

**SAMBANDH FINSERVE PRIVATE LIMITED**  
Plot No O 4/9, Civil Township  
Panposh, Area 7 & 8, Rourkela- 769004, Odisha  
Balance Sheet as at 31st March, 2022

(Amount in 000')

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
1	2	3	4
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	3,19,468.54	3,19,468.54
(b) Reserves and surplus	4	(36,40,144.99)	(30,70,689.47)
(c) Money received against share warrants		0.00	0.00
<b>2 Share application money pending allotment</b>		0.00	0.00
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings	5	33,53,468.33	38,42,811.00
(b) Deferred tax liabilities (Net)		0.00	0.00
(c) Other Long term liabilities		0.00	0.00
(d) Long-term provisions	6	1,320.78	4,163.90
<b>4 Current liabilities</b>			
(a) Short-term borrowings	7	0.00	0.00
(b) Trade payables		0.00	0.00
(c) Other current liabilities	8	4,98,937.20	14,036.44
(d) Short-term provisions	9	4,95,125.25	4,04,230.34
<b>TOTAL</b>		<b>10,28,175.11</b>	<b>15,14,020.75</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>1 (a) Property, Plant and Equipment and Intangible Assets</b>	10		
(i) Property, Plant and Equipment		9,792.15	14,439.78
(ii) Intangible assets		0.00	0.00
(iii) Capital work-in-progress		0.00	0.00
(iv) Intangible assets under development		0.00	0.00
(b) Non-current investments		0.00	0.00
(c) Deferred tax assets (net)	23	1,23,397.32	1,01,640.10
(d) Long-term loans and advances	11	1,215.38	6,293.00
(e) Other non-current assets	12	17.90	116.00
<b>2 Current assets</b>			
(a) Current investments		0.00	0.00
(b) Inventories		0.00	0.00
(c) Trade receivables		0.00	0.00
(d) Cash and cash equivalents	13	3,23,085.66	4,88,086.25
(e) Short term loans and advances	14	4,98,874.79	6,06,173.03
(f) Other current assets	15	71,791.91	2,97,272.59
<b>TOTAL</b>		<b>10,28,175.11</b>	<b>15,14,020.75</b>

1. Notes to financial statements (Including significant accounting policies)
2. The notes referred to above form an integral part of the Financial Statements.
3. This is the Balance Sheet referred to in our report of even date.

For **BAPS & Associates**  
Chartered Accountants  
Firm Regn. No. 117119W

*Prithvi R. Parhi*  
CA. Dr. Prithvi R. Parhi  
Partner

Membership No. 063639

UDIN: **22063639AZWYR13766**

Place: Bhubaneswar

Date: **15-10-2022**



For and on behalf of the Board of Directors

*Anshaya Kumar Parhi*  
Akshaya Kumar Parhi  
Director, DIN: 08630665

*Girish Kumar Meher*  
Girish Kumar Meher  
Director, DIN: 08710330

*Anadi Charan Sahu*  
Anadi Charan Sahu  
Administrator



**SAMBANDH FINSERVE PRIVATE LIMITED**  
Plot No O 4/9, Civil Township  
Panposh, Area 7 & 8, Rourkela- 769004, Odisha  
Statement of Profit & loss for the Year ended 31st March, 2022

(Amount in 000')

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
I. Revenue From Operations	16	9,616.52	1,60,271.93
II. Other income	17	12,690.50	26,030.82
<b>III. Total Revenue (I + II)</b>		<b>22,307.02</b>	<b>1,86,302.76</b>
<b>IV. Expenses:</b>			
Cost of materials consumed		0.00	0.00
Purchases of Stock-in-Trade		0.00	0.00
Changes in inventories of : finished goods		0.00	0.00
work-in-progress and Stock-in-Trade		0.00	0.00
Employee benefits expense	18	12,575.20	1,63,428.26
Finance costs	19	4,88,393.60	2,16,579.44
Depreciation and amortization expense	20	2,157.48	15,358.93
Provision for Loan loss	21	88,217.04	28,13,529.64
Other expenses	22	22,176.44	5,50,668.04
<b>Total expenses</b>		<b>6,13,519.76</b>	<b>37,59,564.31</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(5,91,212.74)</b>	<b>(35,73,261.55)</b>
VI. Exceptional items		0.00	0.00
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>(5,91,212.74)</b>	<b>(35,73,261.55)</b>
VIII. Extraordinary Items		0.00	0.00
<b>IX. Profit before tax (VII- VIII)</b>		<b>(5,91,212.74)</b>	<b>(35,73,261.55)</b>
X. Tax expense:			
(1) Current tax		0.00	0.00
(3) Deferred tax	23	(21,757.22)	(98,607.77)
<b>XI. Profit/(Loss) for the period from continuing operations (IX - X)</b>		<b>(5,69,455.52)</b>	<b>(34,74,653.78)</b>
XII. Profit/(loss) from discontinuing operations		0.00	0.00
XIII. Tax expense of discontinuing operations		0.00	0.00
<b>XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		<b>0.00</b>	<b>0.00</b>
<b>XV. Profit (Loss) for the period (XI + XIV)</b>		<b>(5,69,455.52)</b>	<b>(34,74,653.78)</b>
<b>Add/(Less): Excess/Short Provision for Income tax for earlier year</b>		<b>0.00</b>	<b>0.00</b>
<b>Add/(Less): Differed tax for earlier year</b>		<b>0.00</b>	<b>0.00</b>
<b>Add: Prior Period Income</b>		<b>0.00</b>	<b>0.00</b>
		<b>(5,69,455.52)</b>	<b>(34,74,653.78)</b>
(C) Special Reserve under 45IC of RBI Act,1934:-		0.00	0.00
20% Profit/ loss (XV)			
Preference Dividend		0.00	643.85
Provision for dividend Tax( U/s-115-O )		0.00	118.25
Profit/ Loss transferred to Reserve & surplus		(5,69,455.52)	(34,75,415.88)
<b>XVI. Earnings per equity share:</b>			
Basic & Diluted		(0.02)	0.00

- Notes to financial statements (Including significant accounting policies)
- The notes referred to above form an integral part of the Financial Statements.
- This is the Statement of Profit and Loss referred to in our report of even date.

For **BAPS & Associates**  
Chartered Accountants  
Firm Regn. No. 117119W

CA. Dr. Prithvi R. Parhi  
Partner  
Membership No. 063639  
UDIN: 22063639AZWYR13766

Place: Bhubaneswar  
Date: 15-10-2022



For and on behalf of the Board of Directors

Akshaya Kumar Parhi  
Akshaya Kumar Parhi  
Director, DIN: 08630665

Girish Kumar Meher  
Director, DIN: 08710330

Anadi Charan Sahu  
Administrator





**SAMBANDH FINSERVE PRIVATE LIMITED**  
Plot No O 4/9, Civil Township  
Panposh, Area 7 & 8, Rourkela- 769004, Odisha

**Cash Flow Statement as at 31st March 2022**

(Amount in 000')

Particulars	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
<b>Cash Flow from Operating Activities</b>		
Profit Before Tax	-591212.74	-3573261.55
Add: Depreciation	2157.48	15358.93
Less: Interest Income	11997.95	23306.54
Add: Fixed Assets Written off	2513.89	
Add: Interest Expenses	488393.60	216579.44
Changes in Current Asset		
Less/Add: Reduction/Increase in Other Current Liabilities	-484900.76	2406600.60
Add: Increase In Provision	88051.79	331820.68
Less: Increase In Other current Asset	-225480.68	104114.81
Add/Less: Decrease/Increase in loans and advances	112375.86	3302026.21
Less: Income tax paid		0.00
<b>Net cash from operating activities</b>	<b>800663.36</b>	<b>-2241498.24</b>
<b>Cash flow from Investing Activities</b>		
Add: Interest Received	11997.95	23306.54
Less: Asset Purchased	23.74	135.05
Add: Decrease in other Non current Asset	98.10	153.00
<b>Net cash used in investing activities</b>	<b>12072.32</b>	<b>23324.49</b>
<b>Cash Flow From Financing Activities</b>		
Interests Paid	488393.60	216579.44
Proceeds from Long term borrowing	-489342.67	2123573.27
Less: Redemption of share capital	-	30000.00
Add: Proceedes some issue of share Capital	-	25000.00
Less: Dividend & Dividend tax	-	762.10
<b>Net cash used in financing activities</b>	<b>-977736.27</b>	<b>1901231.72</b>
<b>Net increase in cash and cash equivalents</b>	<b>-165000.59</b>	<b>-316942.02</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>488086.25</b>	<b>805028.27</b>
<b>Cash and cash equivalents at end of period</b>	<b>323085.66</b>	<b>488086.25</b>

Explanations:

- The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard 3(AS 3) "Cash Flow Statements" notified by the Central Government under the Companies ( Accounting Standards) Rules,2006.
- Previous year's figures have been regrouped/reclassified, wherever considered necessary, to make it comparable with current year's figures.
- This is the Cash Flow Statement referred to in our report of even date.

**For BAPS & Associates**

Chartered Accountants  
(Firm Regn. No. 117119W)

**CA. Dr. Prithvi R. Parhi**

Partner

Membership No. 063639

UDIN:

**22063639AZWYRI3166**

Place :Bhubaneswar

Date: **15-10-2022**



**For and on behalf of the Board of Directors**

*Akshaya Kumar Parhi*

**Akshaya Kumar Parhi**

Director, DIN: 08630665

**Anadi Charan Sahu**  
Administrator

*Girish Kumar Meher*

**Girish Kumar Meher**

Director, DIN: 08710330



**SAMBANDH FINSERVE PRIVATE LIMITED**  
Plot No O 4/9, Civil Township  
Panposh, Area 7 & 8, Rourkela- 769004, Odisha

(Amount in 000')

Note 3	Schedules to Financial Statement : Share Capital	Figures as at the end of current reporting period		Figures as at the end of the previous reporting period	
		Number	(Amount in 000')	Number	(Amount in 000')
	<b>Authorised</b>				
	Equity Shares of Rs.10/- each	42000.00	420000.00	42000.00	420000.00
	Preference shares of Rs.10/- each	8000.00	80000.00	8000.00	80000.00
	<b>TOTAL</b>	<b>50000.00</b>	<b>500000.00</b>	<b>50000.00</b>	<b>500000.00</b>
	<b>Issued</b>				
	Equity Shares of Rs.10/- each	31946.85	319468.54	31946.85	319468.54
	Preference shares of Rs.10/-each	-	-	3000.00	30000.00
	<b>TOTAL</b>	<b>31946.85</b>	<b>319468.54</b>	<b>34946.85</b>	<b>349468.54</b>
	<b>Subscribed &amp; Fully Paid-up</b>				
	Equity Shares of Rs.10/- each	31946.85	319468.54	31946.85	319468.54
	Preference shares (NCRPS) of Rs.10/-each	-	-	-	-
	<b>Subscribed but not fully Paid up</b>				
	Equity Shares of Rs.10/-each	-	-	-	-
	Preference shares of Rs.10/- each	-	-	-	-
	<b>TOTAL</b>	<b>31946.85</b>	<b>319468.54</b>	<b>31946.85</b>	<b>319468.54</b>

Note 3-a	Particulars	Equity Shares			
		Figures as at the end of current reporting period		Figures as at the end of the previous reporting period	
		Number	(Amount in 000')	Number	(Amount in 000')
	Shares outstanding at the beginning of the period	31946.85	319468.54	31165.60	311656.04
	Shares issued during the period	-	-	781.25	7812.50
	Shares outstanding at the end of the period	<b>31946.85</b>	<b>319468.54</b>	<b>31946.85</b>	<b>319468.54</b>
		Preference Shares			
		Figures as at the end of current reporting period		Figures as at the end of the previous reporting period	
		Number	(Amount in 000')	Number	(Amount in 000')
	Shares outstanding at the beginning of the period	3000.00	30000.00	3000.00	30000.00
	Shares issued during the period	-	-	-	-
	Shares Redeemed during the period	-	-	-	-
	Shares o/s at the end of the period	<b>3000.00</b>	<b>30000.00</b>	<b>3000.00</b>	<b>30000.00</b>

Note 3-b	Name of Shareholder	Preference Shares			
		Figures as at the end of current reporting period		Figures as at the end of the previous reporting period	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
	Scient Capital Pvt. Ltd.- Non Convertible Redeemable Cumulative Preference Shares (NCRCPs)	-	-	-	-
	<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Shareholders holding more than 5% of Equity Share capital					
Name of Shareholder	Equity Shares				
	Figures as at the end of current reporting period		Figures as at the end of the previous reporting period		
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Mr. Deepak Kindo	3971.93	12.43	3971.93	12	
Mr. Livinus Kindo	1508.13	4.72	1508.13	5	
Mrs. M. M. Kindo	1470.78	4.60	1470.78	5	
Friends of Sambandh Trust	2250.00	7.04	2250.00	7	
BOPA Pte Ltd.	11828.86	37.03	11828.86	37	
Dia Vikas Capital Private Limited	8080.27	25.29	8080.27	25	
SIDBI	2836.88	8.88	2836.88	9	
<b>TOTAL</b>	<b>31,946.85</b>	<b>100.00</b>	<b>31,946.85</b>	<b>100</b>	

Note 4	Reserves & Surplus	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	<b>a. Securities Premium Account</b>		
	Opening Balance	270316.47	253128.97
	Add : Additions on Issue of Shares	-	17187.50
	Less : Premium Utilised	-	-
	<b>Closing Balance</b>	<b>270316.47</b>	<b>270316.47</b>
	<b>b. Surplus</b>		
	Opening balance	-3403347.07	72068.82
	(+) Net Profit/(Net Loss) For the current period	-569455.52	-3474653.78
	(+) Transfer from Reserves	-	-
	(-) Income Tax Adjustment	-	-
	(-) Dividend Tax Adjustment	-	643.85
	(-) Proposed Dividends	-	118.25
	(-) Dividends Tax	-	-
	(-) Capital redemption Reserve	-	-
	(-) Transfer to Reserves(u/s.45(C)-RBI)	-	-
	<b>Closing Balance</b>	<b>-3972802.58</b>	<b>-3403347.07</b>
	<b>c. Capital Redemption Reserve</b>		
	Opening Balance	30000.00	30000.00
	Add: Transferred from Current year profit	-	-
	Less: Adjustment	-	-
	<b>Closing Balance</b>	<b>30000.00</b>	<b>30000.00</b>
	<b>L. Reserve Fund</b>		
	Opening Balance	32341.12	32341.12
	(+) Current period Transfer	-	-
	(-) Written back in Current period	-	-
	<b>Closing Balance</b>	<b>32341.12</b>	<b>32341.12</b>
	<b>TOTAL</b>	<b>38,41,44.99</b>	<b>-3,07,068.97</b>





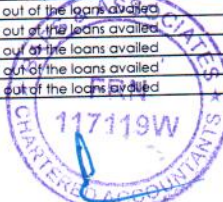
Note 5

Long Term Borrowings	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
	(Amount in 000')	(Amount in 000')
(I) Secured Loans:		
Banks	1107567.09	1446420.67
Financial Institutions	2065901.24	2216390.33
(II) Unsecured loans		
Banks	130000.00	130000.00
Financial Institutions	50000.00	50000.00
<b>TOTAL</b>	<b>3353468.33</b>	<b>3842811.00</b>

Note No-5.1

Details of term loan as on 31.03.2022

Particular	Security	Current (Amount in 000')	Non-Current (Amount in 000')	Repayment Term (Installment)	Terminal date
Axis Bank Ltd PLI - 1	Receivables out of the loans availed	-	24330.81	Monthly	
Bandhan Bank Ltd. TL-3	Receivables out of the loans availed	-	38356.55	Monthly	
Canara Bank TL No. 2	Receivables out of the loans availed	-	35130.71	Monthly	
Canara Bank TL No. 3	Receivables out of the loans availed	-	16908.00	Monthly	
Canara Bank TL No. 4	Receivables out of the loans availed	-	37038.03	Monthly	
DCB BANK TL-01	Receivables out of the loans availed	-	53402.10	Monthly	
Fincare SFB TL- 01	Receivables out of the loans availed	-	17970.63	Monthly	
Fincare SFB TL - 02	Receivables out of the loans availed	-	24359.15	Monthly	
Fincare SFB TL-03	Receivables out of the loans availed	-	39134.64	Monthly	
ICICI Bank TL: 01	Receivables out of the loans availed	-	121156.27	Monthly	
State Bank Of India- TL-2	Receivables out of the loans availed	-	23322.21	Monthly	
SIDBI - TL 1	Receivables out of the loans availed	-	91666.74	Monthly	
SIDBI - TL 2	Receivables out of the loans availed	-	250754.83	Monthly	
UCO Bank Loan No-4	Receivables out of the loans availed	-	42450.01	Monthly	
UCO Bank Loan No-5	Receivables out of the loans availed	-	119373.05	Monthly	
Yes Bank Ltd - TL 02	Receivables out of the loans availed	-	3539.44	Monthly	
Yes Bank Ltd. - TL-02(B)	Receivables out of the loans availed	-	10749.76	Monthly	
MUDRA Limited TL-01	Receivables out of the loans availed	-	54514.00	Monthly	
MUDRA Limited TL-02	Receivables out of the loans availed	-	63258.75	Monthly	
IDBI BANK LTD.	Receivables out of the loans availed	-	37443.05	Monthly	
Frankfurt SFS	Receivables out of the loans availed	-	138195.67	Monthly	
Ananya FIG Pvt. Ltd. TL-24	Receivables out of the loans availed	-	1000.00	Monthly	
Ananya FIG Pvt. Ltd. TL-25	Receivables out of the loans availed	-	8000.00	Monthly	
Ananya FIG Pvt. Ltd. TL-26	Receivables out of the loans availed	-	4000.00	Monthly	
Ananya FIG Pvt. Ltd. TL-27	Receivables out of the loans availed	-	4833.33	Monthly	
Ananya FIG Pvt. Ltd. TL-28	Receivables out of the loans availed	-	14500.00	Monthly	
Ananya FIG Pvt. Ltd. TL-29	Receivables out of the loans availed	-	21418.71	Monthly	
Annapurma Finance Pvt Ltd. TL-01	Receivables out of the loans availed	-	45000.00	Monthly	
Capital First Pvt. Ltd. TL- 1	Receivables out of the loans availed	-	13746.96	Monthly	
Capital First Pvt. Ltd. TL- 2	Receivables out of the loans availed	-	80594.69	Monthly	
Easy Home Finance Ltd - TL 1	Receivables out of the loans availed	-	6373.09	Monthly	
Eclear Leasing & Finance Pvt. Ltd- TL-1	Receivables out of the loans availed	-	9896.32	Monthly	
Eclear Leasing & Finance Pvt. Ltd- TL-2	Receivables out of the loans availed	-	12709.57	Monthly	
Electronica Finance Ltd. TL-01	Receivables out of the loans availed	-	14408.20	Monthly	
Electronica Finance Ltd. TL-02	Receivables out of the loans availed	-	26012.07	Monthly	
Grameen Impact Investment India Pvt Ltd TL-01	Receivables out of the loans availed	-	18500.00	Monthly	
Hinduja Leasing Finance Limited PLI-II	Receivables out of the loans availed	-	77250.00	Monthly	
Hinduja Leasing Finance Limited PLI-III	Receivables out of the loans availed	-	78372.81	Monthly	
Incred Financial Services Ltd. TL-2	Receivables out of the loans availed	-	69851.61	Monthly	
Maanaveeya D & F Pvt Ltd. TL-03	Receivables out of the loans availed	-	50000.00	Monthly	
Maanaveeya D & F Pvt. Ltd. TL - 1	Receivables out of the loans availed	-	50355.35	Monthly	
Maanaveeya D & F Pvt. Ltd. TL - 2	Receivables out of the loans availed	-	30501.49	Monthly	
Manappuram Finance Limited TL-02	Receivables out of the loans availed	-	9166.66	Monthly	
Manappuram Finance Limited TL-03	Receivables out of the loans availed	-	32093.93	Monthly	
MAS Financial Services Ltd. TL-36 A	Receivables out of the loans availed	-	-	Monthly	
MAS Financial Services Ltd. TL-37 A	Receivables out of the loans availed	-	1260.00	Monthly	
MAS Financial Services Ltd. TL-38A	Receivables out of the loans availed	-	2166.67	Monthly	
MAS Financial Services Ltd. TL-39A	Receivables out of the loans availed	-	6650.01	Monthly	
MAS Financial Services Ltd. TL-40A	Receivables out of the loans availed	-	8166.67	Monthly	
MAS Financial Services Ltd. TL-41A	Receivables out of the loans availed	-	8166.67	Monthly	
MAS Financial Services Ltd. TL-42A	Receivables out of the loans availed	-	15576.16	Monthly	
MAS Financial Services Ltd. TL-43 A	Receivables out of the loans availed	-	18376.17	Monthly	
MAS Financial Services Ltd. TL-44A	Receivables out of the loans availed	-	13125.83	Monthly	
MAS Financial Services Ltd. TL-44B	Receivables out of the loans availed	-	14167.50	Monthly	
MAS Financial Services Ltd. TL- 45A	Receivables out of the loans availed	-	15209.16	Monthly	
MAS Financial Services Ltd. TL- 45B	Receivables out of the loans availed	-	15209.16	Monthly	
MAS Financial Services Ltd. TL-46A	Receivables out of the loans availed	-	13834.00	Monthly	
MAS Financial Services Ltd. TL-46B	Receivables out of the loans availed	-	17292.50	Monthly	
MAS Financial Services Ltd. TL-47A	Receivables out of the loans availed	-	13000.67	Monthly	
MAS Financial Services Ltd. TL-47B	Receivables out of the loans availed	-	17292.50	Monthly	
MAS Financial Services Ltd. TL-48 A	Receivables out of the loans availed	-	39949.85	Monthly	
Muthoot Capital Services Limited TL-03	Receivables out of the loans availed	-	45833.33	Monthly	
NABARD Financial Services Ltd. TL-3	Receivables out of the loans availed	-	5238.66	Monthly	
NABARD Financial Services Ltd. TL-4	Receivables out of the loans availed	-	41038.30	Monthly	
Nabkisan Finance Ltd TL-01	Receivables out of the loans availed	-	61622.35	Monthly	
Nabsamrudhi Finance Ltd TL-01	Receivables out of the loans availed	-	19314.51	Monthly	
Northern Arc Capital Ltd. TL-10 A	Receivables out of the loans availed	-	20400.93	Monthly	
Northern Arc Capital Ltd. TL-10 B	Receivables out of the loans availed	-	15598.55	Monthly	
Northern Arc Capital Ltd. TL-11	Receivables out of the loans availed	-	23451.87	Monthly	
Northern Arc Capital Ltd. TL-12	Receivables out of the loans availed	-	1564.29	Monthly	
Northern Arc Capital Ltd. TL-13	Receivables out of the loans availed	-	24525.36	Monthly	
Northern Arc Capital Ltd. TL-14	Receivables out of the loans availed	-	24525.36	Monthly	
Northern Arc Capital Ltd. TL-15	Receivables out of the loans availed	-	17813.61	Monthly	
Northern Arc Capital Ltd. TL-16	Receivables out of the loans availed	-	17813.61	Monthly	
Northern Arc Capital Ltd. TL-17	Receivables out of the loans availed	-	27839.34	Monthly	
Northern Arc Capital Ltd. TL-18	Receivables out of the loans availed	-	27839.34	Monthly	
Northern Arc Capital Ltd. TL-19	Receivables out of the loans availed	-	27839.34	Monthly	
Northern Arc Capital Ltd. TL-20	Receivables out of the loans availed	-	9280.46	Monthly	
Northern Arc Capital Ltd. TL-22	Receivables out of the loans availed	-	27571.39	Monthly	
Northern Arc Capital Ltd. TL-23	Receivables out of the loans availed	-	18932.79	Monthly	
Northern Arc Capital Ltd. TL-24	Receivables out of the loans availed	-	30000.00	Monthly	
Northern Arc Capital Ltd. TL-25	Receivables out of the loans availed	-	30000.00	Monthly	
Northern Arc Capital Ltd. TL-26	Receivables out of the loans availed	-	20000.00	Monthly	





Northern Arc Capital Ltd. TL-27	Receivables out of the loans availed	-	19177.07	Monthly	
Pahal Financial Services Pvt Ltd. TL-01	Receivables out of the loans availed	-	45238.10	Monthly	
Profectus Capital Pvt Ltd TL-1	Receivables out of the loans availed	-	-	Monthly	
Profectus Capital Pvt Ltd TL-2	Receivables out of the loans availed	-	20182.04	Monthly	
Samunnati Financial. TL-02	Receivables out of the loans availed	-	80960.64	Monthly	
Samunnati Financial. TL-03	Receivables out of the loans availed	-	58733.03	Monthly	
Samunnati Financial. TL-04	Receivables out of the loans availed	-	59731.37	Monthly	
Satin Creditcare Network Ltd-TL(1)	Receivables out of the loans availed	-	13562.52	Monthly	
Satin Finserv Ltd-TL(1)	Receivables out of the loans availed	-	5034.83	Monthly	
Satin Finserv Ltd. (TL-2)	Receivables out of the loans availed	-	12739.19	Monthly	
Vivriti Capital TL-01	Receivables out of the loans availed	-	28096.71	Monthly	
Vivriti Capital TL-02	Receivables out of the loans availed	-	32870.70	Monthly	
Vivriti Capital TL-03	Receivables out of the loans availed	-	34830.02	Monthly	
Friends of WWB,India.WATSAN	Receivables out of the loans availed	-	1000.00	Monthly	
Habitat Micro Build India HFC Pvt Ltd	Receivables out of the loans availed	-	9423.40	Monthly	
Shriram CITY UN	Receivables out of the loans availed	-	55951.24	Monthly	
Vehicle Loan (Duster)	Receivables out of the loans availed	-	494.51	Monthly	
Vehicle Loan (ISUZU Mu-X)	Receivables out of the loans availed	-	1578.54	Monthly	
Vehicle Loan (TUV 300)	Receivables out of the loans availed	-	435.29	Monthly	
Vehicle Loan ( TUV 300 T6 +)	Receivables out of the loans availed	-	-	Monthly	
Capital First Ltd-SUB DEBT-1		-	30000.00	On Maturity	
Capital First Ltd-SUB DEBT-2		-	50000.00	On Maturity	
MAS Financial Services Ltd. TL- SUB 1A		-	50000.00	On Maturity	
UCO Bank (NCD)		-	50000.00	On Maturity	
		-	<b>3353468.33</b>		

Note 6	Long Term Provision	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	(a) Provision for Doubtful Debts ( 1% Of Loan O/s)	1206.26	4044.30
	<b>TOTAL(a)</b>	<b>1206.26</b>	<b>4044.30</b>
	(b) Contingent provisions against standard Assets ( non Qualifying)	-	-
	Opening balance	45810.18	47839.65
	Total non Qualifying Assets	114.53	119.60
	Contingent provisions against standard Assets( Non Qualifying) during this year ( 0.25% as per RBI)	-	-
	<b>Total(b)</b>	<b>114.53</b>	<b>119.60</b>
	Additional Provision as per RBI Notification "RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20 : 17/04/2020"	-	-
	<b>Total( a+b)</b>	<b>1320.78</b>	<b>4163.90</b>

Note 7	Short Term Borrowings	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	<b>GRAND TOTAL</b>	-	-

Note 8	Other Current Liabilities	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Current liability of Long Term Borrowings	-	-
	Statutory Liabilities	-	-
	Outstanding expenses	-	-
	Interest Payable	-	-
	Managed Portfolio Escrow	-9778.26	-9778.26
	Collection received to repay BC partners	1136.40	1013.78
	Other Liabilities	-	-
	<b>TOTAL</b>	<b>498937.20</b>	<b>14036.44</b>

Note 9	Short Term Provisions	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Provision for Audit Fees	455.00	867.50
	Provision for Bonus	6642.20	6578.04
	Provision for Gratuity	13963.77	13780.68
	Provision for Taxes	18331.18	18331.18
	Provision for Preference share Dividend	-	-
	Provision for Dividend Tax	-	-
	Provision for Short term loans & Advances	455733.10	364672.94
	<b>TOTAL</b>	<b>495125.25</b>	<b>404230.34</b>

Note 11	Long-term Loans and Advances	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Assets Under Management	460396.97	573730.85
	Less: Managed	-	-
	<b>Own portfolio</b>	<b>460396.97</b>	<b>573730.85</b>
	Product name:-		
		As on 31st March 2022	
		Current	Non-Current
	Saral-Dummy	-	-
	Saral-Actual	413666.28	814.71



WATSAN	105.81	-	
MBL	3369.52	97.97	
MSME	58.31	-	
House Improvement Loan	41961.67	302.70	
	<b>459181.59</b>	<b>1215.38</b>	
			<b>6293.00</b>
		<b>1215.38</b>	<b>6293.00</b>

Note 12	Other Non Current Assets	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Preliminary Expenses	-	-
	Vehicle Contribution to Staff	17.90	116.00
	<b>TOTAL</b>	<b>17.90</b>	<b>116.00</b>

Note 13	Cash and Bank equivalents	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Cash in Hand	276.12	232.60
	Cash at Bank	4532.88	29078.98
	<b>FD and Cash Reserves</b>		
	Cash Collateral	1317.91	191315.91
	FD against Security/Guarantee	2786.76	72286.76
	FLDG	32072.00	32072.00
	Free FD	282100.00	163100.00
	<b>TOTAL</b>	<b>323085.66</b>	<b>488086.25</b>

Note 14	Short term Loan and Advances	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Staff Loan Receivable	1362.34	1640.17
	Advance to Branch	-	-
	Advance to Staff	212.25	174.88
	Advance Income-Tax	36556.16	35352.51
	Advances for Expenses	1562.46	1567.63
	<b>TOTAL</b>	<b>39693.20</b>	<b>38735.19</b>
	Loans and Advances less than One year	459181.59	567437.84
	<b>GRAND TOTAL</b>	<b>498874.79</b>	<b>606173.03</b>

Note 15	Other Current Assets	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Accrued Interest Receivable from Bank/FF's	5772.17	33647.37
	Accrued Interest Receivable from Loan	1860.72	4184.85
	Accrued Commission Receivable from BC Operations	8865.08	9071.29
	GST input credit	1453.18	1980.05
	Security Deposit	692.92	772.88
	Other Receivables	53147.85	247616.16
	<b>TOTAL</b>	<b>71791.91</b>	<b>297272.59</b>

Note 16	Revenue from Operations	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Commission Received from BC Operations	-	9346.49
	Interest collected from Loan	9616.52	147954.71
	Loan Processing Fees on Loan	-	39.08
	Income from Securitization	-	2931.66
	Income from Partnership model	-	-
	Facilitation Fees Received	-	-
	<b>TOTAL</b>	<b>9616.52</b>	<b>160271.93</b>

Note 17	Other Income	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	<b>(A) Income from Investments:-</b>		
	Bank FD	10071.30	2281.55
	<b>TOTAL(A)</b>	<b>10071.30</b>	<b>2281.55</b>
	<b>(B) Other Miscellaneous Income:-</b>		
	Commission Received	59.08	1269.87
	Bank Interest	-	4.09
	Interest on Staff Loan	21.21	150.15
	Baddebt Recovery	-	-
	Interest on FD/FLDG/Cash reserve	1905.44	20874.84
	Other Received	633.48	1450.32
	<b>TOTAL(B)</b>	<b>2619.20</b>	<b>23749.27</b>
	<b>GRAND TOTAL(A+B)</b>	<b>12690.50</b>	<b>26030.82</b>

Note 18	Employee Benefits Expenses	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Salary, Wages & Stipend	11669.18	144209.70
	Bonus	64.16	2742.07
	Gratuity	183.09	882.33
	Staff Welfare	-	5300.11
	Contribution to Provident Fund, ESI & Other expenses	658.77	10294.05
	<b>TOTAL</b>	<b>12575.20</b>	<b>163428.26</b>



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Note 19	Financial Cost	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Processing Fees paid	-	9806.50
	Interest on Borrowings	488393.60	203586.18
	Other Cost	-	3186.76
	<b>TOTAL</b>	<b>488393.60</b>	<b>216579.44</b>

Note 20	Depreciation & Amortisation:-	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Depreciation on Fixed Assets	2157.48	15358.93
	<b>TOTAL</b>	<b>2157.48</b>	<b>15358.93</b>

Note 21	Portfolio	Aging	Rate-RBI Norm	Outstanding	Rate Applied	Provision
	Sub-Standard	90-179 Days	0.50	3093.44	0.50	1546.72
	Doubtful	180 & above Days	1.00	455392.63	1.00	455392.63
	<b>Total:</b>			<b>460396.97</b>		<b>456939.35</b>
	1% of Loan outstanding					4603.97
	Provision required (Higher of above two as per NBFC-MFI Master Circular Dt. July 1, 2013)					456939.35
	<b>Contingent provisions against standard Assets ( 0.25% ) as per RBI</b>					114.53
	Provision made for the period					457053.88
	Opening Balance in Loan Loss Reserve as on 01/04/2021			368836.84		
	Less: Bad Debt (Loan write off this year)			-		
	Closing Balance of Existing Provision					368836.84
	<b>New Provision made at 31/03/2022</b>					<b>88217.04</b>
	<b>Additional provision @5% on Outstanding</b>					-

Note 22	Other Expenses	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Statutory Audit Fees	125.00	195.00
	Tax Audit Fees	45.00	35.00
	Bank Charges	3.34	433.93
	Security Guard Expenses	235.44	930.24
	Software Expenses	35.73	4224.51
	Telecommunication Charges	286.61	4266.31
	Internal Audit Expenses	54.00	650.00
	Office Rent & Utilities	1652.50	12451.44
	Postage & Courier Charges	31.33	312.47
	Printing & Stationery	14.35	794.79
	Repair & Maintenance	867.30	1078.79
	Insurance	77.14	836.70
	Electricity Charges	217.10	1188.52
	Business Development & Promotion Expenses	-	94.19
	Professional and Consultancy Fee	3132.28	9771.20
	Documentation Charges	250.32	
	Rates & Taxes	1484.05	1246.49
	Membership Fees	-	230.35
	Tour & Travelling Expenses	103.02	8217.96
	Office Expenses	250.55	2240.30
	ROC Expenses	28.60	19.30
	Directors Sitting Fees	283.60	708.50
	Miscellaneous Expenses	0.02	480704.20
	EPF Interest & Damages Charge	-	82.40
	Storage Charges	171.51	454.64
	Remuneration to Administrator	2040.00	850.00
	Remuneration to MIS	1128.00	302.31
	Social Security Expenses	-	226.60
	Commission Paid- NOCPL	6207.59	5652.39
	Loss of Fixed Assets	2513.89	12469.52
	Assets write off	888.19	-
	Accounting Review & IFR Expenses	50.00	-
	<b>TOTAL</b>	<b>22176.44</b>	<b>55068.04</b>

Note 23	Calculation Of Deferred Tax Assets for the year 2021-22	Figures as at the end of current reporting period	Figures as at the end of the previous reporting period
		(Amount in 000')	(Amount in 000')
	Opening Balance	101640.10	3032.33
	Tax on Taxable Income	21757.22	98607.77
	Tax on Accountable Income	-	-
	Permanent Difference	-	-
	<b>Deferred Tax Assets for current year</b>	<b>21757.22</b>	<b>98607.77</b>
	Total Deferred Tax Assets Closing	<b>123397.32</b>	<b>101640.10</b>





**SAMBANDH FINSERVE PRIVATE LIMITED**  
**Plot No O 4/9, Civil Township**  
**Panposh, Area 7 & 8, Rourkela- 769004, Odisha**

Note - 10

SL No.	Block of Asset	Gross Block				Depreciation				Net Block	
		Opening Balance As On 1-4-2021	Addition During The Year	Deletion/Sale During The Year	Closing Balance As On 31-3-2022	Opening Balance As On 1-4-2021	Addition During The Year	Deletion/Sale During The Year	Closing Balance As On 31-3-2022	WDV As On 31-3-2022	WDV As On 31-3-2021
	<b>TANGIBLE ASSETS</b>										
1	Computer & Accessories	16560.89	23.74	-	16584.63	10343.78	1155.67	-	11499.45	5085.19	6217.11
2	Furniture & Fixture	4716.33	-	-	4716.33	1635.37	448.05	-	2083.43	2632.90	3080.96
3	Office Equipment	879.90	-	-	879.90	711.59	167.18	-	878.77	1.13	168.31
4	Motor Cycle	254.98	-	-	254.98	114.51	24.22	-	138.73	116.25	140.47
5	Vehicle (Tata Sumo)	-	-	-	-	-	-	-	-	-	-
6	Vehicle (XYLO)	-	-	-	-	-	-	-	-	-	-
7	Vehicle (Duster)	1254.97	-	117.72	1137.25	1137.25	-	-	1137.25	0	117.72
8	Tuv (Vehicle)	1928.96	-	493.86	1435.10	863.09	114.53	-	977.62	457.48	1065.87
9	Electrical Fitting	653.56	-	-	653.56	327.08	62.09	-	389.17	264.39	326.48
10	Inverter	133.40	-	-	133.40	49.49	12.67	-	62.16	71.23	83.91
11	Shed	-	-	-	-	-	-	-	-	-	-
12	Cycles	26.95	-	13.52	13.43	13.43	-	-	13.43	0	13.52
13	Mobile/LandPhone	1415.43	-	-	1415.43	384.31	134.47	-	518.77	896.65	1031.12
14	Signboard	-	-	-	-	-	-	-	-	-	-
15	Electrical Equipment	173.85	-	-	173.85	41.75	16.52	-	58.26	115.59	132.10
16	Air Conditioner (AC)	232.50	-	-	232.50	59.07	22.09	-	81.16	151.34	173.43
17	Isuzu Mu-X	2480.54	-	1888.79	591.75	591.75	-	-	591.75	0	1888.79
	<b>Sub Total</b>	<b>30712.24</b>	<b>23.74</b>	<b>2513.89</b>	<b>28222.10</b>	<b>16272.47</b>	<b>2157.48</b>	<b>0.00</b>	<b>18429.95</b>	<b>9792.15</b>	<b>14439.78</b>
	<b>INTANGIBLE ASSET</b>										
18	Computer Software	4279.39	-	-	4279.39	-	-	-	-	-	-
	<b>Sub Total</b>	<b>4279.39</b>	<b>-</b>	<b>-</b>	<b>4279.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>Grand Total</b>	<b>34991.64</b>	<b>23.74</b>	<b>2513.89</b>	<b>32501.49</b>	<b>16272.47</b>	<b>2157.48</b>	<b>0.00</b>	<b>18429.95</b>	<b>9792.15</b>	<b>14439.78</b>
	<b>Last Year</b>	<b>60082.28</b>	<b>135.05</b>	<b>25225.69</b>	<b>34991.64</b>	<b>30418.62</b>	<b>15358.93</b>	<b>25225.68</b>	<b>20551.86</b>	<b>14439.78</b>	<b>29663.66</b>



**SAMBANDH FINSERVE PRIVATE LIMITED**  
Plot No O 4/9, Civil Township  
Panposh, Area 7 & 8, Rourkela- 769004, Odisha

(Amount in 000')

Shares held by promoters at the end of the year 2021-22					% Change during the year	
S. No	Promoter name	No. of Shares	%of total shares			
1	Mr. Deepak Kindo	3971.93		12.43		NIL
2	Mr. Livinus Kindo	1508.13		4.72		NIL
3	Mrs. M. M. Kindo	1470.78		4.60		NIL
4	Friends of Sambandh Trust	2250.00		7.04		NIL
Total			<b>31946.85</b>			





**Sambandh Finserve Private Limited**  
**"O"-4/9, Civil Township, Rourkela**

**Significant Accounting Policies and Notes to Financial Statements**

Since Notes on Accounts and Significant Accounting Policies form an integral part of the Profit & Loss Account for the period ended on 31<sup>st</sup> March, 2022 and Balance Sheet as on that date, it is pertinent to mention that an internal corporate fraud of high magnitude perpetrated in the Company which was detected during October 2020, and preliminary investigation carried out by E&Y which is been mentioned in its report dated November 25, 2020, also indicated about the fraud, financial irregularities as well as diversion of fund to related party and entity.

**1. Corporate Information: -**

Sambandh Finserve Private Limited (SFPL) was an Inclusive Financial Institution, registered as a Non-Banking Finance Company-Micro Finance Institution (NBFC-MFI) with the Reserve Bank of India was offering customized solutions in the areas of Inclusive Finance through its lending and financing solutions to the low-income, marginalized communities in its operating states. NBFC-MFI registration i.e., Certificate of Registration (CoR) has been surrendered to RBI on 17.09.2021 as the same was cancelled by RBI vide its letter dated September 16, 2021 due non fulfilling the Net Owned Fund and CRAR criteria as per the prescribed Norms. Further the Central Bank has directed the company not to transact the business of a NBFC-MFI as defined in clause (a) of Section 45-1 of RBI Act 1934.

**2. Significant Accounting Policies: -**

**a) Basis of Preparation of Financial Statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with relevant provisions of the Companies Act, 2013 ("the Act"). The financial statements have been prepared on accrual basis under the historical cost convention.

Further, the Company follows the prudential norms for income recognition and provisioning for Non-Performing Assets as prescribed by the Reserve Bank of India for Non-Banking Financial Companies MFIs. Loans to customers outstanding at the close of the year are stated net of amount written off. The Company assesses all receivables for their recovery and accordingly provisions for non-performing assets are enhanced as considered necessary, based on past experience, emerging trends and estimates recovery performances.

The accounting policies adopted in the preparation of the financial statements are consistent to the extent possible to exhibit a true and fair view of the present state of affairs of the company with those adopted in the preparation of the financial statements in the previous year.

**b) Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The





Management believes that the estimates used in preparation of the financial statements are prudent and reasonable to the extent possible with exception. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the years in which the results are known / materialize.

**c) Property, Plant & Equipment's and Intangible Assets**

Property, Plant & Equipment's and Intangible Assets are carried at cost, less accumulated depreciation/ amortization and impairment losses, if any. The cost of Property, Plant & Equipment's and Intangible Assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use and other incidental expenses. Subsequent expenditure on Property, Plant & Equipment's and Intangible Assets after its purchase is capitalized only if it is probable that the future economic benefits will flow to the enterprise and the cost of the item can be measured reliably.

**d) Cash Flow Statements**

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from Operating, investing and financing activities of the company are segregated based on the available information.

**e) Revenue Recognition**

The Company follows accrual basis of accounting with exception for its income and expenditure except income on assets classified as non-performing assets, which in accordance with the guidelines issued by the Reserve Bank of India for Non-Banking Financial Companies, is recognized on receipt basis.

▪ **Income from Loans**

Interest income on loan transactions is accounted for over the period of the contract by applying the interest rate implicit in such contracts. Service charges and stamp and documentation charges are recognized as income at the commencement of the contract.

▪ **Income from Securitization /Assignment**

In case of Securitization / assignments of receivables, the assets are de-recognized since all the rights, title and future receivable principal are assigned to the purchaser. The interest spread arising on Securitization/assignment is accounted over the residual tenor of the underlying assets.

**f) Other Income**

Interest income on Deposits with Banks and Financial Institutions is accounted on proportion accrual basis with exception.

**g) Employee Benefits**

▪ **Defined contribution plans**

The Company's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are charged as an expense based on the amount





of contribution required to be made and when services are rendered by the employees.

#### **h) Borrowing Costs**

Borrowing Costs include interest and amortization of other ancillary costs incurred in connection with borrowings. Costs incurred in connection with borrowing of funds to the extent not directly related to acquisition of a qualifying asset are charged to the Statement of Profit and Loss over the tenure of the loan. While preparing financial statements for the FY 2021-22, the entire financial cost has been charged to the Profit & Loss Account.

#### **i) Investment**

Investments are stated at cost.

#### **j) Depreciation**

Depreciation has been provided for in the accounts on the basis of Straight line value method at the rates prescribed in Schedule –II of the Companies Act, 2013.

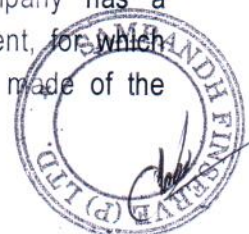
#### **k) Taxes On Income**

Current tax is the amount of tax payable on the taxable income for the period as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961. Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date.

Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realize the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realize ability.

#### **l) Contingent Liabilities & Provisions**

Contingent liabilities are disclosed after a careful evaluation of the facts and legal aspects of the matter involved, in line with provisions of Accounting Standard (AS) 29. Contingent assets are neither recognized nor disclosed in the financial statements. Contingent liabilities are not recognized but are disclosed in the notes to accounts. Provisions are recognized when the company has a legal/constructive obligation and on management discretion as a result of a past event, for which it is probable that cash out flow may be required and a reliable estimate can be made of the amount of the obligation.



**m) Operating Cycle**

Based on the nature of products/activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

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## Notes to Accounts

24. The company has no loan portfolio exposure in the state of Andhra Pradesh and Telangana.
25. Interest rate on individual loans is the average Base Rate of five largest commercial banks by assets multiplied by 2.75 per annum or cost of funds plus margin cap, whichever is less. [However no loan was sanctioned / disbursed during the FY 2021-22] as the company has virtually stopped its NBFC activities from October,2020 onwards and more importantly a resolution has been passed by the Board to stop the NBFC activities pursuant to the direction of the RBI while communicating the cancellation of the Certificate of Registration(CoR) on September 16,2021.
26. Upfront fee is not more than 1% of the aggregate loan.However there was no collection on upfront fee in the current FY.
27. The annual household income of each borrower does not exceed ₹ 1,25,000.00 in rural areas and ₹ 2,00,000.00 in urban and semi-urban areas. However, the Company has not given any loan during the current year after the Certificate of Registration was cancelled by Reserve Bank of India on September 16,2021 and surrendered on September 17,2021.
28. The loan size does not exceed ₹ 75,000.00 in the first cycle and ₹ 1,25,000 in the subsequent cycles. However, the Company has not given any loan during the current year after the Certificate of Registration was cancelled by Reserve Bank of India on September 16,2021 and surrendered on September 17,2021.
29. The total indebtedness of each borrower does not exceed ₹ 1,25,000; Provided that loan, if any availed towards meeting education and medical expenses shall be excluded while arriving at the total indebtedness of a borrower.
30. tenure of the loan not to be less than 24 months for loan amount in excess of ₹ 30,000 with prepayment without penalty.However no loan was sanctioned / disbursed during the FY 2021-22
31. There must be a minimum period of moratorium between the grant of the Loan and the due date of the repayment of the first instalment. The moratorium shall not be less than the frequency of repayment.However no loan was sanctioned / disbursed during the FY 2021-22
32. The company does not charge in excess of the insurance premium and administrative charges from clients in compliance with IRDA guidelines. However no insurance premium was collected during FY2021-22.
33. The company does not charge any penalty for delayed payment of dues from clients because of prevailing practice in the MFI Sector.
34. The company does not charge any penalty for pre-settlement or pre-closure of loans from clients.





35. The company also does not take collateral security and margin / security deposit for its loans since inception. However no loan was sanctioned / disbursed during the FY 2021-22.
36. We have intimated and requested respective bank and lender for confirmation of balance on dt. 22.08.2022. followed by a reminder on dt. 15.09.2022, however they are yet to confirm.
37. Cash collateral & FLDG balance ₹3.47 crore appearing under the head cash and cash equivalent are with the respective party. We are yet to receive from the parties. Hence, the balances appearing. Note -13.
38. The earlier management has undertaken DDUGKY in the state Chattisgarh, Rajasthan, Bihar & Madhya Pradesh. The project could not be completed due to lock down announced for COVID 19 and subsequently in view of internal corporate fraud which took place in the company. In the absence of none compliance of sanction terms no amount can be recoverable from the respective state Govt. under these projects. Bank Guarantee for the above project of ₹27.86 Lakh stated in Note 13 (Cash and Bank equivalents) has not been given any treatment.
39. Depreciation has been on the basis of Straight line value method at the rates prescribed in Schedule -II of the companies Act, 2013. As the actual value could not be identified for the above assets. In the absence of Asset Register for the previous year details of the asset like original cost, wdv, depreciation etc. could not be incorporated in the new asset register maintained by the company. However all the asset purchased in the current FY have been recorded with all relevant particulars as per the prescribed guidelines.
40. The amount of ₹ 7.41 lakh received from sale of assets which has been kept in sundry deposit and classified under other current liability. This is due to the fact that in the absence of asset register the original cost of the asset could not be establish to pass necessary entry. Assets were sold to save cost on premises, rent and other running expenses.
41. The loan outstanding as on March 31,2022 has been arrived at after adjustment of receivables from lender, FLDG, FDRs given for other purposes and adjustment of current account balances from the principal loan outstanding as on 30.09.2020 approx. ₹48.90crore.
42. Interest on Loan after September,2020 has not been provided on the ground that the Company is unable to pay the interest and the Lenders have formed a Joint Lenders Forum(JLF) for distribution of the available funds with the company. Such amount of interest for the period October 01, 2020 to March 31, 2021, was approximately ₹ 29 crore in the previous year. However in the current FY an interest aggregating to ₹ 48.83 crore has been provided as per the suggestion of the statutory auditors .
43. The lenders have deducted TDS on FDRs/FLDG placed with them. Interest on FDs/FLDG aggregating ₹ 19.05 lakh as revealed from 26AS in respect of four lender has been treated as income in the current FY. Details as under.





Sr.no	Interest on FD/FLDG/Cash reserve	Principle	Interest
1	Interest on FLDG UCO Bank FLDG	₹ 5,00,00,000.00	₹ 13,64,819.00
2	Interest on FLDG ESAF BC	₹ 49,60,000.00	₹ 4,07,588.00
3	Interest on FLDG SBI-BC	₹ 10,00,000.00	₹ 82,927.00
4	Interest on MAS FLDG		₹ 50,104.00
<b>Total</b>			<b>₹ 19,05,438.00</b>

44. The amount of ₹ 7.41 lakh received from sale of assets which has been kept in sundry deposit and classified under other current liability. This is due to the fact that in the absence of asset register the original cost of the asset could not be established to pass necessary entry. Assets were sold to save cost on premises, rent and other running expenses.
45. Three Vehicle seized by the bank (TUV 300, ISUZU Mu-X, Renault Duster ) ₹ 25.00 lakh and cycle ₹13 thousand has been written off from fixed assets.
46. Error & Omission pertaining to prior period of ₹50,000/- now detected has been debited book debt portfolio by crediting to miscellaneous income. Similarly MSME loan portfolio of ₹58,314/- created in MIS portfolio.
47. The margin for the MFI:

Calculation of Margin for FY 2021-22 (In ₹)					
Average monthly Outstanding	Funder	380,18,92,985	Average monthly Actual Portfolio Outstanding	49,47,46,981	
FY-2021-22	Finance Cost	48,83,93,595	Interest Received	96,16,520	

The difference in margin is negative (much less than 10%) when the total finance cost for the whole year is considered.

#### 48. Employee Benefit

As per Accounting Standard 15 "Employee Benefits" the disclosure of Employee benefit, as defined in Accounting Standard are given below:

An existing provision for Staff Bonus of ₹ 64,159 /- for the FY 2021-22 is made which has been added to the previous Staff Bonus provision of ₹ 65,78,042/ made for the FY 2020-21. Thus, a provision of ₹ 66,42,201/- is been booked for both the years .

Gratuity provision has been made for ₹1,37,80,680/- by making additional provision of ₹1,83,090/- in respect of 124 employees as on March 31, 2021. This provision is in respect of 124 employees out of which 111 have resigned or have left the company for them Gratuity has been calculated on actual basis. The 13 employees calculation for Gratuity is also made on actual basis as the company most likely would be in liquidation shortly. No actuarial valuation has been carried out.





**Gratuity Fund (unfunded)**  
**Showing Changes in present values of obligations**

Particular	31/03/2022
<b>Asset\Liability</b>	
Present Value Obligation as per actual calculation	₹ 1,39,63,770
Fair Value of plan Asset	0
Net Asset /(Liability) recognized in balance sheet	(1,37,80,680)
<b>Total Employer Expenses</b>	<b>₹ 1,83,090</b>

49. There was a statutory deduction made from the salary of staffs in the FY2019-20, FY 2020-21 & FY 2021-22 but could not be deposited due to certain reasons (₹ 50,974/-): Due to the fault on the part of these employees in linking Aadhaar with PF & ESIC & system glitch the PF & ESI amount for certain months could not be paid in the system. Now the amount is being refunded to the respective employees.
50. The company has made following provision during the year as follows: -
51. The Company has made the provision on its Advance (Loan Portfolio) as per the revised Master Circular- DNBS. (PD)CC. No. 347 /03.10.38/2013-14 dated 01st July 2013 - Introduction of New Category of NBFCs - 'Non-Banking Financial Company - Micro Finance Institutions' (NBFC-MFIs) - Directions of the Reserve Bank of India. The aggregate loan provision to be maintained by NBFC-MFIs at any point of time shall not be less than the higher of: -
- a. 1% of outstanding loan portfolio:      **₹ 46,03,96,973/-**  
Or
- b. 50% of the aggregate loan installments which are overdue for more than 90 days and less than 180 days and 100% of the aggregate loan installments which are overdue for 180 days or more as below,

Classification of Assets	Days	Aggregate loan installments as on 31st March 2021(₹)	Provision %	Provision Amount( ₹)
Standard Assets	0-89	19,01,898	0%	-
Non Performing Assets	90-179	30,93,441	50%	15,46,720
Non-Performing Assets	180 & Above	45,53,92,634	100%	45,53,92,634
	<b>Total</b>	<b>46,03,96,973</b>		<b>45,69,39,354</b>

As calculated from the above, the gross loan loss provision as on 31<sup>st</sup> March 2022 is taken at **₹46,03,46,973/-**

As per the guide line issued by the RBI provision amounting **₹ 1,14,525/-** has been made as Contingent provision which is calculated 0.25% on standard non Qualifying Assets.





52. Contingent Liabilities provided in respect of the following: -

<u>Nature of Contingent liabilities</u>	<u>FY 2020-21</u>
<b>Fund Received from DDUGKY</b>	
<b>Project</b>	<b>Chhattisgarh</b>
<b>Name of State</b>	
Fund Received from Project	35,11,213.00
Fund Received from Project	23,40,808.00
Total	<b>58,52,021.00</b>
<b>Name of State</b>	<b>JAIPUR</b>
Fund Received for Project	<b>29,17,853.00</b>
<b>Name of State</b>	<b>MADHYA PRADESH</b>
Fund Received for Project	Nil
<b>Name of State</b>	<b>BIHAR</b>
Fund Received for Project	Nil
<b>Total Grant Received</b>	<b>₹ 87,69,874.00</b>

(a) On the contrary state Govt. of Chattisgarh has demanded to refund of the disbursed amount with interest of 10% and recently has black listed Sambandh Finserve Pvt. Ltd. For 3 years .

(b) **Leave Encashment: -**

FY 2020-21:	₹85,49,615/-
Add: FY 2021-22:	₹6,23,346/-
<b>Total</b>	<b>₹ 91,72,961</b>

(In the absence of approval from the Board the amount payable under Leave Encashment is booked as contingent liability.

(c) **Fuel Expenses (TA): -**

₹11,22,653/- (HR Data FY 2020-21)

(d) **Income Tax: -**

Income Tax Demand (FY 2020-21):	₹86,55,284/-
Income Tax Demand (FY 2021-22):	₹87,27,27,546/-
Added: Demand for FY2017-18	₹86,40,72,262/-

The company has filed objection before the Hon'ble High Court of Odisha against the demand by the IT Department and stay has been granted by the Hon'ble High Court.

(e) **TDS: -**

TDS Demand: ₹5,44,440/- (FY2020-21) Reduce to ₹1,79,540/



Financial Year	Manual Demand (Justification available with AO)	Processed Demand (Justification available from CPC)	Reason for demand
2012-13	-	6,990	Short deduction/ Interest on short deduction/ Interest on late payment
2014-15	-	1,050	Interest on late payment
2015-16	-	680	Short deduction/ Interest on short deduction/ Interest on late payment
2017-18	-	6,300	Short deduction/ Interest on short deduction
2018-19	-	84,890	Short deduction/ Interest on short deduction/ Interest on late payment
2019-20	-	56,600	Short payment/ Interest on Short payment/Interest on short deduction/ Interest on late payment
2020-21	-	23,030	Interest on late payment/ Interest on late deduction
		<b>1,79,540</b>	

**52. Related party Disclosures:**

a. Related party disclosures as required by Accounting Standard 18, "Related Party Disclosure".

**List of related parties and relationships:**

Sr. No.	Nature of Relationship	Party Details	Remarks
1	Chairman & Share holder	Mr. Livinus Kindo	He was Chairman ,but removed from the board by the Shareholders w.e.f 24th Feb 2021 & unfortunately he passed away on April 18, 2021.
2	Managing Director & Share holder-Key Management [ersonnel	Mr. Deepak Kindo	He was Managing Director, but removed from the board by the Shareholders w.e.f 24th Feb 2021
3	Nominee Director	Mr. Girish Kumar Meher	Continuing
4	Independent Director	Mr. Kuchibhatla Prasad	He completed his term of 10yrs on 17th Sep 2020
5	Independent Director	Mr. Uma Shankar Lal	He was inducted on 17 <sup>th</sup> Nov 2020 and he resigned on 8.09.2021
6	Independent Director	Mr.Akshaya Kumar Parhi	He was inducted on 17 <sup>th</sup> Dec 2020 and is continuing
Entities exercise significant influence over the	Reporting entity is an Associate	BOPA Lte Ltd	•





Company	Reporting entity is an Associate	Dia Vikas Capital Private Limited
Relatives of Key Management Personnel	Relatives	Mrs. M.M. Kindo ( Passed away)

**Related Party transactions:**

Sr. No	Nature of Transactions:	Year ended 31st March 2022	Year ended 31st March 2021
<b>1</b>	<b>Interest expenses</b>		
	Dia Vikas Capital Private Limited	Nil	Nil
<b>2</b>	<b>Commitment Charges</b>		
	Dia Vikas Capital Private Limited	Nil	2,95,000
<b>3</b>	<b>Term Loan Principal payment</b>		
	Dia Vikas Capital Private Limited	Nil	Nil
<b>4</b>	<b>Allotment of equity Share</b>		
	Dia Vikas Capital Limited (Including Security Premium)	Nil	2,50,00,000
	BOPA Pte Ltd (Including Security Premium)	Nil	Nil
	Mr. Deepak Kindo (Including Security Premium)	Nil	Nil
	Mr. Livinus Kindo (Including Security Premium)	Nil	Nil
	Mrs. M.M Kindo (Including Security Premium)	Nil	Nil
<b>5</b>	<b>Directors Salary</b>		
	Mr. Deepak Kindo	Nil	29,89,200

Director Sitting Fees		
Sr. No.	Director	Amount
1	Mr. Uma Shankar Lal	₹1,00,000.00
2	Mr. Akshaya Kumar Parhi	₹1,80,000.00
	<b>Total</b>	<b>₹2,80,000.00</b>



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54. Provision for payment for conducting Audits:-

Provision for payment for conducting Audits	For the year ended	
	31.03.2022 ( ₹)	31.03.2021( ₹)
Statutory Audit fees	1,25,000	1,50,000
Tax Audit fees	45,000	35,000
Internal Financial Reporting & Accounting Review	50,000	50,000

55. E&Y was appointed to carry out the fact based audit of Sambandh Finserve Pvt. Ltd. after receipt of whistle blower letter from four Sr. Executives of the company reporting of the internal fraud. E&Y submitted preliminary report on Oct 2020 & subsequently on November 25, 2020. From the reports it is gathered that specific amount of cash has been diverted to certain related parties and entities connected with then MD and CEO like Dia Dairy Agro Processor Private Limited (DDAPL) Kshamta Foundation, DK enterprises etc.


For and on behalf of BAPS & Associates  
Chartered Accountants  
Firm Regd. No-117119W

  
CA. Dr. Prithvi R. Parhi  
Partner  
Membership No. 063639  
UDIN: 22063639 AZWYR13766



  
Akshaya Kumar Parhi  
Director  
DIN: 08630665

For and on behalf of the Board of Directors

  
Girish Kumar Meher  
Director  
DIN: 08710330

  
Anadi Charan Sahu  
Administrator



Place: Bhubaneswar  
Date: 15-10-2022