

MANDYA FINANCE COMPANY LIMITED

ANNUAL REPORT 2021-2022

Pursuant to compliance with Companies Act, 2013, rules framed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time, Reserve Bank of India Act, 1934 and other laws, as may be applicable.



Corporate Information

1. BOARD OF DIRECTORS

- (a) Amit Kumar Sureka: Chairman & Independent Director
- (b) Aditya Sadani: Executive Director
- (c) Anand Prakash: Non-Executive Director
- (d) Apurva Salarpuria: Non-Executive Director
- (e) Saileena Sarkar: Women Independent Director

2. CHIEF EXECUTIVE OFFICER (CEO) & CHIEF FINANCIAL OFFICER (CFO)

Sunetra Chakraborty

3. COMPANY SECRETARY (CS)

Priya Jhunjhunwala

4. REGISTERED OFFICE

7, Chittaranjan Avenue,
3rd Floor, P.S. Bowbazar,
Kolkata – 700072

Email: cs.sgroup2013@gmail.com

Website: www.salarpuriagroup.com/investors

5. AUDITORS OF THE COMPANY:

STATUTORY

Mohit Jhunjhunwala & Associates
9, Weston Street, Siddha Weston,
Unit No. 318, 3rd Floor,
Kolkata – 700 013
Contact: 033 4600 5893

Email: m_jhunjhunwala_associates@outlook.in

INTERNAL

Rakesh Ram & Associates
23A, Netaji Subhas Road,
10th Floor, Room No. 10,
Kolkata-700001

Email: inforakeshram@gmail.com

6. BANKERS:

- Bank of Baroda (formerly Vijaya Bank) Brabourne Road Branch, Kolkata, W.B.
- HDFC Bank, Chowringhee Square Branch, Kolkata, W.B.

7. REGISTRAR & SHARE TRANSFER AGENT:

Niche Technologies Private Limited
3A, Auckland Place, 7th Floor,
Room No. 7A & 7B,
Kolkata - 700 017

Contact: 033 2280 6616/17

Email: nichetechpl@nichetechpl.com

Website: <https://nichetechpl.com>

8. LISTED ON:

The Calcutta Stock Exchange Limited (Scrip Code: 10023480)



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

Notice to the Shareholders

NOTICE is hereby given that the Forty First (41st) Annual General Meeting of the Members of **MANDYA FINANCE COMPANY LIMITED** (CIN: L51909WB1981PLC034018) ("the Company") will be held at 03:30 P.M. IST on Thursday, September 29, 2022 at the Registered Office of the Company viz. 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata - 700 072, West Bengal, India, to transact the following business:

ORDINARY BUSINESS

Item No. 1: To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2022 together with Reports of the Board of Directors and Auditors thereon.

Item No. 2: To appoint a Director in place of Mr. Aditya Sadani (DIN: 09023418), who retires by rotation and being eligible, offers himself for re-appointment.

Item No. 3: APPOINTMENT / RE- APPOINTMENT OF STATUTORY AUDITORS OF THE COMPANY

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

"RESOLVED THAT pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Rule 5 & 8 of Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, M/s Mohit Jhunjunwala & Associates, Chartered Accountants (FRN: 328750E), be and is hereby appointed/ re-appointed for next term of 5 years as the Statutory Auditors of the Company and to hold the office from the conclusion of this 41st Annual General Meeting till the conclusion of the 46th Annual General Meeting of the Company to be held in the financial year 2027-2028, at a remuneration mutually agreed upon and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit."

By the Order of the Board
For Mandya Finance Company Limited

Date: 31-08-2022

Place: Kolkata

Priya Jhunjunwala
Company Secretary

NOTES:

1. Additional Information pursuant to Regulation 36 of SEBI LODR Regulations, 2015, as amended from time to time, is annexed to this Notice.
2. **A MEMBER ENTITLED TO ATTEND AGM AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIS/HER AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. The proxy form completed in every respect should be deposited at the registered office of the company not less than 48 (forty eight) hours before the time / commencement of the meeting. Proxies submitted on behalf of companies, societies, partnership firms etc. must be supported by appropriate resolution/authority, as applicable, issued on behalf of the nominating organisation.**

Members are requested to note that a person can act as proxy on behalf of members not exceeding 50 and holding in aggregate not more than 10% of the total share capital of the Company carrying voting rights. However, a member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

3. Corporate Members are requested to send at Company's Registered Office, a duly certified copy of the Board Resolution authorizing their representative together with attested specimen signature of the representative(s) under the said Board Resolution to attend and vote at the AGM.
4. In case of joint holders attending the AGM, persons whose name stands first on the Register shall alone be entitled to vote.
5. REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS WILL REMAIN CLOSED from Friday, September 23, 2022 to Thursday, September 29, 2022 (BOTH DAYS INCLUSIVE).
6. Members/Proxies/Authorised Representatives should bring the attendance slip sent herewith duly filled in for attending the meeting. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the meeting.
7. As an austerity measure, copies of Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copy to the meeting.
8. Members desirous of having any information on the business to be transacted at the Annual General Meeting are requested to address their queries to the Company Secretary at the Registered Office of the Company or by email at cs.sgroup2013@gmail.com at least seven days before the date of the meeting, so that requisite information is made available at the meeting.
9. All documents referred to in accompanying Notice are open for inspection at the Registered Office of the Company on all working days between 11.00 A.M. to 1.00 P.M. up to the date of the Annual General Meeting.
10. Notice convening the 41st AGM has been uploaded on the website of the Company at <https://www.salarpuriagroup.com/investors> and may also be accessed from the relevant section of the websites of the Stock Exchanges i.e. Calcutta Stock Exchange of India Limited at www.cse-india.com and the website of CDSL (agency for providing the Remote e-Voting facility)
11. SEBI vide its Circular No. SEBI/HO/MIRSD/ MIRSD_RTAMB/P/CIR/2021/655 ('Circular') dated 3rd November, 2021 has provided common and simplified norms for processing investor's service request by RTA's and norms for furnishing PAN, KYC and Nomination details.
As per the said Circular, it is mandatory for the shareholders holding securities in physical form to *inter-alia* furnish PAN, KYC and Nomination details. Physical folios wherein the PAN, KYC and Nomination details are not available shall be frozen by the RTA on or after 1st April, 2023. Holders of such frozen folios shall be eligible to lodge their grievance or avail service request from the RTA only after furnishing the complete documents / details. Similarly, the holders of such frozen folios shall be intimated in case of any payment including dividend, interest or redemption stating that such payment is due and shall be made electronically upon furnishing complete documents / details.
Pursuant to the said Circular, the Company has sent individual letters to all the Members holding shares of the Company in physical form for furnishing their PAN, KYC details (i.e., Postal Address with Pin Code, email address, mobile number, bank account details) and Nomination details through Form ISR-1. The said Form ISR-1 can be downloaded from the website of the RTA at <https://nichetechpl.com/downloads/>.
12. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz., issue of duplicate securities certificate, claim from Unclaimed Suspense Account, renewal/exchange of securities certificate, endorsement, sub-division/splitting of securities certificate, consolidation of securities certificates/folios, transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the website of the RTA at <https://nichetechpl.com/downloads/>. Members holding equity shares of the Company in physical form are requested to kindly get their equity shares converted into demat/electronic form since transfer of equity shares/issuance of equity shares in physical form have been disallowed by SEBI.
13. Pursuant to 'Green Initiative' Circular No. 17/2011 issued by the Ministry of Corporate Affairs, Govt. of India, the Company would affect electronic delivery of notice of Forty First (41st) Annual General Meeting and Annual Report for the year ended March 31, 2022 to those shareholders, whose email-ids were registered with the respective Depository Participants and down-loadable from the Depositories viz., NSDL / CDSL. Members who have not registered their e-mail address so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically. For members who request for a hard copy and for those who have not registered their email address, physical copies of the same are being sent through the permitted mode.

14. In compliance with the provisions of Section 108 of the Act and Rules framed there under, the Members are provided with the facility to cast their vote electronically, through the remote e-voting services provided by CDSL, on all resolutions set forth in this Notice.
15. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through Polling Paper.
- The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
 - The Annual report of the Company circulated to the members of the Company is available at the Company's Website i.e. <http://www.salarpuriagroup.com>

16. The instructions for e-voting are as under:

VOTING THROUGH ELECTRONIC MEANS

In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of the SEBI (LODR), Regulations, 2015 and the revised Secretarial Standard on General Meeting (SS-2) issued by ICSI, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).

The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

The instructions to shareholders for remote e-voting are as under:

- (i) The remote e-voting period commences on Monday, September 26, 2022 (9:00 AM) and ends on Wednesday, September 28, 2022 (5:00 PM). During this period, members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Thursday, September 22, 2022, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently. **Note: E-Voting shall not be allowed beyond said time.**
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020 and to increase the efficiency of the voting process, e-voting has been enabled to all the demat account holders, by way of a single login credential, through their demat accounts/websites of depositories/depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- (iv) In terms of SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their Mobile Number and Email Id in their demat accounts in order to access e-Voting facility.
- (v) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

TYPE OF SHAREHOLDERS	LOGIN METHOD
Individual Shareholders holding securities in Demat mode with CDSL	1. Users who have opted for CDSL's Easi/ Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URLs for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on Login icon and select New System Myeasi.

	<ol style="list-style-type: none"> 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at: https://web.cdslindia.com/myeasi/registration/easiregistration 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
<p>Individual Shareholders holding securities in Demat mode with NSDL</p>	<ol style="list-style-type: none"> 1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsd.com/secureWeb/ideasdirectreg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP received in registered mobile & email and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
<p>Individual Shareholders (holding securities in Demat mode) login through their Depository Participant</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider's website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

IMPORTANT NOTE: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

Helpdesk for individual shareholders holding securities in demat mode for any technical issues related to login through depository i.e. CDSL and NSDL:

LOGIN TYPE	HELPDESK DETAILS
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at Toll free No.: 1800 1020 990 and 1800 22 44 30

(vi) Login method for remote e-Voting

- The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- Click on "Shareholders" tab.
- Now Enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Members holding shares in Physical Form should enter Folio Number registered with the Company, excluding the special characters.
- Next enter the Image Verification as displayed and Click on Login.
- If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- If you are a first time user follow the steps given below:

PHYSICAL SHAREHOLDERS AND SHAREHOLDERS OTHER THAN INDIVIDUAL HOLDING SHARES IN DEMAT FORM	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account with the depository or in the company records for your folio in dd/mm/yyyy format
Bank Account Number (DBD)	Enter the Bank Account Number as recorded in your demat account with the depository or in the company records for your folio. <ul style="list-style-type: none"> Please Enter the DOB or Bank Account Number in order to Login. If both the details are not recorded with the depository or company then please enter the member-id / folio number in the Bank Account Number details field.

- After entering these details appropriately, click on "SUBMIT" tab.
- Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- j. Click on the EVSN for the relevant Company Name i.e. **MANDYA FINANCE COMPANY LTD** on which you choose to vote.
 - k. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - l. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
 - m. After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
 - n. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
 - o. You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
 - p. If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (vii) Note for Institutional Shareholders & Custodians :
- Institutional shareholders (i.e. other than Individuals, HUF, NRI, etc.) and Custodians are required to log on to <https://www.evotingindia.com> and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details they have to create a compliance user which should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES:

- a. For Physical Shareholders - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to company at cs.sgroup2013@gmail.com /RTA email id at nichetechpl@nichetechpl.com.
- b. For Demat Shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP).
- c. For Individual Demat Shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

17. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date, i.e., Thursday, September 22, 2022. A person who is not a member as on cut-off date should treat this notice for information purpose only.
18. The notice of the 41st Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficiary owners’ position list provided by depositories as at closing hours of business on Friday, August 12, 2022.
19. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Thursday, September 22, 2022 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
20. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. Friday, August 12, 2022 are requested to send the written /



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

email communication to the company at cs.sgroup2013@gmail.com mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.

21. Mr. Rajan Singh, practicing Company Secretary (Certificate of Practice Number 13599) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than two working days from the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman of the Company or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
22. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website <https://www.salarpuriagroup.com/investors/annual-report-e-voting> and on the website of CDSL. The same will be communicated to the stock exchange where the shares of the Company are listed viz. The Calcutta Stock Exchange Limited.
23. Attendance Slip, Proxy Form and the Route Map to the venue of the AGM are annexed to the Notice.

By the Order of the Board
For Mandya Finance Company Limited

Date: 31-08-2022

Place: Kolkata

Priya Jhunjunwala
Company Secretary

ANNEXURE TO THE NOTICE

Additional information of directors seeking appointment/re-appointment at the 41st Annual General Meeting pursuant to Regulation 36(3) of the SEBI (LODR) Regulations, 2015

ADDITIONAL INFORMATION IN RELATION TO ITEM NO. 2:

PARTICULARS	ADITYA SADANI
DIN	09023418
D.O.B.	06.11.1987
Date of Appointment	16.06.2021
Qualification	Bachelors in Commerce, Chartered Accountancy from ICAI and Company Secretaryship from ICSI
Experience (including expertise in specific functional area)	Having nearly a decade of experience in Finance & Secretarial Management. Adequate experience in the field of management of financing operations including but not limited to portfolio financing and management.
Present Status of directorship in the Company	Director
Relationship with other Directors/KMPs	Not related to any Director / Key Managerial Personnel
Directorship of other Listed Board as on date	1. Easun Capital Markets Limited 2. Merlin Industrial Development Limited
Membership / Chairmanship of Committees of other Listed Boards as on date	1. Easun Capital Markets Limited <ul style="list-style-type: none">• Chairman of Risk Management Committee• Member of Stakeholder Relationship Committee 2. Merlin Industrial Development Limited <ul style="list-style-type: none">• Chairman of Risk Management Committee
Shareholding as on March 31, 2022 (including shareholding as a beneficial owner)	NIL

By the Order of the Board
For Mandya Finance Company Limited

Date: 31-08-2022
Place: Kolkata

Priya Jhunjhunwala
Company Secretary



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

BOARD'S REPORT

Dear Members,

Your Directors are pleased to present the Forty First (41st) Annual Report together with the Audited Financial Statements of your Company for the year ended 31st March, 2022.

FINANCIAL SUMMARY AND HIGHLIGHTS

(Rupees in Lakh)

PARTICULARS	Year ended as on March 31, 2022	Year ended as on March 31, 2021
Revenue from Operations	46.87	48.29
Other Income	17.80	0.04
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense	44.17	39.01
Less: Depreciation & Amortization	0.08	0.06
Profit /loss before Finance Costs, Exceptional items and Tax Expense	44.09	38.95
Less: Finance Costs	-	-
Profit /loss before Exceptional items and Tax Expense	44.09	38.95
Add/(less): Exceptional items	-	-
Profit /loss before Tax Expense	44.09	38.95
Less: Tax Expense (Current & Deferred)	13.03	6.95
Profit /loss for the year (1)	31.06	31.99
Total Comprehensive Income/loss (2)	834.18	1,181.46
Total (1+2)	865.24	1,213.45
Less: Transfer to Debenture Redemption Reserve	-	-
Less: Transfer to Reserves	-	-
Less: Dividend paid on Equity Shares	-	-
Less: Dividend paid on Preference Shares	-	-
Less: Dividend Distribution Tax	-	-
Earning per Equity Share:		
Basic	1.62	1.67
Diluted	1.62	1.67

The above figures are extracted from the Audited (Standalone) Financial Statements as per Indian Accounting Standards (Ind AS).

FINANCIAL REVIEW

Your Company has prepared the Financial Statements for the financial year ended March 31, 2022 in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (the Rules).

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for

issue by the Board of Directors has been considered in preparing these financial statements. The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which have been measured at fair value as described in accounting policies regarding financial instruments.

During the financial year ended March 31, 2022, your Company has recorded a turnover of turnover of Rs. 46.87 Lakh, achieved a Profit before Tax (PBIT) of Rs. 44.09 Lakh and a Profit after Tax (PAT) of Rs. 31.06 Lakh.

TRANSFER TO RESERVES

The Board of Directors of your Company has decided not to transfer any amount to the Reserves for the year under review, except statutory transfer to RBI Reserve Fund in accordance with the Regulatory Requirements.

DIVIDEND

The Board of Directors of your Company, after considering holistically the relevant circumstances, has decided that it would be prudent, not to recommend any Dividend for the year under review.

INVESTOR EDUCATION & PROTECTION FUND (IEPF)

Your Company do not have any amount / shares which is transferred or pending to be transferred to Investor Education & Protection Fund (IEPF).

MAJOR EVENTS DURING THE YEAR

A. STATE OF COMPANY'S AFFAIRS

Your Company is mainly into investing in and acquiring and holding shares, stocks, debentures, bonds, mutual funds and/or other securities issued or guaranteed by any company constituted or carrying on business in India and/or by any Government, state, public body or authority. The major revenue of the Company has been generated by way of carrying out the activity of investment in shares, securities and mutual funds, i.e., NBFC activities.

B. CHANGE IN THE NATURE OF BUSINESS

There has been no change in the nature of business carried on by your Company during the financial year under review.

C. MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

In pursuance to Section 134(3)(l) of the Companies Act, 2013, no material changes and commitments affecting the financial position of your company has occurred between the end of the financial year to which the financial statements relate and the date of this Report.

CHANGE IN SHARE CAPITAL

During the year under review, there has been no change in the capital structure of your Company.

The Authorized Share Capital of the Company as on March 31, 2022 stands at Rs. 2,00,00,000 divided into 20,00,000 equity shares of Rs. 10/- each. The Issued, Subscribed and Paid-up Share Capital of the Company is Rs. 1,92,00,000 divided into 19,20,000 equity shares of Rs. 10/- each.

BOARD COMPOSITION

As on March 31, 2022, the Board of Directors of your Company is duly constituted under the Chairmanship of an Independent Director and comprises of one Women Independent Director, two Non-Executive Directors and one Executive Director. The Board has an appropriate mix of knowledge, wisdom and varied industry experience to guide the Company in achieving its objectives in a sustainable manner.

In accordance with the provisions of Section 152 (6) & (7) of the Companies Act, 2013, the executive and non-executive directors of the Company, apart from Independent Directors, are subject to retirement by rotation. Accordingly, Mr. Aditya Sadani, who was appointed on June 16, 2021, and who is liable to retire, being eligible, seeks re-appointment. The Board recommends his appointment.

During the year under review, Ms. Annu Santhalia tendered her resignation from the post of Company Secretary (CS) of the Company w.e.f 31st July, 2021 due to personal reasons and thereafter to fill the vacancy caused, Ms. Priya Jhunhunwala was appointed as the Company Secretary (CS) of the Company with effect from 30th August, 2021.

Also Mr. Purushottam Lal Agarwal left for heavenly abode on May 22, 2021 due to the fatal Covid-19 virus which has claimed the lives of millions across the globe. The Board observed silence as a gesture of respect towards the departed soul and thereafter in its meeting held on June 16, 2021, on recommendation from the Nomination & Remuneration Committee, appointed Mr. Aditya Sadani to fill the vacancy caused by the sudden demise of Mr. Purushottam Lal Agarwal.

Subsequently, Mr. Raj Kumar Jalan placed resignation letter across the Board which was accepted by the Company w.e.f. June 30, 2021 and the Board placed on records its recognition and appreciation of the services rendered by Mr. Raj Kumar Jalan during his tenure as the Independent Director and Chairman. The Board, thereafter, holistically considering the qualifications, integrity, experience and expertise and on the recommendation of the Nomination & Remuneration Committee, appointed Mr. Amit Kumar Sureka as the Independent Director and Chairman of the Company which was approved by the members at the 40th Annual General Meeting.

INDEPENDENT DIRECTOR

During the year under review, Mr. Amit Kumar Sureka and Ms. Saileena Sarkar held the office of Independent Directors of the Company in accordance with the provisions of Section 149 of the Companies Act, 2013.

All Independent Directors have submitted declarations confirming that they meet the criteria of independence, as prescribed under Section 149(6) of the Companies Act, 2013. Independent Directors have also confirmed compliance with the Company's code of conduct and the Code of Independent Directors prescribed in Schedule IV to the Companies Act, 2013 during the FY 2021-2022. Based on the disclosures received from all the independent directors and in the opinion of the Board, the independent directors fulfil the conditions specified in the Companies Act, 2013, SEBI (LODR) Regulations, 2015 and are independent of the management.

During the year under review, Mr. Raj Kumar Jalan resigned from the Board of the Company confirming that there was no material reason for his resignation other than those provided in the resignation letter. Consequently, the Board appointed Mr. Amit Kumar Sureka, a qualified Chartered Accountant, as the Independent Director to fill the vacancy.

Meeting of Independent Directors

The Independent Directors of the Company met separately on Friday, February 11, 2022 without the presence of Non-Independent Directors and the members of the management. The Meeting was conducted informally to enable the Independent Directors to discuss matters pertaining to the Company's affairs and put forth their combined views to the Board of Directors of the Company.

FORMAL ANNUAL EVALUATION MADE BY THE BOARD OF ITS OWN PERFORMANCE, ITS DIRECTORS AND THAT OF ITS COMMITTEES

The Companies Act, 2013 stipulates the performance evaluation of the Directors including Chairman, Board and its committees considering the said provisions the Company has devised the process and the criteria for the performance evaluation which has been recommended by the Nomination Committee and approved by the Board.

The criteria for performance evaluation are as under:

Attendance at meeting; Participation and Contribution; Responsibility towards stakeholders; Contribution in Strategic Planning; Compliance and Governance; Participation, Updating of Knowledge; Leadership; Relationships and Communications; Resources; Conduct of Meetings.

Performance evaluation of Board:

Composition and Diversity of Board; Committees of the Board; Board & Committee Meetings; Understanding of the Business of the Company and Regulatory environment; Contribution to effective corporate governance and transparency in Company's Operation; deliberation/decisions on the Company's Strategies; Monitoring and implementation of the strategies and the executive management performance and quality of decision making and Board's Communication with all stakeholders.

Performance evaluation of the Board Level Committees:

The Performance and effectiveness of the Committee; Frequency and duration; Spread of talent and diversity in the Committee; Understanding of regulatory environment and development; Interaction with the Board.

NUMBER OF BOARD MEETINGS

During the financial year ended March 31, 2022, the Board met **Nine (9)** times, i.e., on April 13, 2021; June 16, 2021; June 30, 2021; July 07, 2021; July 31, 2021; August 12, 2021; August 30, 2021; November 14, 2021 and February 14, 2022. The maximum interval between any two meetings was well within the maximum allowed gap allowed by Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

None of the Directors of the Company is member of more than 10 Board level committees or Chairman of more than 5 committees across companies in which he/she is a director.

Name of the Director#	Category	Shareholding	Attendance of meetings during 2021-2022		No. of Directorships and Committee Memberships/ Chairmanships		
			Board Meetings	Last AGM	Other Directorships*	Committee Membership	Committee Chairmanship
Mr. Amit Sureka ⁽¹⁾	Chairman – Independent Director	0	5	Yes	5	8	4
Mr. Aditya Sadani ⁽²⁾	Executive Director	0	7	Yes	20	5	3
Mr. Apurva Salarpuria ⁽³⁾	Non-Executive Director	77,350	9	No	21	9	0
Mr. Anand Prakash ⁽³⁾	Non-Executive Director	35,100	9	No	16	6	1
Ms. Saileena Sarkar ⁽⁴⁾	Woman Independent Director	0	9	Yes	20	6	3

* Excluding Foreign Companies and Companies under Section 8 of the Companies Act, 2013

#None of the Directors are related to each other except Mr. Apurva Salarpuria & Mr. Anand Prakash

⁽¹⁾ Mr. Amit Sureka is appointed as Independent Director with effect from July 07, 2021 and is the Independent Director on board of Easun Capital Markets Limited and Merlin Industrial Development Limited

⁽²⁾ Mr. Aditya Sadani is appointed as Director with effect from June 16, 2021 and is the Director on Board of Merlin Industrial Development Limited and Whole-time Director on the Board of Easun Capital Markets Limited

⁽³⁾ Mr. Apurva Salarpuria & Mr. Anand Prakash are Non-executive Directors on the Board of Easun Capital Markets Limited and Merlin Industrial Development Limited

⁽⁴⁾ Ms. Saileena Sarkar is Women Independent Director on the Board of Easun Capital Markets Limited and Merlin Industrial Development Limited

REMUNERATION

None of the Directors, Executive or Non-executive, are paid any remuneration. Further, no stock option has been issued by the Company to any of its Directors.

COMMITTEES OF THE BOARD

As on March 31, 2022, the Board has 4 (four) committees, namely, the Audit Committee, the Nomination & Remuneration Committee, the Stakeholders Relationship Committee and the Risk Management Committee.

I. AUDIT COMMITTEE

• Composition

The Board of Directors of the Company has duly constituted an Audit Committee of the Board in terms of the requirements of Section 177 of the Companies Act, 2013 and Rules framed thereunder read with Regulation 18 of SEBI (LODR) Regulations, 2015. As on March 31, 2022, the Audit Committee is composed of the following:

NAME OF THE MEMBER	CATEGORY	STATUS
Mr. Amit Kumar Sureka	Independent Director	Chairman
Mr. Apurva Salarpuria	Non – Executive Director	Member
Ms. Saileena Sarkar	Women Independent Director	Member

All the members of the Audit Committee have accounting and financial management expertise. The Company Secretary acts as the Secretary to the Audit Committee. The Chairman of the Audit Committee attended Annual General Meeting held on September 22, 2021 to answer shareholder's queries.

• Meetings and Attendance

During the year under review, the Audit Committee met four (4) times on: June 30, 2021; August 12, 2021; November 14, 2021 and February 14, 2022. The attendance details of members of committee are as under:

NAME OF THE MEMBER	NO. OF MEETINGS	
	HELD	ATTENDED
Mr. Amit Kumar Sureka	2	2
Mr. Apurva Salarpuria	4	4
Ms. Saileena Sarkar	4	4

• Powers of the Audit Committee

The powers of the Audit Committee include the following:

1. To investigate any activity within its terms of reference
2. To seek information from any employee
3. To obtain outside legal or other professional advice
4. To secure attendance of outsiders with relevant expertise, if it considers necessary

- **Functions of Audit Committee**

The Audit Committee reviews the Reports of the Statutory Auditors periodically and discusses their findings. The role of the Audit committee includes the following:

- a) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- b) Recommending to the Board the appointment, re-appointment and if required, the replacement or removal of the statutory auditors and the fixation of audit fees;
- c) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- d) Reviewing with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - (i) Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of Section 134(3)(c) of the Companies Act, 2013.
 - (ii) Changes, if any, in accounting policies and practices and reasons for the same.
 - (iii) Compliance with listing and other legal requirements relating to financial statements.
 - (iv) Disclosure of any related party transactions
- e) Reviewing, with the management, performance of statutory and internal auditors and adequacy of the internal control systems;
- f) Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- g) Scrutiny of inter-corporate loans and investments;
- h) Evaluation of internal financial controls and risk management systems;
- i) Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post – audit discussion to ascertain any area of concern;
- j) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee;
- k) Discussion with internal auditors any significant findings and follow up;
- l) Reviewing, the findings of any internal investigations by the internal auditors;
- m) The Audit Committee shall mandatorily review the following:
 - (i) Management discussion and analysis of financial condition and result of operation;
 - (ii) Statement of significant related party transactions (as defined by the Audit Committee), submitted by the management;
 - (iii) Management letters/letters of internal control weakness issued by the statutory auditors;
 - (iv) Internal audit reports relating to internal control weaknesses;

II. NOMINATION AND REMUNERATION COMMITTEE

- **Composition**

The Board of Directors of the Company has duly constituted a Nomination and Remuneration Committee in terms of the requirements of Section 178 of the Companies Act, 2013 and Rules framed thereunder read with Regulation 19 of SEBI (LODR) Regulations,

2015. As on March 31, 2022, the Nomination and Remuneration Committee is composed of the following:

NAME OF THE MEMBER	CATEGORY	STATUS
Ms. Saileena Sarkar	Women Independent Director	Chairman
Mr. Amit Kumar Sureka	Independent Director	Member
Mr. Apurva Salarpuria	Non-Executive Director	Member

• **Meetings and Attendance**

During the year under review, the Nomination and Remuneration Committee met three (3) times on: June 16, 2021; July 07, 2021 and August 30, 2021 to review the performance of the Directors and Key Managerial Personnel (KMP) and recommend persons who may be appointed as senior management and specify the manner for effective evaluation of performance of Board, its committees and individual directors. The attendance details of members of the committee are as under:

NAME OF THE MEMBER	NO. OF MEETINGS	
	HELD	ATTENDED
Ms. Saileena Sarkar	3	3
Mr. Amit Kumar Sureka	1	1
Mr. Apurva Salarpuria	3	3

• **Role of the Nomination and Remuneration Committee**

The roles and responsibilities of the committee include the following:

1. Formulate the criteria for determining qualifications, positive attributes and independence of a director.
2. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal.
3. Formulate the criteria for evaluation of director's and Board's performance and to carry out the evaluation of every director's performance.
4. Devising a policy on Board diversity.
5. To decide the remuneration of consultants engaged by the Committee.
6. Framing, recommending to the Board and implementing, on behalf of the Board and on behalf of the Shareholders, policy on remuneration of Directors, Key Managerial Persons (KMP) & other Employees, including ESOP, pension right and any other compensation payment.
7. Considering, approving and recommending to the Board changes in designation and increase in salary of the Directors, KMP and other employees.
8. Framing the Employees Share Purchase Scheme / Employees Stock Option Scheme and recommending the same to the Board/shareholders for their approval and implementing/administering the scheme approved by the shareholders.

As a token of long term commitment and long term vision towards the Company none of the directors of the Company receive any sort of monetary benefit from the Company inter-alia no sitting fees or remuneration is paid to other directors.

III. **STAKEHOLDERS' RELATIONSHIP COMMITTEE / SHARE TRANSFER COMMITTEE**

- **Composition**

The Board of Directors of the Company has duly constituted a Stakeholders Relationship Committee in terms of the requirements of Regulation 20 of SEBI (LODR) Regulations, 2015. As on March 31, 2022, the Stakeholders Relationship Committee is composed of the following:

NAME OF THE MEMBER	CATEGORY	STATUS
Mr. Anand Prakash	Non- Executive Director	Chairman
Mr. Aditya Sadani	Executive Director	Member
Mr. Amit Kumar Sureka	Independent Director	Member

The Company Secretary acts as the Compliance Officer and the Company has not received any shareholders' complaints during the financial year under review.

- **Meetings and Attendance**

During the year under review, the Stakeholders Relationship Committee met 1 (once) on November 05, 2021. The Company has not received any grievances during the financial year 2021-2022. The attendance details of members of committee are as under:

NAME OF THE MEMBER	NO. OF MEETINGS	
	HELD	ATTENDED
Mr. Anand Prakash	1	1
Mr. Aditya Sadani	1	1
Mr. Amit Kumar Sureka	1	1

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- **Powers of the Stakeholders Relationship Committee**

The role of the committee shall, *inter-alia*, include the following:

1. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
2. Review of measures taken for effective exercise of voting rights by shareholders.
3. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
4. Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.

IV. **RISK MANAGEMENT COMMITTEE**

- **Composition**

The Board of Directors of the Company has duly constituted a Risk Management Committee in terms of the requirements of Regulation 21 of SEBI (LODR) Regulations, 2015. As on March 31, 2022, the Risk Management Committee is composed of the following:

NAME OF THE MEMBER	CATEGORY	STATUS
Mr. Aditya Sadani	Executive Director	Chairman
Mr. Apurva Salarpuria	Non- Executive Director	Member
Mr. Anand Prakash	Non- Executive Director	Member

- **Meetings and Attendance**

The Risk Management Committee meets once every year to review the risk management plan. During the year under review, the Risk Management Committee met 1 (once) on November 05, 2021. The attendance details of members of committee are as under:

NAME OF THE MEMBER	NO. OF MEETINGS	
	HELD	ATTENDED
Mr. Aditya Sadani	1	1
Mr. Apurva Salarpuria	1	1
Mr. Anand Prakash	1	1

- **Powers of the Risk Management Committee**

The role of the Committee is as under:

1. Preparation of Risk Management Plan, reviewing and monitoring the same on regular basis.
2. To review critical risks identified.
3. To report key changes in critical risks to the Board.
4. To report critical risks to Audit Committee in detail.
5. To perform such other functions as may be deemed or prescribed fit by the Board.

MEANS OF COMMUNICATION

A) FINANCIAL RESULTS:

- Shareholders were intimated through the press about the quarterly performance and financial results of the Company. The quarterly and half-yearly unaudited financial results and the annual audited financial results are published in newspapers i.e. The Echo of India – Kolkata (English) and Arthik Lipi (Bengali) and are also sent immediately to the stock exchange i.e. The Calcutta Stock Exchange Limited with which the shares of the Company are listed.
- The financial results and other relevant information are also displayed on the website of the Company i.e. <https://www.salarpuriagroup.com/investors>

B) OTHER INFORMATION:

The Company has email address cs.sgroup2013@gmail.com to interface with the investors.

GENERAL SHAREHOLDER INFORMATION

a) ANNUAL GENERAL MEETING

The Forty First (41st) Annual General Meeting (AGM) of the Company will be held on Thursday, September 29, 2022 at 3:30 P.M. at the Registered Office of the Company viz.: 7, Chittaranjan Avenue, Bowbazar, 3rd Floor, Kolkata – 700072, West Bengal, India.

b) FINANCIAL YEAR

The Financial Year of the Company is from 1st April to 31st March

Financial Calendar [Current Financial Year 2022-23]	Tentative Dates
First Quarter Financial Results (June 30)	By 14 th day of August 2022
Second Quarter Financial Results (September 30)	By 14 th day of November 2022
Third Quarter Financial Results (December 31)	By 14 th day of February 2022
Fourth Quarter & Annual Audited Financial Results of the current Financial Year (March 31)	By end of May 2023

Date of Book Closure:

The books will be closed for the Annual General Meeting from Friday, September 23, 2022 to Thursday, September 29, 2022 (both days inclusive).

c) LISTING OF EQUITY SHARES ON THE STOCK EXCHANGES WITH STOCK CODE:

The Equity Shares of the Company are listed on The Calcutta Stock Exchange Limited, 7, Lyons Range, Kolkata – 700 001 [CSE Scrip Code: 10023480]. The Company has duly paid the annual listing fees to the Stock Exchange. The Calcutta Stock Exchange Limited has revoked suspension from dealing in securities of the Company vide its Notice Number CSE/LD/15403/2022 dated January 12, 2022.

d) REGISTRAR TO AN ISSUE AND SHARE TRANSFER AGENT:

Niche Technologies Private Limited (SEBI Registration Number : INR000003290) having its office at 3A, Auckland Place, 7th Floor, Room No. 7A & 7B, Kolkata- 700017, West Bengal provide for processing the transfers, transmission, sub-division, consolidation, splitting of shares, etc. and to process the Members' requests for dematerialization and / or re-materialization of shares.

e) DISTRIBUTION OF SHAREHOLDING AS AT 31ST MARCH, 2022

• ACCORDING TO CATEGORY OF HOLDING:

Shareholders	As on 31 st March, 2022		As on 31 st March, 2021	
	No. of Shares	%	No. of Shares	%
Promoters	8,51,700	44.359%	8,96,610	46.698%
Financial Institutions	0	0	0	0

Private Corporate Bodies (Excluding Promoters)	0	0	0	0
Public	10,68,300	55.641%	10,23,390	53.302%
Total	19,20,000	100.000%	19,20,000	100.00%

• **ACCORDING TO NUMBER OF SHARES HELD:**

Shareholding Range	No. of shareholders	% of Shareholders	No. of shares	% of Shareholding
1-500	327	83.8462	43,490	2.2651
501-10,00	3	0.7692	2,880	0.1500
1001-5000	5	1.2821	16,700	0.8698
5001-10000	7	1.7949	68,300	3.5573
10001 -50000	41	10.5128	11,92,930	62.1318
50001-100000	5	1.2821	3,72,250	19.3880
100001 and above	2	0.5128	2,23,450	11.6380
Total	390	100.0000	19,20,000	100.0000

DEMATERIALIZATION OF SHARES: The Company' shares are listed on BSE Limited and Calcutta Stock Exchange Limited. The shares of the Company are in compulsory dematerialized segment and are admitted with both the Depositories i.e. National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Limited (CDSL).

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SEBI has mandated that securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019. Accordingly, the Company/ Registrar and Share Transfer Agent has stopped accepting any fresh lodgment of transfer of shares in physical form. Members holding shares in physical form are advised to avail of the facility of Dematerialization. The ISIN of the Company is INE181F01019.

f) GENERAL BODY MEETINGS

The location, date and time of Annual General Meetings held during the preceding three years are given below:

Year ended	Venue	Day, Date & Time of Meeting	Special Resolution passed
March 31, 2021	Deemed Venue : Registered Office	Wednesday, September 22, 2021 at 12:30 P.M.	None
March 31, 2020	Registered Office:	Monday, September 28, 2020 at 11:30 A.M.	None
March 31, 2019	7, Chittaranjan Avenue, 3rd Floor, Bowbazar, Kolkata-700072	Saturday, September 07, 2019 at 11:30 A.M.	1. To re-appoint Mr. Raj Kumar Jalan (DIN: 00634156) as the Independent Director of the Company 2. To re-appoint Ms. Saileena Sarkar (DIN:

			06963882) as the Woman Independent Director of the Company
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g) POSTAL BALLOTS

During the financial year 2021-2022, there were no ordinary or special resolutions passed by the members through Postal Ballot.

i) DETAILS OF NON- COMPLIANCES

There are no non-compliance by the Company and no penalties or strictures have imposed on the Company by the Stock Exchange or SEBI or any statutory authority, on any matter related to Capital Markets, during the last three years.

j) CERTIFICATION FROM COMPANY SECRETARY IN PRACTICE

Mr. Rajan Singh, Company Secretary in whole-time practice, has issued a certificate as required under the Listing Regulations, confirming that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as director of companies by the SEBI / Ministry of Corporate Affairs or any such statutory authority. The certificate is enclosed as *Annexure – 1*.

DECLARATION BY THE CHIEF EXECUTIVE OFFICER

Pursuant to the provisions of Regulation 34(3) and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Chief Executive Officer has enclosed a duly signed declaration stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management. The declaration is enclosed as *Annexure – 2*.

DIRECTORS' RESPOSIBILITY STATEMENT

In terms of the provisions of section 134 (5) of the Companies Act, 2013, your Directors hereby confirm that:

- a. In the preparation of the Annual Accounts for the financial year ended 31st March, 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit /loss of the Company for that period;
- c. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. The Directors had prepared the Annual Accounts on a going concern basis;
- e. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively; and

- f. The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

ANNUAL RETURN

In accordance with the provisions of Section 92(3) & Section 134(3)(a) of the Companies Act, 2013 read with Rule 12 of the Companies (Management & Administration) Rules, 2014, as amended from time to time, copy of the Annual Return can be accessed from the following link: <https://www.salarpuriagroup.com/investors/annual-report-e-voting>

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

Your Company does not have any Subsidiary, Joint Venture or Associate Company.

Your company does not have any “Material Subsidiary Company” whose income or net worth exceeds 10% of the consolidated income or net worth respectively of the Company and its subsidiaries in the immediately preceding accounting year.

DISCLOSURE ON REMUNERATION OF DIRECTORS AND EMPLOYEES

a. **INFORMATION PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

Ratio of the remuneration of each Director/ KMP to the median remuneration of all employees of the Company for the financial year:

PARTICULARS	DESIGNATION	AMOUNT (IN Lakh)	PERCENTAGE
Median Remuneration of all employees of the Company for FY 2021-2022	Chief Executive Officer (CEO) and Chief Financial Officer (CFO)*	3.65	62.5%
	Company Secretary (CS)#	2.19	37.5%
The percentage increase in median remuneration of employees in the Financial Year	Chief Executive Officer (CEO) & Chief Financial Officer (CFO)	1.15	46.00%
	Company Secretary (CS)	NIL	NIL
The number of permanent employees on rolls of Company as on March 31, 2022	Chief Executive Officer (CEO) & Chief Financial Officer (CFO)		
	Company Secretary (CS)		
Total	2 Employees		

Note: The ratio of remuneration to median remuneration is based on remuneration paid during the period from April 01, 2021 to March 31, 2022. The remuneration paid is as per the terms of agreement, mutually agreed upon and as permissible under the Act or Statute.

The Company does not pay any remuneration to any Director.

*The remuneration paid to Chief Executive Officer (CEO) and Chief Financial Officer (CFO) i.e, Sunetra Chakraborty is Rs 3.65 Lakh.

#The remuneration paid to Company Secretary (CS) i.e., Annu Santhalia is Rs. 0.41 Lakh and Priya Jhunjhunwala is Rs. 1.78 Lakh.

b. INFORMATION PURSUANT TO RULE 5(2) & 5(3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Pursuant to the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, no employee of the Company draws remuneration in excess of the limits as set out in the said rules.

c. Employee Benefits:

Short-term Employee Benefits are recognized as an expense at the undiscounted amount in the statement of Profit & Loss to the year in which the related services are rendered. Provision of the Gratuity Act is not applicable to the Company for the financial year ended March 31, 2022.

PARTICULARS OF LOANS GIVEN, GUARANTEES GIVEN OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The disclosure requirements as specified under Section 186 of Companies Act, 2013 is not applicable as the Company is engaged in the business of NBFC activities, viz: investment in shares, mutual funds and other securities during the year under review.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1) OF THE COMPANIES ACT, 2013

Pursuant to the requirement under section 134(3)(h) of the Companies Act, 2013 the particulars of contracts or arrangements with related parties under section 188(1) of the Companies Act, 2013 is attached and furnished in **Form AOC-2** as annexed to this report as *Annexure - 3*.

COMPLIANCE WITH SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to provide a protective environment at workplace for all its employees. To ensure that every woman employee is treated with dignity and respect and as mandated under the "The Sexual Harassment of women at Workplace (Prevention, Prohibition and Redressal) Act 2013" the Company takes due care for prevention of the sexual harassment of its women employees as and when the company employs any women employee. The company is committed to provide a safe and conducive work environment to its employees. During the year under review, no case of sexual harassment was reported.

DISCLOSURE ON VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a vigil through which concerned persons [directors, employees, and business associates] may report unethical behavior, malpractices, wrongful conduct etc., without

fear of reprisal. The Company has set up a Direct Touch Initiative, under which all directors, employees/ business associates have direct access to the Chairman of the Audit Committee. The Whistle Blower Policy aims to:

- Allow and encourage stakeholders to bring to the management notice concerns about unethical behavior, malpractices, wrongful conduct, actual or suspected fraud or violation of policies.
- Ensure timely and consistent organizational response.
- Build and strengthen a culture of transparency and trust.
- Provide protection against victimization.

The above mechanism has been appropriately communicated. The Company Secretary of the Company ensures compliance with the relevant provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015, to the extent applicable. It was also confirmed that no personnel has been denied access to the Audit Committee.

AUDITORS

STATUTORY AUDITORS

In terms of the provisions of Section 139 of the Companies Act, 2013 read with provisions of the Companies (Audit and Auditors) Rules, 2014 as amended, **M/s Mohit Jhunjunwala & Associates**, Chartered Accountants (ICAI FRN: 328750E), was appointed as the Statutory Auditors of the Company for a consecutive period of 4 years from conclusion of the 37th Annual General Meeting held in the year 2018 until conclusion of the 41st Annual General Meeting scheduled to be held in the year 2022.

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The Company hereby proposes to appoint/re-appoint M/s **Mohit Jhunjunwala & Associates**, Chartered Accountants of 9, Weston Street, Siddha Weston, Unit No. 318, 3rd Floor, Kolkata-700013 (FRN: 328750E), were appointed Statutory Auditors of the Company to hold office from the conclusion of this 41st Annual General Meeting until the conclusion of the 46th Annual General Meeting to be held for the financial year 2027-28 at a remuneration mutually agreed upon and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit.

The Statutory Auditor is paid a remuneration of Rs. 35,000/- plus taxes, as may be applicable and reimbursement of out-of-pocket expenses incurred.

NBFC AUDITOR'S REPORT (RESERVE BANK) DIRECTIONS 2008:

In view of the directions issued by Reserve Bank of India, the Auditors have given their report to the above effect which is self-explanatory.

SECRETARIAL AUDITOR

In compliance with the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors, upon recommendation of the Audit Committee, has appointed Mr. Rajan Singh, Company Secretary in Practice, as the Secretarial Auditor and his report in **Form MR-3** is annexed to the Board's Report as *Annexure - 4*.

The Company has taken a certificate as laid down under sec 92(2) of the Companies Act 2013 and Rule 11(2) of Companies (Management and Administration) Rules, 2014 from Mr. Rajan Singh, Practising Company Secretary.

QUALIFICATION, RESERVATION OR ADVERSE REMARK IN THE AUDITOR'S REPORTS AND SECRETARIAL AUDIT REPORT

There is no qualification, reservation or adverse remark made by the Auditors in their Reports to the Financial Statements or by the Secretarial Auditor in his Secretarial Audit Report for the financial year ended March 31, 2022.

COST AUDIT AND COST RECORDS

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 is not applicable for the business carried out by the Company.

ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE, ETC

Information pursuant to Section 134(3)(m) of the Companies Act, 2013 read with rule 8 of Companies (Accounts) Rules, 2014 in respect of conservation of Energy and Technology Absorption are not applicable to company under the year under review and expenditure on Research and Development and Foreign Exchange Earning & Outgo stands NIL for the year under review.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There has been no significant and material order(s), passed by any Regulator(s) or Court(s) or Tribunal(s), impacting the going concern status of the Company's operations. No material changes and commitments have occurred after the close of the financial year till the date of this Report which affects the financial position of the Company for the reporting period.

MANAGEMENT DISCUSSION & ANALYSIS REPORT (MDAR)

In accordance with Regulation 34 read with Schedule V of SEBI (LODR) Regulations, 2015, Management Discussion & Analysis Report forms a part of this Annual Report. The management has well-perceived and deliberated on following areas. It includes, among others, discussion on the following matters:

- Industry structure and developments
- Risks and concerns
- Discussion on financial performance with respect to operational performance
- Details of significant changes in key financial ratios

It is enclosed herewith as *Annexure – 5*.

ACCOUNTING TREATMENT

The Company follows Accounting Standards issued by the Institute of Chartered Accountants of India and in preparation of financial statements.

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for issue by the Board of Directors has been considered in preparing these financial statements.

Estimates

The Company has exercised the option to measure investment in equity instruments, not held for trading at FVTOCI in accordance with Ind AS 109. It has exercised this irrevocable option for its class of unquoted equity shares. The option renders the equity instruments elected to be measured at FVTOCI non-recyclable to Statement of Profit & Loss.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Management continuously reviews the Internal Control Systems and procedures for the efficient conduct of the Company's business. The Company adheres to the prescribed guidelines with respect to the transactions, financial reporting and ensures that all its assets are safeguarded and protected against losses. Internal Control System are implemented to safeguard the Company's assets from loss or damage, to keep a constant check on the cost structure, to prevent revenue leakages, to provide adequate financial and accounting controls and implement accounting standards.

The Board appointed has **M/s Rakesh Ram & Associates**, Chartered Accountants, for conducting the Internal Audit of the Company. The report thereof is placed before the Audit Committee for evaluation of internal financial controls and risk management systems.

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The Board has designated the Compliance Officer as the Chief Investor Relations Officer ("CIRO") to ensure that fairness and transparency is maintained while dealing with unpublished price sensitive information.

Your Board is of the opinion that the Internal Financial Controls, affecting the Financial Statements of your Company are adequate and are operating effectively.

DEPOSITS

Your company has not accepted any public deposit during the financial year under review.

LISTING

The equity shares of your Company continues to be listed on The Calcutta Stock Exchange Limited (CSE).

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Corporate Social Responsibility is the continuing commitment by the business to behave ethically and contribute to economic development while improving the quality of life of the workforce and their families as well as of the local community and society at large.

As per the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, your Company is not required to constitute a CSR committee and enact thereon.

COMPLIANCE WITH SECRETARIAL STANDARDS ISSUED BY ICSI

During the year under review, the Company has duly complied with the applicable provisions of the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) along with Secretarial Standards on Report of the Board of Directors (SS-4) issued by The Institute of Company Secretaries of India (ICSI).

RESERVE BANK OF INDIA RESERVE FUND

In terms of Notification No. RBI/2014-15/299 dated 10.11.2014 issued by the Reserve Bank of India, provision for contingency have been provided Rs. 27,719.00 on Standard Assets of Rs. 110,87,578.00 on the outstanding balance as on 31.03.2022. During the year under review, Rs. 6.21 Lakh (PY FY 2020-2021 - Rs. 6.40 Lakh) was transferred to RBI Reserve Fund under section 45IC of the Reserve Bank of India Act 1934.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

During the year under review, there is no application or proceeding pending under the Insolvency & Bankruptcy code, 2016 against the company.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

The Company has not obtained loan from Banks or Financial Institutions and hence, the requirement of valuation does not arise.

APPRECIATION

Your Directors record their sincere appreciation for the assistance, support and guidance provided by Government Authorities, Bankers, investors, financial institution and shareholders for their consistent support to the company. The Directors also commend the continuing commitment and dedication of the employees at all levels which has been critical for the Company's growth. The Directors look forward for their continuing support in future.

for and on behalf of the Board of Directors
Mandya Finance Company Limited

Date: 31-08-2022
Place: Kolkata

Aditya Sadani
Director
DIN: 09023418

Apurva Salarpuria
Director
DIN: 00058357

CERTIFICATION OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members
MANDYA FINANCE COMPANY LTD
CIN: L51909WB1981PLC034018
7, Chittaranjan Avenue,
3rd Floor, Bowbazar,
Kolkata-700 072,
West Bengal, India

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **MANDYA FINANCE COMPANY LTD [CIN: L51909WB1981PLC034018]** and having registered office at 7, Chittaranjan Avenue, 3rd Floor, Bowbazar, Kolkata-700 072 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications [including Directors Identification Number (DIN) status at the portal www.mca.gov.in] as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1	APURVA SALARPURIA	00058357	07/03/2008
2	ANAND PRAKASH	00061566	29/09/1994
3	SAILEENA SARKAR	06963882	30/09/2014
4	AMIT KUMAR SUREKA	07826070	07/07/2021
5	ADITYA SADANI	09023418	16/06/2021

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

RAJAN SINGH & CO.
(Practising Company Secretaries)
Unique Code-S2022WB839700

Place: Konnagar
Date: 31-08-2022
UDIN: F010541D000882709

CS Rajan Singh
Proprietor
Membership Number-F10541
COP-13599



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

Annexure – 2

DECLARATION BY CHIEF EXECUTIVE OFFICER

[Pursuant to Regulation 34(3) and Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

All Directors and senior management personnel of the Company have affirmed compliance with Code of Conduct of board of directors and senior management for the financial year ended March 31, 2022.

for and on behalf of the Board of Directors of
MANDYA FINANCE COMPANY LIMITED

Date: 31-08-2022

Place: Kolkata

Sunetra Chakraborty
Chief Executive Officer

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts / arrangements / transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Note No. 31 of the Financial Statements
b)	Nature of contracts / arrangements / transaction	
c)	Duration of the contracts / arrangements / transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Date of approval by the Board	
f)	Amount paid as advances, if any	

for and on behalf of the Board of Directors of
MANDYA FINANCE COMPANY LIMITED

Date: 31-08-2022
Place: Kolkata

Aditya Sadani
Director
DIN: 09023418

Apurva Salarpuria
Director
DIN: 00058357

FORM MR-3

Secretarial Audit Report

For the Financial Year ended 31st March, 2022

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

To
The Members
MANDYA FINANCE COMPANY LIMITED
CIN: L51909WB1981PLC034018
7, Chittaranjan Avenue,
3rd Floor, P.S. Bowbazar,
Kolkata-700 072,
West Bengal

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MANDYA FINANCE COMPANY LIMITED [CIN: L51909WB1981PLC034018]** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion hereon.

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Based on our verification of the Company's books, papers minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

The Company is an "Investment Company" engaged in the business of Non-Banking Financial Institution (Non deposit accepting Company) as defined under Section 45-IA of the Reserve Bank of India Act, 1934.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made there under, as applicable;
- 2) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the results made there under;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

- 4) Foreign Exchange Management Act, 1999 and rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **[Not applicable during the Audit Period]**
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') :-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **[Not applicable during the Audit Period]**
 - (d) The Securities and Exchange Board of India (Employees Stock Option Scheme and Employees Stock Purchase Scheme) Guidelines 1999; **[Not applicable during the Audit Period]**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **[Not applicable during the Audit Period]**
 - (f) The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **[Not applicable during the Audit Period]**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **[Not applicable during the Audit Period]**
 - (i) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 6) Reserve Bank of India Act, 1934.

I further report that having regarded to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-checks basis, the Company has complied with the laws applicable specifically to the Company as represented by the Management.

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

- 1) Secretarial Standards issued by the Institute of Company Secretaries of India;
- 2) The Listing Agreement entered into by the Company with The Calcutta Stock Exchange Ltd. The Company is generally regular in giving intimations under various clauses of SEBI LODR Regulations;

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The change in the composition of



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

the Board Directors that took place during the period under review was carried out in compliance with the provisions of the Act.

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

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

On the basis of information provided, I further report that during the audit period there were no instances of:

- (i) Public /Right/ Preferential issue of shares/ debentures/ sweat equity, etc.
- (ii) Redemption buy-back of securities.
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013.
- (iv) Merger/ amalgamation/ reconstruction etc.
- (v) Foreign technical collaborations.

RAJAN SINGH & CO.
(Practising Company Secretaries)
Unique Code-S2022WB839700

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Place: Konnagar
Date: 31-08-2022
UDIN: F010541D000882731

CS Rajan Singh
Proprietor
Membership Number-F10541
COP-13599

ANNEXURE TO THE SECRETARIAL AUDIT REPORT

To
The Members
MANDYA FINANCE COMPANY LIMITED
CIN: L51909WB1981PLC034018
7, Chittaranjan Avenue,
3rd Floor, P.S. Bowbazar,
Kolkata-700 072,
West Bengal

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

1. Maintenance of Statutory and other records are the responsibility of the management of the company. My responsibility is to express an opinion on these records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurances about the correctness of the contents of the records. The verification was done on test basis to ensure that correct facts are reflected in records. I believe that the processes and practices I have followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. The Company was the following system of obtaining reports from other departments to ensure compliance with applicable laws, rules, regulations and guidelines as informed to us.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

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RAJAN SINGH & CO.
(Practising Company Secretaries)
Unique Code-S2022WB839700

Place: Konnagar
Date: 31-08-2022
UDIN: F010541D000882731

CS Rajan Singh
Proprietor
Membership Number-F10541
COP-13599

MANAGEMENT DISCUSSION & ANALYSIS REPORT (MDAR)

OVERVIEW

Mandya Finance Company Limited is registered with the Reserve Bank of India Non-Deposit Accepting NBFC and offers and engages in the business of Investment in share and securities of listed and unlisted entities and providing of loan and advance to SME.

The management has well-perceived and deliberated on various factors within the limits set by the Company's competitive position as discussed in this report.

INDUSTRY STRUCTURE AND DEVELOPMENTS

Non-Banking Finance Companies (NBFCs) are an integral part of the country's financial system, catering to a large market of niche customers, and have emerged as one of the major purveyors of retail and SME credit in India. It is a heterogeneous group of institutions (other than commercial and co-operative banks) performing financial intermediation in a variety of ways, such as accepting deposits, making loans and advances, providing leasing/hire purchase services, among others. NBFCs serve an important role in developing countries, such as India, where access to bank finance continues to be a challenge for a large chunk of the population and businesses. Nonbanking financial institutions, including NBFCs in India, serve market segments to which commercial banks do not offer services because of higher risk and lower returns. Because of their inherent characteristics, nonbanking financial institutions are an indispensable part of an economy's financial sector. The evolution of NBFCs in India and the 2018 crisis have provided good lessons to other developing countries. In the end, capital (both equity and debt) has to exercise the necessary discipline, and capital providers (both markets and institutions) need to become more discriminating when funding NBFCs to avoid a repeat of the 2018 crisis. There are over 12,000 NBFCs in India mostly in the private sector. NBFCs as a whole account for 12.7 % of assets of the total financial system. The total number of NBFCs registered with the RBI, consisting of NBFCs-D (deposit taking) and NBFCs-ND (non-deposit taking), declined from 12,409 at the end of June 2011 to 12,385 at the end of June 2012. The number of NBFCs-D declined from 297 to 271 during the same period, mainly due to the exit of NBFCs-D from deposit-taking activity, while non-deposit-taking systemically important NBFCs (NBFCs-ND-SI with asset size Rs. 1,000 million and above) increased from 330 to 370 during the same period.

NBFCs, historically are involved in providing financial services such as offering of small ticket personal loans, financing of two/three wheelers, truck financing, farm equipment financing, loans for purchase of used commercial vehicles/machinery, secured/unsecured working capital financing, etc. Further, NBFCs also often take lead role in providing innovative financial services to Micro, Small, and Medium Enterprises (MSME) most suitable to their business requirements. The characteristics of NBFC financial services include simpler processes and procedures in sanction and disbursement of credit; timely, friendly and flexible terms of repayment aligned to the unique features of its clientele, albeit at a higher cost.

Retail focused NBFCs witnessed a challenging period of subdued growth and build-up in delinquencies in FY 2014 as a result of prolonged weakness in economic and business outlook. The strong verdict in the parliamentary elections has led to an improvement in sentiments, fuelled by expectations of speedy decision making and investor-friendly reforms. Such post-election optimism however would need to be translated to a higher level of capital formation and industrial production in order to facilitate an improvement in prospects and business climate. In this backdrop retail focused NBFCs might see revival in growth in FY 2015 to 11-14% from about 8% witnessed in FY2014, although expected largely during the latter half of the year. Asset quality pressures of retail focused NBFCs however may take longer to subside, although a high proportion of NBFCs assets in secured lending segments could limit their

lifetime losses to a manageable level. Over the longer term, the growth outlook for NBFCs could be more benign as credit demand pickups. At the same time NBFCs will need to manage competitive pressures from banks, which have increased their retail lending focus in light of pressure on corporate lending.

The Company is mainly into investing in and acquiring and holding shares, stocks, debentures, bonds, mutual funds and/or other securities issued or guaranteed by any company constituted or carrying on business in India and/or by any Government, state, public body or authority.

A trusted and customer-centric, one-stop financial services provider, the Company caters to the diverse needs of corporate customers, across various areas of business. Our Company is focused only on its main line of business of investment and financing.

OPPORTUNITIES AND THREATS

The Company is led by a dedicated and passionate professional management team and each key member of the team has years of experience in the industry. The Company focuses on the core business activities and our commitment towards transparency enables us to maintain good relationship with our customers.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

The company is primarily engaged in the single business of Financing and Investment.

RISKS AND CONCERNS

The Company is exposed to market risk and credit risk. The Company's senior management oversees the management of these risks and is supported by professional manager who advises on financial risks and assist in preparing the appropriate financial risk governance framework for the Company. It provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes can be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks which are summarized under Note No. 39(C) of the attached Financial Statements.

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INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Management continuously reviews the Internal Control Systems and procedures for the efficient conduct of the Company's business. The Company adheres to the prescribed guidelines with respect to the transactions, financial reporting and ensures that all its assets are safeguarded and protected against losses. Internal Control System are implemented to safeguard the Company's assets from loss or damage, to keep a constant check on the cost structure, to prevent revenue leakages, to provide adequate financial and accounting controls and implement accounting standards.

M/s Rakesh Ram & Associates, Chartered Accountants, have conducted the Internal Audit of the Company. The report thereof is placed before the Audit Committee for evaluation of internal financial controls and risk management systems.

The Compliance Officer of the Company is designated as the Chief Investor Relations Officer ("CIRO") to ensure that fairness and transparency is maintained while dealing with unpublished price sensitive information.

Your Board is of the opinion that the Internal Financial Controls, affecting the Financial Statements of your Company are adequate and are operating effectively.

FUTURE PROSPECTS



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

On account of the pandemic, the previous two years have been tough whereby both business and collections were severely impacted. However, from second quarter FY 2021-22, credit growth has picked up significantly due to receding impact of COVID shutdowns, the pent-up demand in the economy and an uptick in multiple economic indicators. The NBFC sector may get impacted if elevated levels of retail inflation, crude oil prices and supply chain disruptions continue over a prolonged period. Borrowing rate is expected to rise in the wake of rate hikes announced by RBI in May 2022, which may lead to pressure on margins. Any loan re-pricing may lead to reduced demand as well as deterioration in credit quality for small borrowers.

However, there's room for optimism - receding pandemic impact along with large vaccinated population, rising private investments, higher consumption levels and thrust on capital expenditure in Union Budget 2022 shall in partnership lead to a high growth trajectory for the economy. This shall also translate into a better performance vis-à-vis the year gone by for most of the leading financial services institutions including NBFCs.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

Business landscape across the world is marked by fast evolving dynamics. These demand agile responses while keeping the long term focus intact. Your Company is led by highly experienced and successful business leaders with proven track record of delivering sustainable growth in demanding business environment. As of March 31, 2022, your Company has complied with requirement of KMP during the year and other statutes to the extent applicable with a robust team competing on the strength of our people, all of us are bonded together by core values of Pride, Integrity, Discipline and Ambition. We thrive in this climate of 'Right People for Right Culture'. Your Company has consciously built an entrepreneurial and empowering culture of 'Results, Not Reasons'. Our culture emphasizes on having a workforce that is diverse, agile, eager to learn and driven to succeed. We have modeled ourselves as a learning organization by focusing on 'Stretch - Learn and Grow' with Theme Respect for all with parameters like Capacity Building performance management.

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SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS AND FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

An analysis of key analytical ratios have been made in Note 44 of the attached Financial Statements including the % of variance of such ratios with respect to ratios of the previous financial year as at March 31, 2022. There is a significant variance in the Tier II CRAR Ratio with reference to the previous year FY 2020-2021 as there has been a refund on account of Loan given and accordingly, Contingent Provision against Standard Asset gets reduced.

We strive to achieve market leadership in scale and profitability, wherever we compete.

for and on behalf of the Board of Directors of
MANDYA FINANCE COMPANY LIMITED

Date: 31-08-2022
Place: Kolkata

Aditya Sadani
Director
DIN: 09023418

Apurva Salarpuria
Director
DIN: 00058357

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MANDYA FINANCE COMPANY LIMITED
Report on the audit of the IND AS financial statements**

Opinion

We have audited the accompanying Financial Statements of **MANDYA FINANCE COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March, 2022**, and the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial statements give the information required by the Act 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 31st March, 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.

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Information Other than the Financial Statement and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the, Board's Report including Annexures to Board's Report, and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the 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 Statement, 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 in the 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.

Management's Responsibility 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 Financial Statements that give a true and fair view of the financial position, financial performance and Cash Flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of (Standalone) Ind AS Financial Statements

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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.

Materiality is the magnitude of misstatement in the financial statement that, individually or aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the "Annexure - 1" a statement on the matters specified in paragraphs 3 & 4 of the Order to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;

- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure 2” to this report.
- 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 as at 31st March 2022 which would impact its financial position.
 - ii. The Company does not have any long term contracts including derivative contract for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The company has neither declared nor paid any dividend during the financial year. Hence compliance in accordance with section 123 of the Companies Act, 2013 is not applicable.

- h) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act: According to the information and explanations given to us, no remuneration has been paid by the Company to any of its directors. Accordingly, provisions of Section 197 of the Act relating to remuneration to directors are not applicable. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For M. Jhunjhunwala & Associates
Chartered Accountants
Firm Reg. No. : 328750E

Mohit Jhunjhunwala
Proprietor
Membership No. 300180
9, Weston Street, Room : 318
3rd Floor, Kolkata – 700013

Place: Kolkata
UDIN: 22300180AJSCCP7064
Date: 27-05-2022

Annexure-1 to the INDEPENDENT AUDITORS REPORT
(Referred to in paragraph 1 of the section on "Report on other legal and regulatory requirements" of our report of even date)

On the Basis of such checks as we considered appropriate and in terms of the information and explanation given to us, we state that:

- (i) (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company has no intangible assets. Hence, comments on clause 3(i)(a)(B) of the Order does not arise.
- (b) As explained to us, Property, Plant and Equipment, according to the practice of the company, have been physically verified by the management at reasonable intervals. According to the information given to us, no material discrepancies were noticed on such verification.
- (c) The company does not own any immovable property. Hence, comments on clause 3(i)(c) of the Order does not arise.
- (d) According to the information and explanations given to us, the company has not revalued its Property, Plant and Equipment during the financial year 2021-22.

- (e) As per the information provided to us, 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 made thereunder.
- (ii) (a) The stock in trade consists of shares which have been physically verified at reasonable intervals by the management and no discrepancies were noticed on physical verification.
- (b) The company has not 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 during any point of time of the year. Hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) (a) During the year, the Company has not provided loans, advances in the nature of loans or stood guarantee or provided security to any other entity.
- (b) The Company has made Investments of Rs.500 lakhs in Unsecured OCD and Rs.35 Lakhs in Unsecured NCD during the financial year 2021-22 and the same is not prejudicial to the Company's interest.
- (c) The Company has granted Loans repayable on Demand to Related Parties during the year, the repayments and receipts of which are regular.
- (d) The Company has granted Loans repayable on Demand to Related Parties during the year and with regard to the same no amount has been overdue for more than 90 days and reasonable steps have been taken by the Company for recovery of Principal and Interest.
- (e) During the year, the Company has not renewed or extended or granted fresh loans or advances in the nature of loans to settle the overdues of existing loans to the same parties.
- (f) The Company has granted Loans repayable on demand to Related Parties during the financial year 2021-22. The details of the same is enclosed as per **Annexure-A**.
- (iv) The Company has complied with the provisions of Section 185 and 186 of the Companies Act 2013, where applicable, with respect to the loans, investments, guarantees and security made.
- (v) The Company has neither accepted any deposits nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014(as amended) and no such 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. Accordingly, comment on clause 3(v) of the said Order does not arise.
- (vi) Maintenance of Cost Records under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company. Therefore, the reporting under clause 3(vi) of the Order is not applicable to the Company.

- (vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services tax, provident fund, Employee state insurance, Income Tax, sales Tax, Service Tax, duty of customs, duty of excise, Value added tax, cess and any other Statutory dues as applicable to the appropriate authorities during the year. According to the information and explanations given to us, no undisputed amounts payable were in arrear as at 31st March, 2022 for a period of more than six months from the date they become payable.
- (b) On the basis of information and explanations given to us, no dues of income tax, sales tax or service tax have not been deposited on account of any dispute.
- (viii) According to information and explanations given by the management, the Company does not have any transaction relating to earlier years that has been surrendered or disclosed as income during the year in the tax assessments under the Income tax Act, 1961 and also there are no such previously unrecorded income and related assets relating to earlier years which have been recorded in the books of account during the year.
- (ix) (a) In our opinion the company has not defaulted in repayment of loans or borrowings or in the payment of interest to any lender.
- (b) As per the information provided to us, the company is not declared as willful defaulter by any bank, or financial institution or lender. Hence reporting under clause 3(ix)(b) of the Order is not applicable.
- (c) The company does not have Term Loan from any Bank/Financial institution. Hence reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) The company has not raised any funds on short term basis during the year. Hence reporting under clause 3(ix)(d) of the Order is not applicable.
- (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. Hence reporting under clause 3(ix)(e) of the Order is not applicable.
- (f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures and associate companies. Hence reporting under clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised any money way of initial public offer or further public offer (including debt instruments) during the year. Hence reporting under clause 3(x) of the Order is not applicable.
- (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. Hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) In our opinion, the Company is not a Nidhi company. Therefore, reporting under clause 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards to the extent possible.
- (xiv) (a) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(a) of the Order is not applicable to the Company.
- (b) The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Companies Act, 2013. Therefore, the requirement to report under clause 3(xiv)(b) of the Order is not applicable to the Company.
- (xv) To the best of our knowledge and belief and as per the information and explanations given to us, the Company has not entered into any non-cash transaction with directors or persons connected with him. So, comment on clause 3(xv) of the said Order does not arise.
- (xvi) (a) The company is registered under section 45IA of RBI Act,1934
- (b) As the company is registered under section 45 IA of RBI Act,1934 with valid certificate. Hence reporting under this clause is not applicable.
- (c) The company is not CIC as defined in regulation made by RBI.
- (d) As the company is not CIC. Hence reporting under this clause is not applicable.
- (xvii) The company has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year. Hence, comments on clause 3(xvii) of the Order does not arise.
- (xviii) There has been no resignation of statutory auditors of the company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention , which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date; We however, state that this is not an assurance to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) (a) The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to

report on clause 3(xx)(a) of the Order is not applicable to the Company.

(b) The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on clause 3(xx)(b) of the Order is not applicable to the Company.

(xxi) The company is not required to prepare Consolidated Financial Statements during the financial year 2021-22. Accordingly, the clause xxi is not applicable to the company.

For M. Jhunjhunwala & Associates
Chartered Accountants
Firm Reg. No. : 328750E

Mohit Jhunjhunwala
Proprietor
Membership No. 300180
9, Weston Street, Room : 318
3rd Floor, Kolkata - 700013.

Place: Kolkata
UDIN: 22300180AJSCCP7064
Date: 27-05-2022

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ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF MANDYA FINANCE COMPANY LIMITED

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 Mandya Finance Company Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements 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 as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these financial statements.

Meaning of Internal Financial Controls over Financial Reporting With Reference to these Financial Statements

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



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

Inherent Limitations of Internal Financial Controls Over Financial Reporting with Reference to these Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements 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, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For M. Jhunhunwala & Associates
Chartered Accountants
Firm Reg. No. : 328750E

Mohit Jhunhunwala
Proprietor
Membership No. 300180
9, Weston Street, Room : 318
3rd Floor, Kolkata - 700013.

Place: Kolkata
UDIN: 22300180AJSCCP7064
Date: 27-05-2022

ANNXURE A

LOANS

(Rs. in Lakhs)

Particulars	Outstanding Balance As at April 1, 2021	Applied / Given during the year	Refund / Repayment during the year	Outstanding Balance As at March 31, 2022
SALARPURIA SIGNUM COMPLEX LLP	231.98	86.00	317.98	-
SALARPURIA SATTVA REALTY LLP	30.15	40.42	70.57	-
S S ASSOCIATES	80.88	6.55	-	87.43
AMAZING PLAZZA PVT. LTD.	11.43	1.23	-	12.66
ELEGANT HEIGHTS PVT. LTD.	10.03	0.76	-	10.79
TOTAL	364.46	134.97	388.55	110.88

MANDYA FINANCE COMPANY LIMITED
CIN: L51909WB1981PLC034018
Balance Sheet as at March 31, 2022

(Rs. In Lakhs)

	Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
	ASSETS			
	(1) Financial Assets			
	(a) Cash and cash equivalents	3	4.19	4.49
	(b) Loans	4	110.88	364.46
	(c) Investments	5	18,608.36	17,194.55
	(d) Inventories	6	55.65	52.33
	(e) Other Financial Assets	7	5.51	1.08
	(2) Non-financial Assets			
	(a) Current Tax Assets (Net)	8	9.54	12.97
	(b) Property, Plant and Equipment	9	0.35	0.43
	(c) Other Non-Financial Assets	10	16.64	30.87
	Total Assets		18,811.12	17,661.18
	LIABILITIES AND EQUITY			
	(A) LIABILITIES			
	(1) Financial Liabilities			
	(a) Borrowings (Other than Debt Securities)			
	(b) Other financial liabilities	11	1.32	1.07
	(2) Non-Financial Liabilities			
	(a) Provisions	12	0.28	1.46
	(b) Deferred Tax Liabilities (net)	13	3,702.43	3,470.23
	(c) Other non-financial liabilities	14	0.05	0.03
	(B) EQUITY			
	(a) Equity Share capital	15	192.00	192.00
	(b) Other Equity	16	14,915.04	13,996.39
	Total Liabilities and Equity		18,811.12	17,661.18

See accompanying notes forming part of the financial statements

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As per our report of even date attached.

For M. Jhunjunwala & Associates

Chartered Accountants
 Firm Reg. No. : 328750E

Mohit Jhunjunwala

Proprietor
 Membership No. 300180
 9, Weston Street, Room : 318
 3rd Floor, Kolkata - 700013.

UDIN: 22300180AJSCCP7064

Dated : 27-05-2022

For and on behalf of the Board of Directors

MANDYA FINANCE COMPANY LTD.

Aditya Sadani
Director
 DIN - 09023418

Apurva Salarpuria
Director
 DIN - 00058357

Sunetra Chakraborty
CEO & CFO

Priya Jhunjunwala
Company Secretary

MANDYA FINANCE COMPANY LIMITED
CIN: L51909WB1981PLC034018
Statement of Profit and Loss for the year ended March 31, 2022

(Rs. In Lakhs Except EPS)

	Particulars	Note	Year ended March 31, 2022	Year ended March 31, 2021
	Revenue from operations			
(i)	Interest Income	17	30.63	36.39
(ii)	Dividend Income	18	2.26	0.76
(iii)	Net Gain(Loss) on Fair Value Changes	20	13.98	11.14
(I)	Total Revenue from operations (i+ii+iii)		46.87	48.29
(II)	Other Income	19	17.80	0.04
(III)	Total Income (I+II)		64.67	48.33
	Expenses			
(i)	Purchase of Trade in stock	21	-	-
(ii)	Changes in Inventories of Stock-in-Trade	22	(3.32)	(7.30)
(iii)	Employee Benefits Expenses	23	5.85	4.77
(iv)	Depreciation, Amortization and Impairment	24	0.08	0.06
(v)	Other Expenses	25	17.97	11.74
(vi)	Provisions	26	-	0.12
(IV)	Total Expenses (IV)		20.58	9.39
(V)	Profit/(loss) before tax (III-IV)		44.09	38.95
(VI)	Tax Expense:			
	(1) Current Tax		8.25	4.55
	(2) Deferred Tax		4.78	2.40
	(3) Income tax for the earlier years		-	-
	(4) Provisions no longer required		-	-
			13.03	6.95
(VII)	Profit/(loss) for the period (V-VI)		31.06	31.99
(VIII)	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss			
	(a) Remeasurement of the defined benefit plans			
	(b) Fair value changes of Investments in equity shares		1,115.01	1,181.46
	(c) Net Gain/(Loss) on disposal of investments in equity shares		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		(227.43)	-
	B (i) Items that will be reclassified to profit or loss			
	(a) Fair value changes of investments in Preference Shares			
	(b) Net Gain/(Loss) on Disposal of Investments in Equity Shares		(53.40)	-
	(ii) Income tax relating to items that will be reclassified to profit or loss			
	Total of Other Comprehensive Income (VIII)		834.18	1,181.46
(IX)	Total Comprehensive Income for the period (VII+VIII)		865.24	1,213.45
(X)	Earnings per equity share			
	Basic and Diluted EPS (Rs.)		1.62	1.67

See accompanying notes forming part of the financial statements

1-44

As per our report of even date attached.

For and on behalf of the Board of Directors
MANDYA FINANCE COMPANY LTD.

For M. Jhunjunwala & Associates

Chartered Accountants
 Firm Reg. No. : 328750E

Mohit Jhunjunwala
 Proprietor

Membership No. 300180
 9, Weston Street, Room : 318
 3rd Floor, Kolkata - 700013.

UDIN: 22300180AJSCCP7064
 Dated : 27-05-2022

Aditya Sadani
 Director
 DIN - 09023418

Apurva Salarpuria
 Director
 DIN - 00058357

Sunetra Chakraborty
 CEO & CFO

Priya Jhunjunwala
 Company Secretary

MANDYA FINANCE COMPANY LIMITED
CIN: L51909WB1981PLC034018
Statement of Cash Flows for the year ended March 31, 2022

(Rs. In Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
A. Cash Flow from operating activities		
Profit/ (loss) before tax	44.09	38.95
Adjustments for:		
Depreciation	0.08	0.06
Dividend Income	(2.26)	(0.76)
Profit on Sale of Investments	(16.62)	(0.06)
Contingent Provision against Standard Asset	(1.18)	0.12
Fair Value Loss/ (Gain) on Financial Instruments at Fair Value through Profit and Loss	(13.98)	(11.14)
Fair Valuation of Inventories	-	(7.29)
Operating Profit before Working Capital changes	10.13	19.88
Adjustments for:		
(Increase)/decrease in Loans	253.58	(30.08)
(Increase)/decrease in Inventories	(3.33)	-
(Increase)/decrease in Other Non Financial Assets	14.23	248.73
(Increase)/decrease in Other Non Financial Liabilities	0.02	(0.01)
Increase/(decrease) in Other Financial Assets	(4.43)	(0.03)
Increase/(decrease) in Other Financial Liabilities	0.25	0.40
Cash generated/ (used) from Operations	270.47	238.89
Income Tax paid	(4.82)	(6.73)
Net Cash Flows used in Operating Activities (A)	265.65	232.16
B. Cash flow from investing activities		
Purchase of Investments	(635.50)	(241.00)
Dividend Income	2.26	0.76
Purchase of Fixed Assets	-	(0.21)
Sale of investments	367.28	10.00
Net Cash used in Investing Activities (B)	(265.96)	(230.45)
C. Cash flow from financing activities		
Increase/(Decrease) in Long term Borrowings	-	-
Proceeds from issue of Equity Share Capital	-	-
Net Cash from Financing Activities (C)	-	-
Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)	(0.31)	1.71
Cash and Cash Equivalents at the beginning of the year	4.49	2.78
Cash and Cash Equivalents at the end of the year	4.19	4.49
Cash and Cash Equivalents include the following Balance Sheet amounts		
Cash on hand	0.62	0.16
Balances with Banks in Current Accounts	3.57	4.33
	4.19	4.49

Notes:

- 1 The above Cash Flow Statement is prepared under the indirect method as set out in Ind AS 7 "Statement of Cash Flows".
- 2 Previous year figures have been rearranged / regrouped wherever necessary to conform to the current year's classification.

As per our report of even date attached.

For M. Jhunjunwala & Associates

Chartered Accountants

Firm Reg. No. : 328750E

Mohit Jhunjunwala

Proprietor

Membership No. 300180

9, Weston Street, Room : 318

3rd Floor, Kolkata - 700013.

UDIN: 22300180AJSCCP7064

Dated : 27-05-2022

Aditya Sadani

Director

DIN - 09023418

Sunetra Chakraborty

CEO & CFO

For and on behalf of the Board of Directors

MANDYA FINANCE COMPANY LTD.

Apurva Salarpuria

Director

DIN - 00058357

Priya Jhunjunwala

Company Secretary



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

Statement of Changes in Equity as at March 31, 2022

A. Equity Share Capital

(1) Current reporting period

(Rs. in Lakhs)

Balance as at April 1, 2021	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2021	Changes in equity share capital during the current year	Balance as at March 31, 2022
192.00	-	192.00	-	192.00

(2) Previous reporting period

(Rs. in Lakhs)

Balance as at April 1, 2020	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2020	Changes in equity share capital during the previous year	Balance as at March 31, 2021
192.00	-	192.00	-	192.00

B. Other Equity

(Rs. in Lakhs)

(1) Current reporting period

	Reserves and Surplus					Items of other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Special Reserve*	General Reserve	Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	
Balance as at April 1, 2021	-	114.50	86.46	153.01	344.30	-	13,298.13	13,996.39
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2021	-	114.50	86.46	153.01	344.30	-	13,298.13	13,996.39
Profit for the year/Transfer to Retained Earnings	-	-	-	-	31.06	-	-	31.06
Other Comprehensive income for the year	-	-	-	-	-	-	1,115.01	1,115.01
Total Comprehensive income for the year	-	-	-	-	31.06	-	1,115.01	1,146.07
Dividend	-	-	-	-	-	-	-	-
Deferred Tax Effect	-	-	-	-	-	-	(227.43)	(227.43)
Transfer from OCI Reserve-Reclassification	-	-	-	-	53.40	-	(53.40)	-
Transfer to Special Reserve	-	-	6.21	-	(6.21)	-	-	-
Balance as at March 31, 2022	-	114.50	92.67	153.01	422.54	-	14,132.31	14,915.04

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

Statement of Changes in Equity as at March 31, 2022

(2) Previous reporting period

(Rs. in Lakhs)

	Reserves and Surplus					Items of other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Special Reserve*	General Reserve	Retained Earnings	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	
Balance as at April 1, 2020	-	114.50	80.06	153.01	318.70	-	12,116.68	12,782.95
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2020	-	114.50	80.06	153.01	318.70	-	12,116.68	12,782.95
Profit for the year/Transfer to Retained Earnings	-	-	-	-	31.99	-	-	31.99
Other Comprehensive income for the year	-	-	-	-	-	-	1,487.37	1,487.37
Total Comprehensive income for the year	-	-	-	-	31.99	-	1,487.37	1,519.36
Dividend	-	-	-	-	-	-	-	-
Deferred Tax Effect	-	-	-	-	-	-	(305.92)	(305.92)
Transfer from OCI Reserve-Reclassification	-	-	-	-	-	-	-	-
Transfer to Special Reserve	-	-	6.40	-	(6.40)	-	-	-
Balance as at March 31, 2021	-	114.50	86.46	153.01	344.30	-	13,298.13	13,996.39

* created pursuant to Section 45(C) of the Reserve Bank of India Act, 1934

As per our report of even date attached.

For M. Jhunjunwala & Associates

Chartered Accountants

Firm Reg. No. : 328750E

Mohit Jhunjunwala

Proprietor

Membership No. 300180

9, Weston Street, Room : 318

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UDIN: 22300180AJSCCP7064

Dated : 27-05-2022

For and on behalf of the Board of Directors

MANDYA FINANCE COMPANY LTD.

Aditya Sadani

Director

DIN - 09023418

Sunetra Chakraborty

CEO & CFO

Apurva Salarpuria

Director

DIN - 00058357

Priya Jhunjunwala

Company Secretary

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2022

1. Corporate Information

Mandya Finance Company Limited (the Company) having CIN: L51909WB1981PLC034018 and its registered office 7, Chittaranjan Avenue, 3rd Floor, KOLKATA WB 700072, India is a Public Limited Company incorporated and domiciled in India.

2.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (the Rules).

All the Ind AS issued and notified by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are approved for issue by the Board of Directors has been considered in preparing these financial statements.

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which have been measured at fair value as described in accounting policies regarding financial instruments.

Estimates

The Company has exercised the option to measure investment in equity instruments, not held for trading at FVTOCI in accordance with Ind AS 109. It has exercised this irrevocable option for its class of unquoted equity shares. The option renders the equity instruments elected to be measured at FVTOCI non-recyclable to Statement of Profit & Loss.

2.2. Summary of Significant Accounting Policies

Basis of classification of Current and non-current

Assets and liabilities in the Balance Sheet have been classified as either current or non-current based upon the requirements of Schedule III to the Companies Act, 2013.

An asset has been classified as current if (a) it is expected to be realized in, or is intended for sale or consumption in the Company's normal operating cycle; or (b) it is held primarily for the purpose of being traded; or (c) it is expected to be realized within twelve months after the reporting date; or (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date. All other assets have been classified as non-current.

A liability has been classified as current when (a) it is expected to be settled in the Company's normal operating cycle; or (b) it is held primarily for the purpose of being traded; or (c) it is due to be settled within twelve months after the reporting date; or (d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. All other liabilities have been classified as non-current.

An operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. The Company has considered its operating cycle to be 12 months.

MANDYA FINANCE COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2022

Fair value measurement

The Company measures certain financial instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- ▶ In the principal market for the asset or liability, or
 - ▶ In the absence of a principal market, in the most advantageous market for the asset or liability
- The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

Revenue Recognition

Revenue, if any, from sale of goods will be recognized upon passage of title to the customers which would generally coincide with delivery thereof. Claims, due to uncertainty in realization, are accounted for on acceptance/cash basis. Dividend income on investments is accounted for when the right to receive the payment is established. Interest income, if any, will be recognized on a time proportion basis taking into account the amount outstanding and rate applicable. Profit on sale of investments is recorded on transfer of title from the Company and is determined as the difference between sale price, carrying value of Investment and other incidental expenses. Rental Income is recognised on an accrual basis in accordance with the terms of the relevant agreement.

Operating Leases

Company as Lessee

Leases where the lessor effectively retains substantially all the risks and benefits of the ownership of the leased assets, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit & Loss on a straight line basis over the leased term.

Company as Lessor

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

Retirement Benefits and other employee benefits

Retirement benefit in the form of Gratuity is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when an employee renders the related service. There are no obligations other than the contributions payable to the respective trusts / funds.

Short term Employee Benefits are recognised at the undiscounted amount as expense for the year in which the related service is rendered.

Borrowing Costs

Borrowing costs (including other ancillary borrowing cost) directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

Taxation

Provision for current Income Tax is made on the taxable income using the applicable tax rules and tax laws. Deferred Tax, if any, arising on account of timing difference and which are capable of reversal in one or more subsequent period is recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets, if any, subject to consideration of prudence are recognized and carried forward 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.

MANDYA FINANCE COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2022

Earnings Per Share

Earnings per share is calculated by dividing the net profit or loss before OCI for the year attributable to equity shareholders 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 before OCI for the period 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.

Property, Plant and Equipment

Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of purchase price and any attributable cost of bringing the asset to its working condition for its intended use. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

Under the previous GAAP (Indian GAAP), property, plant and equipment were carried in the balance sheet on cost. The Company has elected to regard those values as deemed cost at the date of transition.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.

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

Depreciation on Tangible Property, Plant and Equipment

Depreciation on Property, Plant and Equipment is provided on Written down value method and manner specified in Schedule II of the Companies Act, 2013.

The Company has used Useful lives as specified in Schedule-II of Companies Act, 2013.

Depreciation on Property, Plant and Equipment added/disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal thereof.

Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Company's assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered as impaired and is written down to its recoverable amount.

Impairment losses are recognised in the statement of profit and loss.

Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted at a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

MANDYA FINANCE COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2022

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in three categories:

- (a) Debt instruments at amortised cost
- (b) Debt instruments, derivatives, equity instruments and mutual fund investments at fair value through profit or loss (FVTPL)
- (c) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- (a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- (b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the profit or loss.

Debt instruments, derivatives, equity instruments and mutual fund investments at fair value through profit or loss (FVTPL)

All derivatives and mutual fund investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit & Loss.

Equity instruments measured at fair value through other comprehensive income (FVTOCI)

For all equity instruments other than the ones classified as at FVTPL, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Profit & Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the balance sheet) when the rights to receive cash flows from the asset have expired.

Impairment of financial assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, financial guarantee contract payables, or derivative instruments.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on liabilities held for trading are recognised in the statement of profit or loss.

MANDYA FINANCE COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS AS AT 31ST MARCH 2022

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

Loans and borrowings

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Offsetting of financial instruments

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

Cash and Cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

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.

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

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

3. Cash and Cash Equivalents

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Cash on hand	0.62	0.16
Balances with Banks - in Current Account	3.57	4.33
Total	4.19	4.49

4. Loans

(Rs. in Lakhs)

Particulars	As at March 31, 2022					As at March 31, 2021				
	Amortised Cost	At Fair Value			Total	Amortised cost	At Fair Value			Total
		Through Other Compre hensive Income	Through Profit or Loss	Designated at fair value through profit or loss			Subtotal	Through Other Compre hensive Income	Through Profit or Loss	
Loans (A)										
(i) Term Loans	-	-	-	-	-	-	-	-	-	-
(ii) Other Loans: Related Party	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Total (A) Gross	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-
Total (A) Net	110.88	-	-	-	110.88	364.46	-	-	-	364.46
(B)										
(i) Secured by tangible assets / cash flows	-	-	-	-	-	-	-	-	-	-
(ii) Covered Bank/Government Guarantees	-	-	-	-	-	-	-	-	-	-
(iii) Unsecured	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Total (B) Gross	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-
Total (B) Net	110.88	-	-	-	110.88	364.46	-	-	-	364.46
(C)										
(i) Public Sector	-	-	-	-	-	-	-	-	-	-
(ii) Others	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Total (C) Gross	110.88	-	-	-	110.88	364.46	-	-	-	364.46
Less: Impairment loss allowance	-	-	-	-	-	-	-	-	-	-
Total (C) Net	110.88	-	-	-	110.88	364.46	-	-	-	364.46

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

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

5. Investments

(Rs. in Lakhs)

Particulars	Face Value (in Rs.)	Quantity	At Fair Value			Subtotal	Others*	Total
			Through Profit and Loss	Through Other Comprehensive Income	Ammortised Cost			
As at March 31, 2022								
Investment in Equity instruments								
(i) Quoted								
The TATA Power Company Ltd.	10	6000		14.32		14.32		14.32
(ii) Unquoted								
Baid Finex Services Pvt. Ltd.	10	260000		56.52		56.52		56.52
Baid Trade Fina Pvt. Ltd.	10	374000		73.49		73.49		73.49
Belfast Holdings Pvt. Ltd.	10	110000		31.26		31.26		31.26
Canton Properties Pvt. Ltd.	10	290000		78.62		78.62		78.62
Right Aid Associates Pvt. Ltd.	10	183000		48.06		48.06		48.06
Salarpuria Investment Pvt. Ltd.	10	40032		236.25		236.25		236.25
Salarpuria Properties Pvt. Ltd.	10	562250		17,223.12		17,223.12		17,223.12
Salarpuria Real Estates Pvt. Ltd.	10	10000		106.53		106.53		106.53
Shivgauri Jewellers Pvt. Ltd.	10	132500		39.05		39.05		39.05
Trailokyasundar Realtors Pvt. Ltd *	10	900		0.09		0.09		0.09
(Bengal Salarpuria Eden Infra)								
Investment in 'A' Class Equity Shares (Unquoted) (At Cost)								
Canton Properties Pvt. Ltd.	1000	655		17.76		17.76		17.76
Investment in Debt Instruments								
(i) 1% Unsecured Non-Convertible Debentures (Unquoted)								
Chitrachal Realtors Pvt. Ltd	1000	7700			60.52	60.52		60.52
Salarpuria Housing Pvt. Ltd	1000	3500			39.85	39.85		39.85
(i) 1% Unsecured Optionally-Convertible Debentures (Unquoted)								
Salarpuria Housing Pvt. Ltd	1000	20000			201.67	201.67		201.67
Poppy Realtors Pvt. Ltd	1000	30000			303.50	303.50		303.50
(iv) Investment in Debt Mutual Funds								
UTI Arbitrage Fund-Direct Growth Plan (42055.135 Units)			12.50			12.50		12.50
UTI Liquid Cash Plan - Direct Growth Plan (1870.833 Units)			65.26			65.26		65.26
Total – Gross (A)			77.76	17,925.07	605.54	18,608.37	-	18,608.36
(A) Investments outside India								
(B) Investments in India			77.76	17,925.07	605.54	18,608.37	-	18,608.36
Total – Gross (B)			77.76	17,925.07	605.54	18,608.37	-	18,608.36
Total of (A) to tally with (B)								
Less: Impairment loss allowance (C)			-	-	-	-	-	-
Total – Net [D = (A) - (C)]			77.76	17,925.07	605.54	18,608.37	-	18,608.36

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

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

5. Investments (continued)

(Rs. in Lakhs)

Particulars	Face Value (in Rs.)	Quantity	At Fair Value			Subtotal	Others*	Total
			Through Profit and Loss	Through Other Comprehensive Income	Ammortised Cost			
As at March 31, 2021								
Investment in Equity instruments								
(i) Quoted								
Easun Capital Markets Ltd	10	174308		33.12		33.12		33.12
Federal Bank Limited	2	5500		4.17		4.17		4.17
O N G C LTD	5	21000		21.45		21.45		21.45
The Tata Power Company Ltd.	1	6000		6.20		6.20		6.20
(ii) Unquoted								
Baid Finex Services Pvt. Ltd.	10	260000		55.85		55.85		55.85
Baid Trade Fina Pvt. Ltd.	10	374000		71.73		71.73		71.73
Belfast Holdings Pvt. Ltd.	10	110000		30.70		30.70		30.70
Canton Properties Pvt. Ltd.	10	290000		76.59		76.59		76.59
Right Aid Associates Pvt. Ltd.	10	183000		46.83		46.83		46.83
Salarpuria Investment Pvt. Ltd.	10	40032		229.78		229.78		229.78
Salarpuria Properties Pvt. Ltd.	10	562250		16,166.37		16,166.37		16,166.37
Salarpuria Real Estates Pvt. Ltd.	10	10000		74.58		74.58		74.58
Shivgauri Jewellers Pvt. Ltd.	10	132500		38.28		38.28		38.28
Traikoyasundar Realtors Pvt. Ltd *	10	900		0.09		0.09		0.09
(Bengal Salarpuria Eden Infra)								
Investment in 'A' Class Equity Shares (Unquoted) (At Cost)								
Canton Properties Pvt. Ltd.	1000	655		17.30		17.30		17.30
(iii) 1% Unsecured Non-Convertible Debentures (Unquoted)								
Chitrachal Realtors Pvt Ltd	1000	7700	56.82			56.82		56.82
Orthodox Realtors Pvt Ltd	1000	4000	29.55			29.55		29.55
(iv) Investment in Debt Mutual Funds								
UTI Liquid Cash Plan - Direct Growth Plan (6976.544 Units)			235.14			235.14		235.14
Total – Gross (A)			321.51	16,873.04		17,194.55	-	17,194.55
(A) Investments outside India								
(B) Investments in India								
Total – Gross (B)			321.51	16,873.04	-	17,194.55	-	17,194.55
Total of (A) to tally with (B)								
Less: Impairment loss allowance (C)			-	-	-	-	-	-
Total – Net [D = (A) - (C)]			321.51	16,873.04	-	17,194.55	-	17,194.55

* Others include Investments at cost

MANDYA FINANCE COMPANY LIMITED

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

Note: 6 Inventory

(Rs. in Lakhs)

STOCK OF SHARES		31.03.2022		31.03.2021	
Name	Face Value	No. of Securities	Total	No. of Securities	Total
BAID FINEX SERVICES PVT LTD	10.00	1,20,000	26.09	1,20,000	25.77
DSQ SOFTWARE LTD	10.00	22,650	0.00	22,650	1.49
GLOBAL SOFTWARE LTD	10.00	13,475	0.00	13,475	0.00
MAFATLAL DYES & CHEMICALS LTD	10.00	2,800	0.00	2,800	0.00
NOVINON LTD	10.00	2,650	0.00	2,650	0.00
QUALITY SYNTHETICS LTD	10.00	1,000	0.00	1,000	1.35
STEEL AUTHORITY OF INDIA LTD	10.00	30,000	29.57	30,000	23.64
UNI WORTH TEXTILE LTD	10.00	3,500	0.00	3,500	0.03
UNI WORTH INTERNATIONAL LTD	10.00	6,600	0.00	6,600	0.05
Total		2,02,675	55.65	2,02,675	52.33

7. Other Financial Assets

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Interest accrued on Inter Corporate Loan		
Interest accrued on Bonds and Debentures	5.51	1.08
Total	5.51	1.08

8. Current Tax Assets (Net)

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Advance Tax and TDS (Net)	9.54	12.97
Total	9.54	12.97

The reconciliation of estimated income tax to income tax expense is as below:

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit / (loss) before tax	44.09	38.95
Statutory Income Tax Rate	25.168%	22.880%
Expected income tax expense at statutory income tax rate	11.10	8.91
Adjustments for:-		
(i) Income exempt from tax	-	-
(ii) Adjustment of Fair Value Changes in Investment	(5.09)	(2.55)
(iii) Other differences (including expenses not deductible)	(0.99)	(2.99)
(iv) Unrecognised deferred tax assets	4.78	2.40
(v) Effect of different tax rate on investments	3.22	-
(vi) Income tax of earlier years	-	-
(vii) Others	-	1.17
Total Tax Expense recognised in Statement of profit and loss	13.03	6.95

MANDYA FINANCE COMPANY LIMITED

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

Note: 9 Property, Plant & Equipment

(Rs. in Lakhs)

Description	GROSS CARRYING AMOUNT					ACCUMULATED DEPRECIATION				Carrying Amount (Net) as at March 31, 2022
	Deemed Cost As at April 1, 2021	Additions during the year	Reclassification during the year	Adjustments/sales during the year	As at March 31, 2022	As at April 1, 2021	Additions during the year	Adjustment s/ sales during the year	As at March 31, 2022	
TANGIBLE ASSETS										
Air Conditioner	0.04	-	-	-	0.04	-	-	-	-	0.04
Mobile Phone	0.21	-	-	-	0.21	0.06	0.08	-	0.14	0.07
Motor Car	0.66	-	-	-	0.66	0.42	-	-	0.42	0.24
Total	0.91	-	-	-	0.91	0.48	0.08	-	0.56	0.35
Previous Year 2019-20	0.70	0.21	-	-	0.91	0.42	0.06	-	0.48	0.43

Note:-

- 1) The Company does not own any Immovable Property as at the Balance Sheet Date.
- 2) The Company has not revalued its Property, Plant & Equipment (including Right-of-Use Assets) by a Registered Valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017.

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10. Other Non Financial Assets

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Advance Against Properties (Related Party)	-	-
Prepaid Expenses	0.09	0.18
Income Tax Refund Receivable	1.15	1.15
Advance to others	0.15	0.15
Deferred Difference on Financial Assets	15.25	29.39
Total	16.64	30.87

11. Other Financial Liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Interest accrued and due on borrowings	-	-
(b) Interest accrued but not due on borrowings	-	-
(c) Other payables	1.32	1.07
Total	1.32	1.07

MANDYA FINANCE COMPANY LIMITED

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

12. Provisions

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Provision for employee benefits - Provision for Leave Encashment and Gratuity		
(b) Contingency Provision against Standard Assets	0.28	1.46
Total	0.28	1.46

13. Deferred Tax Assets (Net)

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Deferred Tax Assets		
Fair value of Investments carried at fair value through profit or loss	-	-
Fair value of Investments carried at fair value through OCI	(3,703.83)	(3,476.40)
On Contingency Provision Against Standard Assets	-	-
Unabsorbed carry forward of losses		
- Short-term capital losses	-	-
- Long-term capital losses	-	-
- Business losses	-	-
Others	-	0.49
Total	(3,703.83)	(3,475.91)
Deferred Tax Liabilities		
Unrealised gain on investment carried at fair value through other comprehensive income	-	-
Other items	(1.40)	(5.68)
Total	(1.40)	(5.68)
Net deferred tax assets / (liabilities)	(3,702.43)	(3,470.23)
Less: Unrecognised Deferred Tax Assets	-	-
Net deferred tax assets / (liabilities)	(3,702.43)	(3,470.23)

14. Other Non-financial liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Statutory Liabilities	0.05	0.03
Total	0.05	0.03

MANDYA FINANCE COMPANY LIMITED

Regd. Office: 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata-700 072, West Bengal, India

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Email ID: gautamc2010@rediffmail.com; cs.sgroup2013@gmail.com

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

15. SHARE CAPITAL		(Rs. in Lakhs)	
Particulars	As at March 31, 2022	As at March 31, 2021	
Authorised:			
2000000 Shares of Rs. 10 each	200.00	200.00	
Total	200.00	200.00	
Issued, Subscribed and Fully Paid up :			
1920000 Shares of Rs.10 Each	192.00	192.00	
Total	192.00	192.00	

A) Reconciliation of the number of shares outstanding at the beginning and at the end of the year

(Rs. in Lakhs)

I) Equity Shares Description	As at March 31, 2022		As at March 31, 2021	
	Number	Amount	Number	Amount
Number of Shares outstanding at the beginning of the year	19.20	192.00	19.20	192.00
Number of Shares issued during the year				
Number of Shares outstanding at the end of the year	19.20	192.00	19.20	192.00

B) Details of Shareholders holding more than 5% of the aggregate shares in the Company:-

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
NARAYANI DEVI	105100	5.474	105100	5.474
EASUN CAPITAL MARKETS LTD.	118350	6.164	118350	6.164

C) There are no shares in the preceding 5 Years allotted as fully paid up without payment being received in cash/bonus shares/bought back.

D) There are no shares reserved for issue under options and contracts/commitments for the sale of shares or disinvestment.

E) Rights, preferences and restrictions attached to Shares:-

Equity Shares:- The Company has one class of equity shares having a face value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of Interim Dividend. In the event of Liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

MANDYA FINANCE COMPANY LIMITED

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

F) Disclosure of Shareholding of Promoters:-

S. No	Shares held by Promoters Promoter Name	As at March 31, 2022		As at March 31, 2021		% Change during the year
		No. of Shares	% of total shares	No. of Shares	% of total shares	
	ALOK SALARPURIA	20050	1.044	20050	1.044	NIL
	ANAND PRAKASH	35100	1.828	35100	1.828	NIL
	APURVA SALARPURIA	77350	4.029	77350	4.029	NIL
	ARCHANA SALARPURIA	50150	2.612	50150	2.612	NIL
	DEVINA SALARPURIA	100	0.005	100	0.005	NIL
	GIRIDHARI PRASAD	21600	1.125	21600	1.125	NIL
	JAYSHREE AGARWAL	100	0.005	100	0.005	NIL
	MANISH AGARWAL	50	0.003	50	0.003	NIL
	NARAYANI DEVI	105100	5.474	105100	5.474	NIL
	PURUSHOTTAM LAL AGARWAL	100	0.005	45010	2.344	2.339
	RAJSHREE AGARWAL	100	0.005	100	0.005	NIL
	RAM PRASAD SALARPURIA	88400	4.604	88400	4.604	NIL
	SAROJ DEVI AGARWAL	25100	1.307	25100	1.307	NIL
	SHARDA DEVI SALARPURIA	94950	4.945	94950	4.945	NIL
	SULOCHNA AGARWAL	100	0.005	100	0.005	NIL
	VINITA SALARPURIA	9700	0.505	9700	0.505	NIL
	BAID TRADE FINA PVT. LTD.	10000	0.521	10000	0.521	NIL
	BAID FINEX SERVICES PVT. LTD.	70000	3.646	70000	3.646	NIL
	BELFAST HOLDINGS PVT. LTD.	32800	1.708	32800	1.708	NIL
	CANTON PROPERTIES PVT. LTD.	43500	2.266	43500	2.266	NIL
	EASUN CAPITAL MARKETS LTD.	118350	6.164	118350	6.164	NIL
	JAIGANIA COMMERCIALS PVT. LTD.	21800	1.135	21800	1.135	NIL
	SALAPURIA INVESTMENT PVT. LTD.	200	0.010	200	0.010	NIL
	SHIVGAURI JEWELLERS PVT. LTD.	27000	1.406	27000	1.406	NIL
	TOTAL	851700		896610		

16. OTHER EQUITY

(Rs. in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Reserves & Surplus		
(i) General Reserve		
Balance as per last Financial Statements	153.01	153.01
Add: Transferred during the year	-	-
Total	153.01	153.01
(ii) Securities Premium		
Balance as per last Financial Statements	114.50	114.50
Addition during the year	-	-
Total	114.50	114.50

16. OTHER EQUITY

	(Rs. in Lakhs)	
(iii) Special Reserve		
Reserve Fund under the RBI Act, 1934		
Balance as per last Financial Statements	86.46	80.06
Add: Transferred from Statement of Profit and Loss	6.21	6.40
Total	92.67	86.46
(iv) Retained Earnings		
Balance as per last Financial Statements	344.30	318.70
Profit / (Loss) for the year	31.06	31.99
Revaluation of Inventory		
Remeasurements of the defined benefit plans	-	-
Amount transferred from OCI (Gain on Disposal)	53.40	-
Less: Transferred to RBI Reserve	(6.21)	(6.40)
Total	422.54	344.30
Items of Other Comprehensive Income		
(v) FVTOCI Reserves		
Balance as per last Financial Statements	13,298.13	12,116.68
Fair value changes of Investments in Equity Shares	1,115.01	
Net Gain/(Loss) on Disposal of FVTOCI Investments	-	1,487.37
Deferred Tax effect	(227.43)	(305.92)
Amount transferred to Retained Earnings (Gain on Disposal)	(53.40)	-
Total	14,132.31	13,298.13
Total	14,915.04	13,996.39

Nature and Purpose of Reserves:-

General Reserve: General Reserve is a free reserve which is used from time to time to transfer profits from/to Retained earnings for appropriation purposes.

Securities Premium: Securities Premium Account is used to record premium received upon issuance of shares. This can be utilised in accordance with the provisions of Companies Act, 2013.

Special Reserve: Special reserve represents the reserve created pursuant to Sec.45-IC of the Reserve Bank of India Act, 1934 (the "RBI Act"). No appropriation of any sum from this Reserve Fund shall be made by the company except for the purposes as specified by RBI from time to time.

Retained Earnings: Retained Earnings represents the undistributed accumulative profits of the Company. This can be utilised in accordance with the provisions of the Companies Act, 2013.

OCI Reserve: It represents the cumulative gains/ (losses) arising on the revaluation of Equity Shares (Other than investments in Subsidiaries and Associates, which are carried at cost) measured at fair value through OCI, net of amounts reclassified to Retained Earnings on disposal of such instruments.

MANDYA FINANCE COMPANY LIMITED

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

17. Interest Income

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022			For the year ended March 31, 2021		
	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss
Interest on Loan Given	-	27.75	-	-	35.22	-
Interest on Debentures	-	2.88	-	-	-	1.17
Total	-	30.63	-	-	35.22	1.17

18. Dividend Income

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Dividend Received	2.26	0.76
Total	2.26	0.76

19. Other Income

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Net Gain/(Loss) on Redemption of Mutual Funds	6.16	-
Net Gain/(Loss) on Redemption of Debenture	10.46	-
Contingent Provision against Standard Assets	1.18	-
Short Term Capital Gain on Mutual Fund	-	0.04
Total	17.80	0.04

20. Net gain/ (loss) on fair value changes

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
(A) Net gain/ (loss) on financial instruments at fair value through profit or loss		
(i) On trading portfolio		
(ii) On financial instruments at fair value through profit or loss		
- Investments	0.26	11.14
- Inventories		
(B) Others		
Fair Value Gain/(Loss) on financial instruments carried at amortised cost	13.72	-
(C) Total Net gain/(loss) on fair value changes	13.98	11.14
Fair Value changes:		
-Realised	-	-
-Unrealised	13.98	-
Total Net gain/(loss) on fair value changes (D) to tally with (c)	13.98	11.14

MANDYA FINANCE COMPANY LIMITED

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

(Rs. in Lakhs)

	For the year ended March 31, 2022	For the year ended March 31, 2021
21. Purchase of Trade-in-Stock		
Purchase of Shares & Mutual Funds	-	-
Total	-	-

(Rs. in Lakhs)

	For the year ended March 31, 2022	For the year ended March 31, 2021
22. Changes in Inventories of Stock-in-Trade		
Opening Stock		
Stock of shares and Mutual Fund	52.34	45.04
Closing Stock		
Stock of shares and Mutual Fund	55.65	52.34
Increase/(Decrease) in Stock	(3.32)	(7.30)

23. Employee Benefits Expenses

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Salary and Bonus	5.85	4.77
Total	5.85	4.77

24. Depreciation

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation	0.08	0.06
Total	0.08	0.06

MANDYA FINANCE COMPANY LIMITED

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

25. Other expenses

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Advertisement	0.12	0.12
Annual depository Fee	0.06	0.22
Bank Charges	0.01	0.01
Demat Charges	0.03	0.02
Depository Charges	-	0.01
E-Voting Upload Fees	0.08	-
Filing fees	0.07	0.07
Insurance Premium	0.15	0.13
Internal Audit Fee	0.30	0.35
Listing fees	0.30	0.30
Maintainance Charges	0.48	0.06
Misc exp	0.02	0.05
Motor Car expenses	1.04	1.69
Auditor's fees and expenses		
- Statutory Audit Fee	0.35	0.35
Penal Interest	-	0.01
Postage & Stamp	0.20	0.10
Printing & Stationery	0.11	0.06
Professional Charges	-	0.15
Processing Fees	-	0.09
Rates & Taxes	0.05	0.05
Appeal Fees	0.01	-
Share Transfer Maintainance Fee	0.26	0.13
Travelling & Conveyance	0.19	0.14
Telephone Expenses	-	0.07
Amortisation of Deferred Difference	14.13	7.56
Total	17.97	11.74

26. Provisions

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Provisions for Contingency	-	0.12
Total	-	0.12



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

27 Contingent Liabilities and Commitments:

Commitments:-

* Estimated amount of contracts remaining to be executed on capital account and not provided for - ` Nil (Previous Year - ` Nil).

Contingent Liabilities:

* Contingent Liabilities not provided for - ` Nil (Previous Year - ` Nil).

28 The Company does not own any Investment Property as on the Balance Sheet Date. Properties held for earning Rentals and/or Capital appreciation are classified as Investment Properties.

29 Basic and Diluted Earnings Per Share (As per Ind AS 33 - Earnings Per Share):

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Net Profit/(Loss) after Tax attributable to equity holders	31.06	31.99
Weighted average number of equity shares outstanding (Numbers)	19,20,000	19,20,000
Basic and Diluted Earnings per share (Nominal Value of Share Rs.10) (in Rs.)	1.62	1.67

30 Segment Reporting:

The company's Operating Segment includes primarily Financing activity and Investment activity. This in context of Ind AS 108 on Segment Reporting-Operating Segment reporting, in the opinion of the management, are considered to constitute reportable segment.

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31 Related Party Transactions:

(Rs. in Lakhs)

Srl. No.	Where common control exists	Relationship	Opening Balance as on 01.04.2021	Applied/ Given during the year	Refund/ Repayment during the year	Balance Amount as on 31.03.2022
a) Loan Given						
1	Amazing Plaza Pvt. Ltd.	Common Control Exist	11.43	1.23	-	12.66
2	Elegant Heights Pvt. Ltd.	Common Control Exist	10.03	0.76	-	10.79
3	S. S. Associates	Common Control Exist	80.88	6.55	-	87.43
4	Salarpuria Signum Complex LLP	Common Control Exist	231.98	86.00	317.98	-
5	Salarpuria Sattva Realty LLP	Common Control Exist	30.15	40.42	70.57	-
Total : a :			364.46	134.97	388.55	110.88

Srl. No.	Where Common Control Exists	Relationship	Amount as on 31.03.2022 (`)	Amount as on 31.03.2021 (`)
d) Purchase of OCD				
1	Salarpuria Properties Pvt. Ltd.	Common Control Exist	300.00	-
Total : d :			300.00	-

MANDYA FINANCE COMPANY LIMITED

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

Sl. No.	Where Common Control Exists	Relationship	Amount as on 31.03.2022 (₹)	Amount as on 31.03.2021 (₹)
b) Interest Received on Loan				
1	Amazing Plaza Pvt. Ltd.	Common Control Exist	1.37	1.23
2	Elegant Heights Pvt. Ltd.	Common Control Exist	0.84	1.00
3	S. S. Associates	Common Control Exist	7.28	7.74
4	Salarpuria Signum Complex LLP	Common Control Exist	15.56	22.32
5	Salarpuria Sattva Realty LLP	Common Control Exist	2.69	2.93
			27.74	35.23
Interest Received on Debentures				
1	Poppy Realtors Pvt. Ltd.	Common Control Exist	1.13	-
2	Salarpuria Housing Pvt. Ltd.	Common Control Exist	0.61	-
			1.73	-
	TOTAL : b :		29.47	35.23

c) Key Managerial Personnel Remuneration				
1	Swetta Agarwala	CEO & CFO	-	0.67
2	Priyanka Rawat	Company Secretary	-	1.95
3	Sunetra Chakraborty *	CEO & CFO	3.65	1.83
4	Priya Jhunjhunwala**	Company Secretary	1.78	-
5	Annu Santhalia ***	Company Secretary	0.41	0.32
	TOTAL : c :		5.85	4.77

* Ms Sunetra Chakraborty appointed as CEO & CFO w.e.f. 01/10/2020

** Priya Jhunjhunwala appointed as Company Secretary w.e.f. 30/08/2021

*** Ms. Annu Santhalia resigned as Company Secretary w.e.f. 21/07/2021

32 As per the Company's policy, Investment in Equity of Subsidiaries/Associates are valued at cost and all other Equity Investments are valued at FVTOCI in accordance with the relevant Indian Accounting Standards.

As Market Value of some of the shares are not available on 31.03.2022 due to delisting or non trading, hence value of such stocks has been taken as per last year.

33 Expenditure in Foreign Currency and Earnings in Foreign Currency: ` Nil (Previous Year- ` Nil)

34 The Company has classified its assets in accordance with the Prudential Norms as prescribed by the Reserve Bank of India. The Company does not have any non performing assets as on the Balance Sheet Date.

35 "Employee Benefits" as per Indian Accounting Standard 19:

Short-term Employee Benefits are recognised as an expense at the undiscounted amount in the statement of Profit & Loss to the year in which the related services are rendered.

As per management, Provision of the Gratuity Act are not applicable to the Company at present.

36 There is no amount outstanding and payable to Investors' Education and Protection Fund as on 31.03.2022.

37 There is no amount outstanding and payable to Small Scale Industrial Undertaking as on 31.03.2022.

38 In terms of Notification No. RBI/2014-15/299 dated 10.11.2014 issued by the Reserve Bank of India, provision for contingency have been provided Rs. 27,719.00 on Standard Assets of Rs. 110,87,578.00 on the outstanding balance as on 31.03.2022.

39 Figures pertaining to the previous year have been rearranged / regrouped, wherever necessary, to make them comparable with those of current year.

MANDYA FINANCE COMPANY LIMITED

CIN: L51909WB1981PLC034018

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

40 Disclosure of Loans or advances in the nature of Loans granted by the Company:-

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
Promoter	-	-
Directors	-	-
KMPs	-	-
Related parties	110.88	100%

41 The Company do not have loans on Hire Purchase Schemes or relating to leasing activities.

42. Financial Instruments and related disclosures

(Rs. in Lakhs)

(A) Categories of Financial Instruments

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments:

Particulars	March 31, 2022				
	FVTPL	FVTOCI	Amortized cost	Total	Carrying value
Financial Assets					
Cash and Cash Equivalents	-	-	4.19	4.19	4.19
Investments	77.75	17,925.07	605.54	18,608.36	18,608.36
Loans	-	-	110.88	110.88	110.88
Inventories			55.65	55.65	55.65
Other Financial assets	-	-	5.51	5.51	5.51
Total	77.75	17,925.07	781.77	18,784.59	18,784.59
Financial Liabilities					
Other financial liabilities	-	-	1.32	1.32	1.32
Total	-	-	1.32	1.32	1.32

(Rs. in Lakhs)

Particulars	March 31, 2021				
	FVTPL	FVTOCI	Amortized cost	Total	Carrying value
Financial Assets					
Cash and Cash Equivalents	-	-	4.49	4.49	4.49
Investments	321.51	16,873.04	-	17,194.55	17,194.55
Loans	-	-	364.46	364.46	364.46
Inventories			52.33	52.33	52.33
Other Financial assets	-	-	1.08	1.08	1.08
Total	321.51	16,873.04	422.36	17,616.91	17,616.91
Financial Liabilities					
Other financial liabilities	-	-	1.07	1.07	1.07
Total	-	-	1.07	1.07	1.07

(B) Fair Value Hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities. The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Quoted prices in an active market (Level 1): Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Valuation techniques with observable inputs (Level 2): The fair value of financial instruments that are not traded in an active market (for example over-the counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Valuation techniques with significant unobservable inputs (Level 3): If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unquoted debentures carried at FVTPL and unquoted equity securities carried at FVTOCI included in level 3.

(Rs. in Lakhs)

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial Instruments measured at fair value:					
Investments at Fair Value Through Profit and Loss					
Investments in Debt Mutual Funds	March 31, 2022	77.75	77.75	-	-
Investments at Amortised Cost					
Investments in Debentures	March 31, 2022	605.54	-	-	605.54
Investments at Fair Value Through OCI					
Investments in Quoted Equity Shares	March 31, 2022	14.32	14.32	-	-
Investments in Unquoted Equity Shares	March 31, 2022	17,910.75	-	-	17,910.75

There have been no transfers between Level 1 and Level 3 during the period.

(Rs. in Lakhs)

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial Instruments measured at fair value:					
Investments at Fair Value Through Profit and Loss					
Investments in Debentures	March 31, 2021	321.51	-	-	321.51
Investments at Fair Value Through OCI					
Investments in Quoted Equity Shares	March 31, 2021	64.93	64.93	-	-
Investments in Unquoted Equity Shares	March 31, 2021	16,808.11	-	-	16,808.11

There have been no transfers between Level 1 and Level 3 during the period.

42. Financial Instruments and related disclosures (continued)

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

- 1) The fair values of the quoted equity shares are based on price quotations at the reporting date or the last quoted price as available on the reporting date.
- 2) The valuation of unquoted debentures requires management to make certain assumptions about the model inputs, including forecast of cash flows, discount rate, credit risk and volatility. The probabilities of the various estimates within the range can be reasonably assessed and are used in management's estimate of fair value for these unquoted bonds. In case of instruments having option to convert with the Company, the management has assigned probable likelihood of conversion depending on equity stake in the target entity, domain of operation and liquidity. Wherever, the probability is low, valuation has been done based on redemption assumptions.

Sensitivity of fair value measurements to changes in unobservable market data

The significant unobservable inputs used in the fair value measurement categorised within Level 3 of the fair value hierarchy together with a quantitative sensitivity analysis as at March 31, 2022 and March 31, 2021 are as shown below:

Description of significant unobservable inputs to valuation:

(Rs. in Lakhs)

Particulars	Valuation Technique	Significant unobservable inputs	Range	Sensitivity of the input to fair value
Investments in Debt Instruments (Debentures)	DCF method	Discount Rate	March 31, 2022: 9.83% March 31, 2021: 9.32%	1% Increase in the discount rate would decrease the fair value by Rs. 1.56 Lakh (March 31, 2021 - Rs. 3.38 Lakh). 1% Decrease in the discount rate would increase the fair value by Rs. 1.62 Lakh (March 31, 2021 - Rs. 3.57 Lakh)

42. Financial Instruments and related disclosures (continued)

(C) Financial risk management objectives and policies

The Company's principal financial assets include loans, investments at Fair Value, Inventory and cash and cash equivalents.

The Company is exposed to market risk and credit risk. The Company's senior management oversees the management of these risks and is supported by professional manager who advises on financial risks and assist in preparing the appropriate financial risk governance framework for the Company. It provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes can be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks which are summarized below:

(a) Market risk

Market risk is the risk when the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity price risk. Financial instruments affected by market risk include borrowings, deposits, derivative financial instruments, FVTPL Investments, etc.

Interest Rate Risk: Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

Currency Risk: Currency risk is the risk that the future cash flows of a financial instrument will change because of changes in currency rates. During the period under review, the company did not face currency risk.

Price Risk: Equity price risk is related to change in market reference price of investments in equity securities held by the Company. The fair value of quoted investments held by the Company exposes the Company to equity price risks. In general, these investments are not held for

(b) Liquidity Risk

Liquidity risk is the risk that the Company does not have sufficient financial resources to meet its obligations as they fall due, or will have to do so at an excessive cost. This risk arises from mismatches in the timing of cash flows which is inherent in all finance driven organisations and can be affected by a range of Company-specific and market-wide events.

Liquidity risk management (based on commercial terms):

(Rs. in Lakhs)

Particulars	On demand	Less than 3 months	3 to 12 months	> 12 months	Total
As on March 31, 2022					
A. Financial Assets					
Cash and cash equivalents	-	4.19	-	-	4.19
Loans	110.88	-	-	-	110.88
Investments	-	-	-	18,608.36	18,608.36
Inventory	-	-	55.65	-	55.65
Other Financial assets	-	5.51	-	-	5.51
Total	110.88	9.70	55.65	18,608.36	18,784.59
B. Financial Liabilities					
Other financial liabilities	-	1.32	-	-	1.32
Total	-	1.32	-	-	1.32
As on March 31, 2021					
A. Financial Assets					
Cash and cash equivalents	-	4.49	-	-	4.49
Loans	364.46	-	-	-	364.46
Investments	-	-	-	17,194.55	17,194.55
Inventory	-	-	52.33	-	52.33
Other Financial assets	-	1.08	-	-	1.08
Total	364.46	5.57	52.33	17,194.55	17,616.91
B. Financial Liabilities					
Other financial liabilities	-	1.07	-	-	1.07
Total	-	1.07	-	-	1.07

(c) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks. Pledge obligation risk is the risk that may occur in case of default on part of Pledgee company which may immediately amount to loss of assets of Company. The Company has adopted a policy of only dealing with creditworthy counterparties to mitigating the risk of financial loss from defaults. Company's credit risk arises principally from loans and cash & cash equivalents.

(d) Dividend Income risk

Dividend income risk refers to the risk of changes in the Dividend income due to dip in the performance of the investee companies .

43. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

(Rs. in Lakhs)

Particulars	within months	12 After months	12 Total
As on March 31, 2022			
Assets			
Cash and cash equivalents	4.19	-	4.19
Loans	-	110.88	110.88
Investments	-	18,608.36	18,608.36
Inventories	55.65	-	55.65
Other Financial assets	5.51	-	5.51
Current tax assets (Net)	-	9.54	9.54
Property, Plant & Equipment	-	0.35	0.35
Other Non Financial Assets	-	16.64	16.64
Total	65.35	18,745.77	18,811.12
Liabilities			
Other financial liabilities	1.32	-	1.32
Provisions	-	0.28	0.28
Deferred Tax Liabilities (net)	-	3,702.43	3,702.43
Other non-financial liabilities	0.05	-	0.05
Total	1.37	3,702.71	3,704.08
As on March 31, 2021			
Assets			
Cash and cash equivalents	4.49	-	4.49
Loans	-	364.46	364.46
Investments	-	17,194.55	17,194.55
Inventories	52.33	-	52.33
Other Financial assets	1.08	-	1.08
Current tax assets (Net)	-	12.97	12.97
Property, Plant & Equipment	-	0.43	0.43
Other Non Financial Assets	-	30.87	30.87
Total	57.90	17,603.28	17,661.17
Liabilities			
Other financial liabilities	1.07	-	1.07
Provisions	-	1.46	1.46
Deferred Tax Liabilities (net)	-	3,470.23	3,470.23
Other non-financial liabilities	0.03	-	0.03
Total	1.10	3,471.69	3,472.79

44 Analytical Ratios:-

Ratio	Numerator	Denominator	As at March 31, 2022	As at March 31, 2021	% Variance	Reason for Variance (if above 25%)
Capital to Risk Weighted Assets Ratio	Total Capital Funds	Total Risk Weighted Assets	108.19%	90.44%	19.63%	NA
Tier I CRAR	Capital Funds-Tier I	Total Risk Weighted Assets	108.09%	90.15%	19.90%	NA
Tier II CRAR	Capital Funds-Tier II	Total Risk Weighted Assets	0.10%	0.28%	-64.29%	Note**
Liquidity Coverage Ratio	Total HQLA (maintained)	Total Net Cash Outflows	NIL*	NIL*	-	-

Note:-

*Since there is no Cash Outflow on account of Loans and the Credit facility.

**Since there has been refund on account of Loan given and accordingly Contingent Provision against Standard Asset gets reduced which forms part of Tier-II Capital.

As per our report of even date attached.
For M. Jhunhunwala & Associates

Chartered Accountants
Firm Reg. No. : 328750E

For and on behalf of the Board of Directors
MANDYA FINANCE COMPANY LTD.

Mohit Jhunhunwala

Proprietor

Membership No. 300180
9, Weston Street, Room : 318
3rd Floor, Kolkata - 700013.

UDIN: 22300180AJSCCP7064

Dated : 27-05-2022

Aditya Sadani

Director

DIN - 09023418

Apurva Salarpuria

Director

DIN - 00058357

Sunetra Chakraborty

CEO & CFO

Priya Jhunhunwala

Company Secretary



CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

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(s)	
Registered Address	
E-mail ID	
Folio No. / *DP-ID & Client	

*Applicable for Investors holding shares in electronic form.

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

1.	Name:	Address:
	E-mail Id:	Signature:

Or failing him

2.	Name:	Address:
	E-mail Id:	Signature:

Or failing him

3.	Name:	Address:
	E-mail Id:	Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Forty First (41st) Annual General Meeting of the Company to be held on Thursday, September 29, 2022 at 03:30 P.M. IST at its registered office at 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata - 700072, and at any adjournment thereof in respect of such resolutions as is/are indicated below:

Item No.	Resolution(s)	For	Against
ORDINARY BUSINESS			
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2022 together with Reports of the Board of Directors and Auditors thereon		
2.	To appoint a Director in place of Mr. Aditya Sadani (DIN: 09023418), who retires by rotation and being eligible, offers himself for re-appointment		
3.	Appointment / Re- appointment of Statutory Auditors of the Company		

Signed this day of 2022

Signature of Shareholder

Signature of Proxy holder(s):

Affix
Re.1
Revenue
Stamp

Notes:

1. This form should be signed across the stamp as per specimen signature registered with the Company.
2. ***This form of Proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the meeting.***
3. A proxy need not be a member of the Company.
4. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
5. ****This is only optional. Please put a 'x' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.**
6. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.
7. In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

Regd. Office: 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata-700 072, West Bengal, India

Phone: +91 33 4014 5400, Fax: +91 33 2225 2471

Email ID: gautamc2010@rediffmail.com; cs.sgroup2013@gmail.com

ATTENDANCE SLIP

(to be presented at the entrance of the Annual General Meeting)

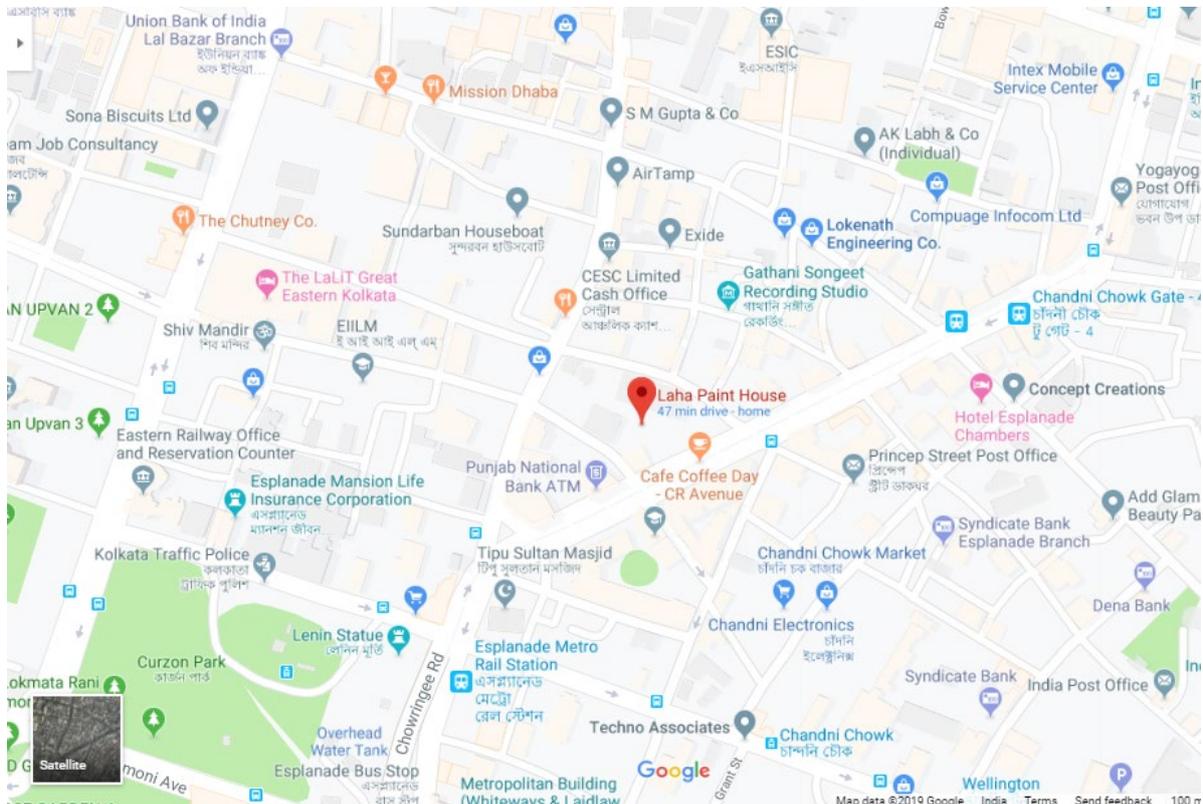
I/We hereby record my/our presence at the Forty First (41st) Annual General Meeting of the Company to be held on Thursday, September 29, 2022 at 03:30 P.M. at its registered office at 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata - 700072.

Name of the Member	
Address	
Registered Folio/ DP ID & Client ID	
No of Shares held	
Name of the Proxy / Authorised Representative, if any	

Member's / Proxy's Signature

✂

ROUTE MAP





MANDYA
FINANCE COMPANY LTD.

CIN: L51909WB1981PLC034018

Website: <https://www.salarpuriagroup.com/investors>

E-VOTING

Name & Registered Address of Sole/First named Member :

Joint Holders Name (If any) :

Folio No. / DP ID & Client ID :

No. of Equity Shares Held :

Dear Shareholder,

Subject: Process and manner for availing E-voting facility:

Pursuant to Provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Company is pleased to provide E-voting facility to the members to cast their votes electronically on all resolutions proposed to be considered at the Forty First (41st) Annual General Meeting to be held on Thursday, September 29, 2022 at 03:30 P.M IST at 7, Chittaranjan Avenue, 3rd Floor, P.S. Bowbazar, Kolkata - 700072 and at any adjournment thereof.

The Company has engaged the services of Central Depository Services (India) Limited (CDSL) to provide the e-voting facility. The e-voting facility is available at the link <https://www.evotingindia.com>.

The Electronic Voting Particulars are set out below:

EVSN (Electronic Voting Sequence Number)	User ID	PAN/ Sequence No.
220826058		

The Remote E-voting facility will be available during the following voting period:

Remote e-Voting Start On	Remote e-Voting End On
Monday, September 26, 2022 (9:00 AM)	Wednesday, September 28, 2022 (5:00 PM)

Please read the instructions mentioned in Point No.16 of the Notice before exercising your vote.

By the Order of the Board
For Mandya Finance Company Limited

Date: 31.08.2022
Place: Kolkata

Priya Jhunjunwala
Company Secretary