) | | | |
| A | (1) Items that will not be reclassified to profit or loss | | 0.76 | - |
| | (2) Income tax relating to items that will not be reclassified to profit or loss | | - | - |
| | Subtotal (A) | | 0.76 | - |
| B | (1) Items that will be reclassified to profit or loss | | - | - |
| | (2) Income tax relating to items that will be reclassified to profit or loss | | - | - |
| | Subtotal (B) | | - | - |
| | Other comprehensive income / (loss) (VIII = A+B) | | 0.76 | - |
| IX | Total comprehensive income (VII+VIII) (comprising Excess of Income over Expenditure and other comprehensive income/ (Excess of Expenditure over Income) for the year/period) | | 2.44 | (1.63) |
| X | Earnings per equity share (EPS) (face value of ₹ 10.00 each) | | | |
| | Basic | | 24.37 | (16.26) |
| | Diluted | | 24.37 | (16.26) |

Refer Notes to Accounts, The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date

For Rao Associates
Chartered Accountants
FRN: 0030805


Sandeep S Shekar
Partner

M.No. : 232631

Place: Bengaluru
Date: April 28, 2023



For and on behalf of Board of Directors of
CreditAccess India Foundation


Madhavan Nair Gopinath
Director
DIN: 00396196


Ganesh Narayanan
Director
DIN: 09120748

Place: Bengaluru
Date: April 28, 2023

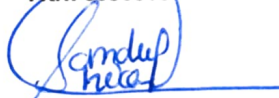
CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Statement of cash flows for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

| Particulars | For the year ended | |
|---|--------------------|----------------|
| | March 31, 2023 | March 31, 2022 |
| Cash flows from operating activities | | |
| Surplus/ (defecit) before tax | 2.44 | (1.63) |
| Adjustments for: | | |
| Depreciation and amortisation expense | 1.11 | 0.24 |
| Interest income on fixed deposits | (0.05) | - |
| Operating profit before working capital changes | 3.50 | (1.39) |
| Adjustment for change in working capital: | | |
| Increase / (decrease) in current liabilities | (20.05) | 26.32 |
| Increase / (decrease) in trade payables | (0.11) | 0.11 |
| Increase / (decrease) in provisions | (0.46) | 1.13 |
| (Increase) / decrease in other non financials assets | 15.97 | (19.90) |
| Cash used in operating activities | (1.15) | 6.27 |
| Income tax paid, net of refunds | - | - |
| Net cash (used in) / generated from operating activities | (1.15) | 6.27 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment and intangible assets | (1.12) | (2.58) |
| Investment in fixed deposit, (net) | (1.00) | - |
| Net cash (used in) / generated from investing activities | (2.12) | (2.58) |
| (1) Items that will not be reclassified to profit or loss | | |
| Cash flows from financing activities | | |
| Proceeds from issue of shares including securities premium, (net) | - | 1.00 |
| Net cash generated from financing activities | - | 1.00 |
| Net increase/(decrease) in cash and cash equivalents during the year (A+B+C) | -3.27 | 4.69 |
| Cash and cash equivalents at the beginning of the year/ period | 4.69 | - |
| Cash and cash equivalents at the end of the year (Refer Note Below) | 1.42 | 4.69 |

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Cash in hand | - | - |
| Balances with Banks in current & saving accounts | 1.42 | 4.69 |
| Bank deposit with maturity of less than 3 months | - | - |
| Cash and cash equivalents at the end of the year | 1.42 | 4.69 |
| Fixed deposit with bank not considered as cash and cash equivalents | 1.05 | - |

As per our report of even date

For Rao Associates
Chartered Accountants
FRN: 0030805



Sandeep S Shekar
Partner
M.No. : 232631



Place: Bengaluru
Date: April 28, 2023

For and on behalf of Board of Directors of
CreditAccess India Foundation



Madhavan Nair Gopinath
Director
DIN: 00396196



Ganesh Narayanan
Director
DIN: 09120748

Place: Bengaluru
Date: April 28, 2023

Creditaaccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Statement of standalone changes in equity for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

a) Equity share capital

(i) As at March 31, 2023

Equity shares of ₹10 each issued, subscribed and fully paid up:

| Particulars | No of shares | Amount |
|---|--------------|--------|
| Balance at the beginning of the Current reporting period (as at April 1, 2022) | 10,000 | 1.00 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the Current reporting period (as at April 1, 2022) | 10,000 | 1.00 |
| Changes in equity share capital during the current year | - | - |
| Balance at the end of the Current reporting period (as at March 31, 2023) | 10,000 | 1.00 |

(ii) As at March 31, 2022

Equity shares of ₹10 each issued, subscribed and fully paid up:

| Particulars | No of shares | Amount |
|---|--------------|--------|
| Balance at the beginning of the Previous reporting period (as at May 29, 2021) | 10,000 | 1.00 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance at the beginning of the previous reporting period (as at May 29, 2021) | 10,000 | 1.00 |
| Changes in equity share capital during the previous year | - | - |
| Balance at the end of the previous reporting period (as at March 31, 2022) | 10,000 | 1.00 |

b) Other equity

| Particulars | Share Application Money Pending Allotment | Equity Component of FI | Reserve & Surplus | | | Equity Component of Other Comprehensive Income | Debt Component of Other Comprehensive Income | Effective portion of Cash Flow Hedges | Revaluation Surplus | Other Component of Other Comprehensive Income | Total |
|-----------------------|---|------------------------|--------------------|-----------------------------------|-------------------|--|--|---------------------------------------|---------------------|---|--------|
| | | | Securities premium | Share options outstanding account | Retained earnings | | | | | | |
| As at May 29, 2021 | - | - | - | - | (1.63) | - | - | - | - | - | (1.63) |
| Profit for the period | - | - | - | - | (1.63) | - | - | - | - | - | (1.63) |
| As at March 31, 2022 | - | - | - | - | (1.63) | - | - | - | - | - | (1.63) |


Regd Office : No. 49, 46th Cross, Jayanagar 8th Block, Near to Rajlalaxmi Kalyana Mantapa, Bengaluru - 560 071



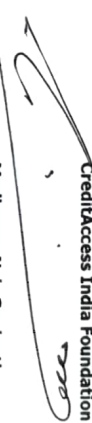

CreditaAccess India Foundation
 (A Company Limited by Shares under Section 8 of the Companies Act, 2013)
 CIN : UB5300KA2021NPL147906
 Statement of standalone changes in equity for the year ended March 31, 2023
 (Amounts in INR Lakhs Unless Stated Otherwise)

| Particulars | Share Application Money Pending Allotment | Equity Component of FI | Reserve & Surplus | | | Equity Component of Other Comprehensive Income | Debt Component of Other Comprehensive Income | Effective portion of Cash Flow Hedges | Revaluation Surplus | Other Component of Other Comprehensive Income | Total |
|---|---|------------------------|--------------------|-----------------------------------|-------------------|--|--|---------------------------------------|---------------------|---|--------|
| | | | Securities premium | Share options outstanding account | Retained earnings | | | | | | |
| As at March 31, 2022 | | | - | - | (1.63) | - | - | | | | (1.63) |
| Changes in accounting policy or prior period errors | | | - | - | - | - | - | | | | - |
| Restated balance As at April 1, 2022 | | | - | - | (1.63) | - | - | | | | (1.63) |
| Profit for the year | | | - | - | 1.68 | - | - | | | | 1.68 |
| Other comprehensive income (net of tax) | | | - | - | 0.76 | - | - | | | | 0.76 |
| As at March 31, 2023 | | | - | - | 0.81 | - | - | | | | 0.81 |

The accompanying notes are an integral part of the standalone financial statements.
 As per our report of even date

For Rao Associates
 Chartered Accountants
 FKM: 0030805

 Sandeep S Shekar
 Partner
 M.No. : 232631
 Place: Bengaluru
 Date: April 28, 2023



For and on behalf of Board of Directors of
 CreditaAccess India Foundation

 Madhavan Nair Gopinath
 Director
 DIN: 00396196

 Ganesh Narayanan
 Director
 DIN: 09120748
 Place: Bengaluru
 Date: April 28, 2023

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CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

1 Cash and cash equivalents

| Particulars | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|
| Cash in hand | - | - |
| Balances with Banks in current & saving accounts | 1.42 | 4.69 |
| Bank deposit with maturity of less than 3 months | - | - |
| Total | 1.42 | 4.69 |
| <i>As per Statement of Cash Flow</i> | <i>1.42</i> | <i>4.69</i> |

2 Bank balance other than cash and cash equivalents

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Fixed deposit with bank not considered as cash and cash equivalents | 1.05 | - |
| Total | 1.05 | - |

3 Other non-financial assets

| Particulars | March 31, 2023 | March 31, 2022 |
|---------------------------------------|----------------|----------------|
| Advances to employees | - | 0.00 |
| Other advances | | |
| Unsecured, considered good | 3.94 | 19.90 |
| Unsecured, considered doubtful | - | - |
| Less: Provision for doubtful advances | - | - |
| Total | 3.94 | 19.90 |

4 Payables

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Trade payables | | |
| Debentures (unsecured) | | - |
| (i) Total outstanding dues of micro enterprises and small enterprises (refer Note below) | - | - |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | - | 0.11 |
| Total | - | 0.11 |
| Other payables | | |
| (i) Total outstanding dues of micro enterprises and small enterprises (refer Note below) | - | - |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | - | - |
| Total | - | - |
| Total Payable | - | 0.11 |

5.01 Provisions (Non Current)

| Particulars | March 31, 2023 | March 31, 2022 |
|----------------------------------|----------------|----------------|
| Provision for employee benefits: | | |
| Gratuity | 0.30 | 0.55 |
| Leave encashment and availment | 0.32 | 0.49 |
| Total | 0.62 | 1.04 |

5.02 Provisions (Current)

| Particulars | March 31, 2023 | March 31, 2022 |
|----------------------------------|----------------|----------------|
| Provision for employee benefits: | | |
| Gratuity | - | - |
| Leave encashment and availment | 0.05 | 0.09 |
| Total | 0.05 | 0.09 |

6 Other non-financial liabilities

| Particulars | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|
| Statutory dues payable (Tax deducted at source, GST etc) | 1.74 | 0.82 |
| Others | 4.53 | 5.60 |
| Unspent CSR grant* | - | 19.90 |
| Total | 6.27 | 26.32 |

*Unspent CSR Grant represents the amount which the company has paid as advance to various vendors for execution of projects which are in-progress as at 31st March 2022.



CreditAccess India Foundation
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CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

7 Equity share capital

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Authorised | | |
| 1,50,000 Equity shares of ₹ 10 each | 15.00 | 15.00 |
| | 15.00 | 15.00 |
| | March 31, 2023 | March 31, 2022 |
| Issued, subscribed and fully paid up | | |
| 10,000 equity shares of ₹ 10 each fully paid up | 1.00 | 1.00 |

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

| Equity shares | March 31, 2023 | | March 31, 2022 | |
|---|----------------|-------------|----------------|-------------|
| | No. of Shares | Amount | No. of Shares | Amount |
| At the beginning of the year | 10,000 | 1.00 | - | - |
| Add: Issued during the year | - | - | 10,000 | 1.00 |
| Outstanding at the end of the year | 10,000 | 1.00 | 10,000 | 1.00 |

(b) Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. Any dividends proposed by the Board of directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the event of liquidation of Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of shareholders holding more than 5% shares in the Company

| Particulars | March 31, 2023 | | March 31, 2022 | |
|---|----------------|-----------|----------------|-----------|
| | No. of Shares | % holding | No. of Shares | % holding |
| Equity shares of ₹ 10 each fully paid up | | | | |
| CreditAccess Grameen Limited (Holding company) | 9,999 | 99.99% | 9,999 | 99.99% |

(d) Details of shareholders holding of Promoters

| Particulars | March 31, 2023 | | | March 31, 2022 | | |
|--|----------------|-------------------|--------------------------|----------------|-------------------|--------------------------|
| | No. of Shares | % of total shares | % Change during the year | No. of Shares | % of total shares | % Change during the year |
| CreditAccess Grameen Limited (Holding company) | 9,999 | 99.99% | 0.00% | 9,999 | 99.99% | 0.00% |
| CreditAccess Life Insurance Limited* | 1 | 0.01% | 0.00% | 1 | 0.01% | 0.00% |

*Beneficial interest lies with Holding Company

(e) There has been no buy back of shares, issue of shares by way of bonus shares pursuant to a contract without payment being received in cash during the period immediately preceding the balance sheet date

(f) There are no shares allotted as fully paid-up pursuant to contracts without payment being received in cash during the period immediately preceding the balance sheet date

8 Other equity*

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Reserves and Surplus | | |
| General Reserve | | |
| Opening Balance | (1.63) | - |
| Add: Excess of Income over Expenditure/(Excess of Expenditure over Income) in statement of Income and Expenditure during the year | 1.68 | (1.63) |
| Closing Balance | 0.05 | (1.63) |
| Other Comprehensive Income | | |
| Opening Balance | - | - |
| Additions during the year | 0.76 | - |
| Closing Balance | 0.76 | - |
| Total | 0.81 | (1.63) |

* For detailed movement of reserves refer statement of changes in equity for the year ended March 31, 2023.



CreditAccess India Foundation
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CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

| 9 Particulars : Property, plant and equipment | Own - Asset | |
|---|---------------------------|-------------|
| | Office Equipment:Computer | Total |
| COST | | |
| At May 29, 2021 | - | - |
| Additions | 2.58 | 2.58 |
| Disposals | - | - |
| At March 31, 2022 | 2.58 | 2.58 |
| Additions | 1.12 | 1.12 |
| Disposals | - | - |
| At March 31, 2023 | 3.70 | 3.70 |
| DEPRECIATION / AMORTISATION | | |
| At May 29, 2021 | - | - |
| Depreciation/Amortisation charge for the period | 0.24 | 0.24 |
| Disposals | - | - |
| At March 31, 2022 | 0.24 | 0.24 |
| Depreciation/Amortisation charge for the year | 1.11 | 1.11 |
| Disposals | - | - |
| At March 31, 2023 | 1.35 | 1.35 |
| Net book value: | | |
| At March 31, 2022 | 2.34 | 2.34 |
| At March 31, 2023 | 2.35 | 2.35 |

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CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

10 Donations Received

| Particulars | For the year ended | For the period ended |
|---|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Donations Received towards CSR activities | 1,170.62 | 334.30 |
| Total | 1,170.62 | 334.30 |

11 Other Income

| Particulars | For the year ended | For the period ended |
|----------------------------|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Interest on saving account | 5.45 | 7.08 |
| Interest accrued on FD | 0.05 | - |
| Total | 5.50 | 7.08 |

12 Direct expenses

| Particulars | For the year ended | For the period ended |
|--|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Corporate social responsibility expenses | 1,110.21 | 307.68 |
| CSR project management expenses including salaries for CSR project staff | - | 25.52 |
| Total | 1,110.21 | 333.20 |

13 Employee benefit expenses

| Particulars | For the year ended | For the period ended |
|---|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Salaries and wages | 46.56 | 1.59 |
| Contribution to provident and other funds | 1.85 | 1.28 |
| Provision towards Gratuity & Leave encashment # | 0.30 | 1.13 |
| Total | 48.71 | 4.00 |

Refer notes to accounts (A)(d)

14 Depreciation and amortization expenses

| Particulars | For the year ended | For the period ended |
|------------------------------------|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| - On property, plant and equipment | 1.11 | 0.24 |
| - On intangible assets | - | - |
| - On right of use assets | - | - |
| Total | 1.11 | 0.24 |

15 Other expenses

| Particulars | For the year ended | For the period ended |
|---|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Rental charges payable under operating leases | 0.71 | 0.53 |
| Rates and taxes | 0.07 | 0.07 |
| Subscription charges | 1.64 | - |
| Repairs and maintenance | - | 1.01 |
| Travelling and conveyance | 1.52 | 0.22 |
| Printing and stationery | - | 0.01 |
| Professional and consultancy charges | 7.41 | 0.80 |
| Auditors remuneration (Refer Note below) | 1.00 | 1.00 |
| Preliminary Expenses | - | 1.77 |
| Translation expenses | 0.60 | - |
| Other administration | 1.46 | 0.16 |
| Total | 14.41 | 5.57 |

Note:

| Particulars | For the year ended | For the period ended |
|------------------------------|--------------------|----------------------|
| | March 31, 2023 | March 31, 2022 |
| Auditors remuneration | | |
| As auditor | 1.00 | 1.00 |
| Audit fee | 1.00 | 1.00 |
| Total | | |

Regd Office : No. 49, 46th Cross, Jayanagar 8th Block, Near to Rajalaxmi Kalyana Mantapa, Bengaluru - 560 071



16 BACKGROUND INFORMATION

- (a) The Company(CIN U85300KA2021NPL147906) was established on 29th May 2021 as Section 8 company under the Companies Act, 2013. The Company has also registered with Ministry of Company Affairs for undertaking CSR projects vide registration number CSR00018846 dated 07-12-2021. The Company was incorporated with the primary objective of implenting corporate social responsible activities of its donor companies.

17 SIGNIFICANT ACCOUNTING POLICIES

A Basis of Accounting

(i) These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis, These financial statements have been prepared to comply in all material aspects with the Indian Accounting Standards notified under Section 133 [Companies (Indian Accounting Standards) Rules, 2015, as amended] and the other relevant provisions of the Companies Act, 2013. The company is a subsidiary of entity to which Ind AS applies and therefore, the accounts have been prepared in compliance with Ind AS.

(ii) All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

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 amount of assets, liabilities, revenues and expenses and disclosures relating to contingent liabilities and assets as at the balance sheet date and the reported amounts of income and expenses during the year. Difference between the actual amounts and the estimates are recognized in the year in which the events become known / are materialized.

C Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Cash Flow Statement is not applicable to the company as the Company is a Small Company.

D Revenue Recognition

The revenue is recognised on accrual basis. The Revenue from operations consists primarily of grants/donations. Revenue is recognized to the extent where it is probable that the economic benefits will flow to the company and the amount can be measured with certainty.

E Property, Plant and Equipment

(i) Property, Plant and Equipment

Property, Plant and Equipment are shown at the cost of acquisition, which include taxes, duties and other related direct expenses incidental to acquisition of the asset and bringing it to use.

(ii) Depreciation

Depreciation on Property, Plant and equipment is provided on Straight Line Method basis, considering the life based on useful life of asset as prescribed in Schedule II to The Companies Act, 2013.

F Government Grants

Grants from the government are recognised when there is reasonable assurance that:

- (a) the Company will comply with the conditions attached to them; and
(b) the grant will be received.

Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are recognized based on income approach.

Grants towards property, plant and equipment are recognized on a systematic basis in the statement of profit and loss over the periods necessary to match with the depreciation expense of the property, plant and equipment acquired out of such grants. Such grants are recognized based on income approach as per Ind AS-20. Where the Company receives non-monetary grants, the asset is accounted for on the basis of its acquisition cost. In case a non-monetary asset is given free of cost it is recognised at a nominal value.

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G Employee Benefits

All employee benefits payable wholly within 12 months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, performance incentives, etc are recognised in the income and expenditure account in the period in which the employee renders related services and measured accordingly.

(i) Gratuity Expenses

The liability towards Gratuity is provided based on Actuarial Valuation. The liability is currently unfunded.

(ii) Leave Benefits

Liability towards Leave Encashment is provided on actuarial valuation basis and is unfunded.

The Company treats accumulated leave expected to be carried forward beyond twelve months as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the end of each financial year. The Company presents the leave as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date

(ii) Provident Fund

The employees of the company are covered under Employee Provident Fund Scheme. The periodical contributions to the scheme are expensed as and when incurred.

H Taxation

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities across various countries of operation are not set off against each other as the company does not have a legal right to do so. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

I Provision, Contingent Liability and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

J Earnings Per Share

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

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18 Notes on Accounts

Mandatory Disclosures under Companies Act, 2013

a Title Deeds of Property held by the company

The company does not own any immovable property.

b Revaluation of Property, Plant and Equipment

The company has not revalued any item in Property, Plant and Equipment

c Disclosures relating to Loans and Advances to Specified Persons (refer below) that are repayable on demand

The company has not given any loans and advances to specified persons.

d Capital Work in Progress

The company does not have any capital work in progress at the end of the year.

e Intangible Assets under Development

The company has no such asset under this category

f Details of Benami Property Held

The company does not hold any Benami Property and no proceedings have been initiated against the company under the Benami Transactions (Prohibition) Act, 1988 and the rules made thereunder.

g Borrowings from Banks and related matters

The company had no borrowings from Bank during the Financial year.

h Wilful Defaulter Status

The company has not been declared as Wilful defaulter by any Bank or Financial Institution

i Relationship with Struck off Companies

To the best of knowledge and belief of the company no transaction has been undertaken by the company during the year in respect of Struck of Companies (as defined under Companies Act, 2013 or Companies Act, 1956)

j Registration of Charges with Registrar of Companies

The company has not defaulted in registration of charges/filing satisfaction of charges with Registrar of Companies during the year

k Compliance with Layers of Companies

The company has no subsidiaries

l Compliance with Approved Scheme of Arrangement

The company has not made any application under section 230 to 237 of Companies Act, 2013

m Utilisation of Borrowed Funds and Share Premium

(i) Amounts advanced to other parties

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend to or invest in other persons or entities identified guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) Amount received from Other Parties

No funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

n Undisclosed Income

There are no transactions which have not been recorded in the books of accounts.

o Corporate Social Responsibility

The company is not liable to contribute to CSR and hence no disclosure is warranted on the matters

p Details of Crypto or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the financial year



CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

A. COMPLIANCE WITH ACCOUNTING STANDARDS:

(a) The Company is incorporated under Section 8 of Companies Act, 2013 as subsidiary of entity whose equity is listed on recognised stock exchanges in India and accordingly, the Company has complied with the Indian Accounting Standards as applicable.

(b) Operating Segments - Ind AS 108

The company has only one segment viz., Implementation of CSR projects. All the activities are carried out in India. Hence disclosures required under IND AS 108- Operating Segment is not applicable.

(c) Ind AS 32 and 109 - Financial Instruments

The company did not made investmnets in Financial Instruments during the year and does not hold any investmnets as on 31st March 2023.

(d) Ind AS 19 – Employee Benefits:

(i) Gratuity

The liability towards Gratuity is provided based on Actuarial Valuation using Projected Unit Credit Method.

| A.Net employee benefit expense recognized in the employee cost: | As at 31st March 2023 | As at 31st March 2022 |
|--|------------------------------|------------------------------|
| Current service cost | 0.26 | 0.55 |
| Interest Cost | 0.04 | - |
| Expected return on plan assets | - | - |
| Actuarial loss/(gain) | - | - |
| Net benefit expense | 0.30 | 0.55 |

| B.Remeasurement effects recognized in Other Comprehensive Income (OCI) | As at 31st March 2023 | As at 31st March 2022 |
|---|------------------------------|------------------------------|
| Actuarial (Gain)/Losses due to Demographic Assumption changes in DBO | - | - |
| Actuarial (Gain)/Losses due to Financial Assumption changes in DBO | (0.00) | - |
| Actuarial (Gain)/Losses due to Experience on DBO | (0.55) | - |
| Return on Plan Asst (more)/Less than Expected based on Discount rate | - | - |
| Total Actuarial (Gain)/loss included in OCI | (0.55) | - |

| C.Defined Benefit Cost | As at 31st March 2023 | As at 31st March 2022 |
|---------------------------------------|------------------------------|------------------------------|
| Cost Recognised in P/L | 0.30 | 0.55 |
| Remeasurement Effect Recognised in OC | (0.55) | - |
| Total Defined Benefit Cost | (0.25) | 0.55 |

| D. Actual Contribution and Benefits: | As at 31st March 2023 | As at 31st March 2022 |
|---|------------------------------|------------------------------|
| Actual Benefit Payment | - | - |
| Actual Contributions | - | - |

| E. Net Liability/(Asset) Recognized in Balance sheet | As at 31st March 2023 | As at 31st March 2022 |
|---|------------------------------|------------------------------|
| Present Value of Defined Benefit Obligation (DBO) | 0.30 | 0.55 |
| Fair Value of plan assets | - | - |
| Net Liability/(Asset) Recognized in Balance sheet | 0.30 | 0.55 |

| F. Change in Fair Value of Assets | As at 31st March 2023 | As at 31st March 2022 |
|--|------------------------------|------------------------------|
| Plan Asset at beginning of period | - | - |
| Return on plan asset | - | - |
| Actuarial gain/(loss) | - | - |
| Plan Asset at end of the period | - | - |

| G. Actuarial Assumptions | As at 31st March 2023 | As at 31st March 2022 |
|---------------------------------|------------------------------|------------------------------|
| Discount rate | 7.37% | 7.53% |
| Salary Growth rate | 8% | 8% |
| Attrition rate | 5% | 5% |
| Retirement age | 60 Years | 60 Years |
| Expected rate of return | 0% | 0% |

Regd Office : No. 49, 46th Cross, Jayanagar 8th Block, Near to Rajalaxmi Kalyana Mantapa, Bengaluru - 560 071



CreditAccess India Foundation
(A Company Limited by Shares under Section 8 of the Companies Act, 2013)
CIN : U85300KA2021NPL147906
Notes to standalone financial statements for the year ended March 31, 2023
(Amounts in INR Lakhs Unless Stated Otherwise)

(ii) Leave Encashment

The company provides Privilege Leave which is accumulating and vesting. The liability is unfunded and is provided in the accounts based on actuarial valuation using Projected Unit Credit Method in terms of the accounting policy. Disclosures in terms of the Standard is as under:

| A. Net employee benefit expense recognized in the employee cost: | As at 31st March 2023 | As at 31st March 2022 |
|---|------------------------------|------------------------------|
| Present Value of Defined Benefits Obligation At Beginning (Opening) | 0.58 | - |
| Present Value of Defined Benefits Obligation At Beginning (Closing) | 0.37 | 0.58 |
| Net Increase in Liability over the valuation period | (0.21) | - |
| Actuarial gain/(loss) | - | - |
| Benefit payments from employer | - | - |
| Defined Benefits cost included in P&L | (0.21) | 0.58 |

| B. Net Liability/(Asset) Recognized in Balance sheet | As at 31st March 2023 | As at 31st March 2022 |
|---|------------------------------|------------------------------|
| Present Value of Defined Benefit Obligation (DBO) | 0.37 | 0.58 |
| Fair Value of plan assets | - | - |
| Net Liability/(Asset) Recognized in Balance sheet | 0.37 | 0.58 |

| C. Change in Fair Value of Assets | As at 31st March 2023 | As at 31st March 2022 |
|--|------------------------------|------------------------------|
| Plan Asset at beginning of period | - | - |
| Return on plan asset | - | - |
| Actuarial gain/(loss) | - | - |
| Plan Asset at end of the period | - | - |

| D. Actuarial Assumptions | As at 31st March 2023 | As at 31st March 2022 |
|---------------------------------|------------------------------|------------------------------|
| Discount rate | 7.37% | 7.53% |
| Salary Growth rate | 8% | 8% |
| Attrition rate | 5% | 5% |
| Retirement age | 60 Years | 60 Years |
| Expected rate of return | 0% | 0% |

Regd Office : No. 49, 46th Cross, Jayanagar 8th Block, Near to Rajalaxmi Kalyana Mantapa, Bengaluru - 560 071



(e) Ind AS 24 – Related party disclosures:

(i) Details of Related Parties and Relationship

| Description of Relationship | Names of Related Parties | |
|-----------------------------------|------------------------------|---------------------|
| 1. Holding Company | CreditAccess Grameen Limited | |
| 2. Fellow Subsidiary | Madura Microfinance Limited# | |
| 3. Key Management Personnel (KMP) | Name | Relationship |
| | Ganesh Narayanan | Director |
| | Madhavan Nair Gopinath | Director |

Note: Related Parties have been identified by the Management.

(ii) Details of Related Party Transactions during the year:

| Name | As at March 31 2023 | Relationship | Nature of Transaction |
|------------------------------|---------------------|-------------------|---------------------------|
| CreditAccess Grameen Limited | 958.12 | Holding Company | CSR Grant Received |
| Madura Microfinance Limited# | 189.73 | Fellow Subsidiary | CSR Grant Received |
| CreditAccess Grameen Limited | 0.71 | Holding Company | Office Rent |
| CreditAccess Grameen Limited | 0.96 | Holding Company | Reimbursement of Expenses |

| Name | As at March 31 2022 | Relationship | Nature of Transaction |
|------------------------------|---------------------|-------------------|-----------------------|
| CreditAccess Grameen Limited | 269.58 | Holding Company | CSR Grant Received * |
| Madura Microfinance Limited# | 87.49 | Fellow Subsidiary | CSR Grant Received * |
| CreditAccess Grameen Limited | 0.53 | Holding Company | Office Rent |

#This entity has been merged with CreditAccess Grameen Limited ('Holding Company') with retrospective effect from 01st April 2020 vide NCLT order dated 07th Feb 2023.

* Includes amounts received as Grants that were unspent as on 31.03.2022 and spent in the year ended 31.03.2023

(iii) Details of Related Party Balances as at the end of the year:

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|---|-----------------------|-----------------------|
| <u>Creditaccess Grameen Limited</u> | | |
| Other Expenses Payable | 2.73 | 1.77 |
| Grants Receivable | 3.00 | - |
| Finance Received (Equity Contribution) Balance at the end of the year | 1.00 | 1.00 |

(f) Ind AS 33 – Earnings Per Share

| Particulars | As at 31st March 2023 | As at 31st March 2022# |
|--|-----------------------|------------------------|
| Face Value Per Share | 10 | 10 |
| Excess of Earnings over Expenditure (in INR Lakhs) | 2.44 | (1.63) |
| | Amounts in INR | |
| Earnings Per Share | 24.37 | (16.26) |
| BASIC | 24.37 | (16.26) |
| DILUTED | | |

#for the period May 29, 2021 to March 31, 2022

(g) Ind AS 37 – Provisions & Contingencies:

| Particulars | Based on Actuarial Valuation | |
|--------------------------------|------------------------------|-----------------------|
| | As at 31st March 2023 | As at 31st March 2022 |
| Provision for Leave Encashment | 0.37 | 0.58 |
| Provision for Gratuity | 0.30 | 0.55 |

(h) Ind AS 116 – Leases

The Company has acquired premises on operating lease. Lease payments on cancellable and non-cancellable lease arrangements are charged to the Revenue Account. The future minimum lease payments in respect of non- cancellable operating leases as at the Balance Sheet date are as follows

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|-------------------------------|-----------------------|-----------------------|
| Future minimum lease payments | 0.60 | 0.60 |
| Within one year | | |

B. Analytical ratios

| Particulars | As at 31st March 2023 | As at 31st March 2022 |
|--------------------------------|--|-----------------------|
| (a) Return on Equity Ratio | 2.44 | -1.63 |
| Variance | 250% | |
| Reason | <i>The Company was able to collect more donation</i> | |
| (b) Return on capital employed | 2.44 | -1.63 |
| Variance | 250% | |
| Reason | <i>Same as (a)</i> | |
| (c) Current Ratio | 1.01 | 0.93 |
| Variance | -9% | |

(a) Return on Equity Ratio

| | As at 31st March 2023 | As at 31st March 2022 |
|----------------------|-----------------------|-----------------------|
| Net Income | 2.44 | -1.63 |
| Shareholder's equity | 1.00 | 1.00 |

(b) Return on capital employed

| | | |
|------------------|------|-------|
| Net Income | 2.44 | -1.63 |
| Capital Employed | 1.00 | 1.00 |

(c) Current Ratio

| | | |
|---------------------|------|-------|
| Current Assets | 6.40 | 24.59 |
| Current Liabilities | 6.32 | 26.52 |

The company is a not for profit organisation into CSR activities which does not involve trading of goods or services and therefore following ratios are not applicable to the company:

- Trade payables turnover ratio
- Net Capital Turnover ratio
- Net Profit ratio
- Trade receivables turnover ratio
- Inventory turnover ratio

The company does not have any borrowed funds during the year and therefore following two ratios are not applicable:

- Debt-Equity ratio
- Debt service coverage ratio

C. Earnings Foreign Currency

During the Current period the company has not earned any income in Foreign Currency.

D. Expenditure in Foreign Currency

During the Current period the company has not incurred any expenditure in Foreign Currency.

E. The Company does not have dues payable to micro enterprises and small enterprises.

F. Previous Years Figures have been re-grouped/reclassified during the year for better presentation

Subject to our report on even date

For Rao Associates
Chartered Accountants
FRN: 003080S



Sandeep S Shekar
Partner
M.No. : 232631

Place: Bengaluru
Date: April 28, 2023



For and on behalf of Board of Directors of
CreditAccess India Foundation


Madhavan Nair Gopinath
Director
DIN: 00396196


Ganesh Narayanan
Director
DIN: 09120748

Place: Bengaluru
Date: April 28, 2023



**RAO ASSOCIATES
CHARTERED ACCOUNTANTS**

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CREDIT ACCESS INDIA FOUNDATION

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the standalone Ind AS financial statements of CREDITACCESS INDIA FOUNDATION ("the Company"), which comprise the Balance Sheet as at 31st March 2023, the Statement of Income and Expenditure, the 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 (herein after referred to as "Standalone Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India and as prescribed in Sec 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 of the state of affairs of the company as at 31st March 2021, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the 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.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the standalone Ind AS financial Statements and our auditor's report thereon.





RAO ASSOCIATES CHARTERED ACCOUNTANTS

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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





Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



• Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on Other Legal and Regulatory Requirements

1. As the Company is a Company licensed to operate under Section 8 of the Act, the requirements of reporting under the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government in terms of section 143(11) of the Act are not applicable to the Company as per sub-clause (iii) of paragraph 2 of the said Order.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Income and Expenditure, Statement of Changes in Equity and Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder.
 - 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 are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) The company has been exempted from the requirement of its auditor reporting on whether the Company has adequate internal financial controls with reference to its





RAO ASSOCIATES CHARTERED ACCOUNTANTS

financial statements and the operating effectiveness of such controls (clause (i)) of section 143(3)). Since the Company's turnover as per last audited financial statements is less than Rs. 50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs. 25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide MCA Notification No. GSR 583(E) [F. No. 1/2/2014-CL-V] dated June 13, 2017.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contract for which there were any material foreseeable losses;
 - iii. There were no amounts that were required to be transferred to the investor education protection fund by the Company.
 - iv. On the basis of the written representations received from the management, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - v. On the basis of the written representations received from the management, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate





RAO ASSOCIATES CHARTERED ACCOUNTANTS

directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- vi. Nothing has come to our notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- vii. The proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 regarding audit trail and other features in accounting software being used by the company is applicable with effect from April 1, 2023, and hence reporting under clause (g) of Rule 11 of the Companies (Audit and Auditors) Rules, 2014 on the said matter is not applicable.

For RAO ASSOCIATES
CHARTERED ACCOUNTANTS
(FIRM NO: 003080S)

(SANDEEP S SHEKAR)

PARTNER

M.NO. 232631

BENGALURU

DATED: 28th April 2023

UDIN: 23232631BGWJRC2946

