

Disclosure document for listing of Commercial Paper

1. Issuer details:

1.1. Details of the issuer:

(i) Name, Address, CIN and PAN

Name: Can Fin Homes Limited

Address: No. 29/1, 1st Floor, Sir M N Krishna Rao Road,
Basavanagudi, Bengaluru - 560 004

CIN: L85110KA1987PLC008699

PAN: AAACC7241A

(ii) Line of business: Housing Finance

(iii) Chief Executive (Managing Director / President/ CEO / CFO):

Managing Director & CEO: Shri Suresh Srinivasan Iyer

CFO: Shri. Apurav Agarwal

(iv) Group affiliation (if any): None.

1.2. Details of the directors; as on 30/06/2024

Table 1: Format for details of directors

SL. No.	Name, designation and DIN	Age (Yrs.)	Address	Director since	List of other directorships
1.	Shri. K Satyanarayana Raju Chairman, Non-Executive - Non-Independent Director DIN:08607009	58	No.06, Canara House, 1 st Main, 1 st Cross, near Ashoka Pillar, Jayanagar 1 st Block, Bengaluru - 560011	26-04-2023	1. Canara Bank 2. Canara Robeco Asset Management Company Limited 3. Canara HSBC Life Insurance Company Limited 4. Indian Institute Of Banking And Finance
2.	Shri Suresh Srinivasan Iyer MD & CEO DIN: 10054487	49	#D 801, DNR Reflection, Near Ibbaluru Lake, Ibbaluru, Bellandur, Bangalore, 560103	18-03-2023	-
3.	Shri Debashish Mukherjee Non-Executive - Non-Independent Director DIN: 08193978	59	No.304/A, 'Hari Krupa', 2nd Main Jayanagar 8 th Block, Bangalore 560082	12-03-2019	1. Canara Bank 2. Canara Robeco Asset Management Company Limited 3. Canara HSBC Life Insurance Company Limited 4. Canara Bank Securities Limited

SL. No.	Name, designation and DIN	Age (Yrs.)	Address	Director since	List of other directorships
4.	Smt Shubhalakshmi Panse Non-Executive - Independent Director DIN:02599310	70	Flat no 102, Chinar Building B Housing Society Ltd, Crosswinds, Baner. Pune 411045.	15-06-2020	1.Sudarshan Chemicals Industries Ltd. 2. Atul Ltd
5.	Shri Ajai Kumar Non-Executive - Independent Director DIN: 02446976	71	2601 Ashok Tower C Wing, Parel, Mumbai, 400012,	31-07-2021	1. HFCL Limited 2. Amar Ujala Limited 3. Adani Krishnapatnam Port Limited 4. Indiabulls Investment Management Limited 5. National Urban Co-Operative Finance And Development Corporation Limited 6. Metropolitan Stock Exchange Of India Limited 7. Satyadevi Institute For Financial Learning Private Limited
6.	Shri Anup Sankar Bhattacharya Non-Executive - Independent Director DIN:02719232	72	B-1502, Oak Tower-3, Godrej Woodsman Estate, Hebbal, Bengaluru -560024	04-08-2022	1. India SME Asset Reconstruction Company Limited
7.	Shri Arvind Narayan Yennemadi Non-Executive - Independent Director DIN: 07402047	70	8 Juhu Jyoti Linking Road Extension, Santacruz West, Mumbai -400054	04-08-2022	1. Ray Ray Consultants Pvt Ltd
8.	Shri Vikram Saha Executive Director DIN: 10597814	57	Flat No. RMV 352, Dollars Colony, RMV Extension, 13 th Cross Road, 6 th Main Road, 2 nd Stage, Dollars Colony, Bengaluru - 560094	29-04-2024	-
9.	Shri Murali Ramaswami Non-Executive - Independent Director DIN: 08659944	63	A1, Old no : A22, A Block, 6th Street, Annanagar East, Chennai-600102	19-06-2023	1. The Karur Vysya Bank Limited
10.	Shri Ajay Kumar Singh Executive Director DIN: 10194447 (Upto 29/04/2024)	54	Flat A3 - 304, Godavari Block, National Games Village, Koramangala, Bengaluru - 560047	19-06-2023	-

1.3. Details of change in directors in last three financial years including any change in the current year:

Table 2: Details of Change in directors

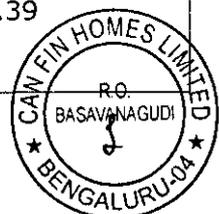


SL.No	Name, designation and DIN	Date of appointment	Date of cessation (in case of resignation)	Remarks (viz. reasons for change etc.)
1	Shri Ajai Kumar	31-07-2021	--	Appointment
2	Shri Anup Sankar Bhattacharya	04-08-2022	--	Appointment
3	Shri Arvind Narayan Yennemadi	04-08-2022	--	Appointment
4	Dr. Yeluri Vijayanand	17-07-2019	08-09-2021	Completion of tenure
5	Shri Naganathan Ganesan	17-07-2019	07-09-2022	Completion of tenure
6	Shri Girish Kousgi	05-09-2019	20-10-2022	Resignation
7	Shri L V Prabhakar	30-07-2020	31-12-2022	Superannuation
8	Shri Suresh Srinivasan Iyer	18-03-2023	--	Appointment
9	Shri K Satyanarayana Raju	26-04-2023	--	Appointment
10	Shri Amitabh Chatterjee	15-07-2021	01-06-2023	Resignation
11	Shri Satish Kumar Kalra	15-06-2020	06-06-2023	Resignation
12	Shri Ajay Kumar Singh	19-06-2023	29-04-2024	Resignation
13	Shri Murali Ramaswami	19-06-2023	--	Appointment
14	Smt Shubhalakshmi Panse	19-07-2023	--	Re Appointment
15	Shri Vikram Saha	29-04-2024	--	Appointment

1.4. List of top 10 holders of equity shares of the company as on latest quarter ended (29/06/2024):

Table 3 : Details of Equity Share Holders

Sl. No.	Name and category of shareholder	Total no. of equity shares	No of shares in DEMAT form	Total shareholding as % of total no. of equity shares
1.	Canara Bank -Mumbai (Promoter)	39930365	39930365	29.99
2.	Chhattisgarh Investments Limited (Corporate Body - Domestic)	6851505	6851505	5.15
3.	Axis Mutual Fund Trustee Limited A/C Axis Mutual Fund A/C Axis Small Cap Fund (Mutual Fund)	5243788	5243788	3.94
4.	DSP Midcap Fund (Mutual Fund)	2577246	2577246	1.94
5.	Sarda Energy And Minerals Limited (Corporate Body - Domestic)	1980000	1980000	1.49
6.	Canara Robeco Mutual Fund A/C Canara Robeco Small Cap Fund (Mutual Fund)	1856598	1856598	1.39
7.	HSBC Value Fund (Mutual Fund)	1854100	1854100	1.39



Sl. No.	Name and category of shareholder	Total no. of equity shares	No of shares in DEMAT form	Total shareholding as % of total no. of equity shares
8.	DSP Flexi Cap Fund (Mutual Fund)	1707032	1707032	1.28
9.	Nippon Life India Trustee Ltd- A/C Nippon India Small Cap Fund (Mutual Fund)	1619961	1619961	1.22
10.	HSBC Small Cap Fund (Mutual Fund)	1585051	1585051	1.19

P.S.: Top 10 based on DPID Client-ID

1.5. Details of the statutory auditor:

Table 4: Details of Statutory Auditors

Name and address	Date of appointment	Remarks (Viz reasons for change etc.)
M/s. B Srinivasa Rao & Co No 19 & 19/1 ,5th Floor, BRV Layout, Kumara Park West,Behind Nandini Hotel, Bangalore - 560020	08/09/2021	Due to applicability of RBI guidelines dated 27/04/2021.
M/s. B K Ramadhyani & Co., LLP 4B ,Chitrapur Bhavan ,68,8 th Main, Malleswaram, Bangalore - 560055	08/09/2021	

1.6. Details of the change in statutory auditors in last three financial years including any change in the current year:

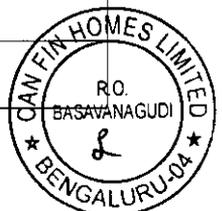
Table 5: Details of change in statutory auditors

Name, address	Date of appointment/ resignation	Date of cessation (in case of resignation)	Remarks (viz. reasons for change etc)
M/s Varma & Varma #424, 4th C Main, 6th Cross, OMBR Layout, Banaswadi, Bangalore-560043	11/08/2021 (w.e.f 08/09/2021)	08/09/2021	Due to applicability of RBI guidelines dated 27/04/2021

1.7. List of top 10 NCD holders (as on 05/07/2024):

Table 6: Details of top NCD holders

Sl. No.	Name of the NCD holder	Category of NCD holder	Face value of NCD holding	NCD holding % as a % of total NCD outstanding of the issuer
1	State Bank Of India	Bank - Nationalized	Rs.10,00,000	6.28
2	SBI Life Insurance Co. Ltd	FI - Govt Sponsored FI	Rs.10,00,000 & Rs.1,00,000	6.24
3	Star Health And Allied Insurance Co. Ltd.	FI - Govt Sponsored FI	Rs.1,00,000	5.73
4	SBI General Insurance Company Limited	FI - Govt Sponsored FI	Rs.10,00,000	5.49



Sl. No.	Name of the NCD holder	Category of NCD holder	Face value of NCD holding	NCD holding % as a % of total NCD outstanding of the issuer
5	Aditya Birla Sun Life Insurance Company Limited	FI - Govt Sponsored FI	Rs.10,00,000 & Rs.1,00,000	5.49
6	HDFC Ergo General Insurance Company Limited	FI - Govt Sponsored FI	Rs.1,00,000	3.92
7	IDBI Bank Limited	Bank - Others	Rs.10,00,000	3.92
8	Punjab National Bank	Bank - Nationalized	Rs.10,00,000	3.53
9	The Hongkong And Shanghai Banking Corp. Ltd.	Individual - HUF	Rs.10,00,000	3.14
10	Reliance General Insurance Company Limited	FI - Govt Sponsored FI	Rs.10,00,000 & Rs.1,00,000	3.14
11	IFFCO-Tokio General Insurance Company Limited	FI - Govt Sponsored FI	Rs.10,00,000 & Rs.1,00,000	3.14

1.8 List of top 10 CP holders (as on 05/07/2024):

Table 7: Details of top CP holders

Sl. No.	Name of CP holder	Category of CP holder	Face value of CP holding	CP holding % as a % of total CP outstanding of the issuer
1	SBI Liquid Fund	Mutual Fund	Rs.5,00,000	40.00
2	Aditya Birla Sun Life Trustee Private Limited A/C Aditya Birla Sun Life Liquid Fund	Mutual Fund	Rs.5,00,000	33.33
3	ICICI Prudential Liquid Fund	Mutual Fund	Rs.5,00,000	26.67

2. Material Information:

- 2.1. Details of all default/s and/or delay in payments of interest and principal of CPs, (including technical delay), debt securities, term loans, external commercial borrowings and other financial indebtedness including corporate guarantee issued in the past 5 financial years including in the current financial year. **NIL.**
- 2.2. Ongoing and/or outstanding material litigation and regulatory structures, if any. **NIL.**
- 2.3. Any material event/ development having implications on the financials/credit quality including any material regulatory proceedings against the Issuer/promoters, tax litigations resulting in material liabilities, corporate restructuring event which may affect the issue or the investor's decision to invest / continue to invest in the CP. **NIL.**

3. Details of borrowings of the company, as on latest quarter ended 31/03/2024

- 3.1. Details of debt securities and CPs

Table 8: Details of debt securities and CPs:- Annexure 4A attached.

- 3.2. Details of secured/ unsecured loan facilities/ bank fund-based facilities/ rest of the borrowing, (if any, including hybrid debt like foreign currency convertible bonds (FCCB), optionally convertible debentures / preference shares) from banks or financial institutions or financial creditors, as on last quarter End



Table 9: Details of Loan facilities, bank fund-based facilities, other borrowings, etc.: - Annexure 4B attached.

- 3.3. The amount of corporate guarantee or letter of comfort issued by the issuer along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc) on behalf of whom it has been issued, contingent liability including debt service reserve account (DSRA) guarantees/ any put option etc.: **NA**

4. Issue Information:

4.1. Details of current tranche including ISIN, amount, date of issue, maturity, all credit ratings including unaccepted ratings, date of rating, name of credit rating agency, its validity period, declaration that the rating is valid as at the date of issuance and listing details of issuing and paying agent and other conditions, if any."

Details of current tranche are as follows

ISIN	INE477A14CZ8
Amount	Rs.500 Cr.
Date of issue	10/07/2024
Maturity	20/09/2024
All credit ratings including unaccepted ratings.	ICRA A1+, date of rating is 03/07/2024 and validity till maturity of the instrument. CARE A1+, date of rating is 04/07/2024 and validity till maturity of the instrument. This is to declare that the ratings provided above are valid as at the date of issuance and listing.
Details of issuing and paying agent	HDFC BANK LTD Treasury Operations(TROPS) Lodha-I Think Techno Campus, Building – Alpha, 4th Floor- Office, Near Kanjur Marg Railway Station Kanjur Marg(E), Mumbai- 400042

*Current tranche CP series is CFHL CP 03 FY25

4.2. CP borrowing limit, supporting board resolution for CP borrowing, details of CP issued during the last 15 months: CP borrowing limits board resolution is attached as **Annexure- 5.**

Status of CP issued on or before 30/06/2024

CP No.	Value date	Due date	Tenor (Days)	Maturity Value (In Cr)	ROI per annum	Status
CFHLCP02 FY24	24-04-2023	24-07-2023	91	500	7.25%	Closed
CFHLCP03 FY24	18-05-2023	17-08-2023	91	500	7.37%	Closed
CFHLCP04 FY24	22-05-2023	21-08-2023	91	500	7.35%	Closed
CFHLCP05 FY24	26-05-2023	25-08-2023	91	500	7.04%	Closed
CFHLCP06 FY24	06-07-2023	26-09-2023	82	500	7.07%	Closed
CFHLCP07 FY24	07-07-2023	27-09-2023	82	1000	7.07%	Closed



CP No.	Value date	Due date	Tenor (Days)	Maturity Value (In Cr)	ROI per annum	Status
CFHLCP08 FY24	01-08-2023	27-10-2023	87	500	7.03%	Closed
CFHLCP09 FY24	01-08-2023	30-10-2023	90	500	7.03%	Closed
CFHLCP10 FY24	25-08-2023	23-11-2023	90	500	7.15%	Closed
CFHLCP11 FY24	01-09-2023	01-12-2023	91	500	7.15%	Closed
CFHLCP12 FY24	01-09-2023	25-09-2023	24	250	7.15%	Closed
CFHLCP13 FY24	10-10-2023	26-12-2023	77	1000	7.01%	Closed
CFHLCP14 FY24	03-11-2023	31-01-2024	89	1000	7.36%	Closed
CFHLCP15 FY24	29-12-2023	29-02-2024	62	500	7.60%	Closed
CFHLCP16 FY24	08-01-2024	20-03-2024	72	1500	7.40%	Closed
CFHLCP17 FY24	07-02-2024	06-05-2024	89	750	7.96%	Closed
CFHLCP18 FY24	08-02-2024	08-05-2024	90	250	7.96%	Closed
CFHLCP19 FY24	22-03-2024	21-06-2024	91	750	7.70%	Closed
CFHLCP20 FY24	27-03-2024	27-06-2024	91	400	8.25%	Closed
CFHLCP01 FY25	17-05-2024	16-08-2024	91	1500	7.40%	Live
CFHLCP02 FY25	10-06-2024	09-09-2024	91	750	7.23%	Live

4.3. End-use of funds: All funds are utilized to meet the working capital needs of the Company (on-ward lending purpose).

4.4. Credit Support/enhancement (if any):

- (i) Details of instrument, amount, guarantor company: NA
- (ii) Copy of the executed guarantee: NA
- (iii) Net worth of the guarantor company: NA
- (iv) Names of companies to which guarantor has issued similar guarantee: NA
- (v) Extent of the guarantee offered by the guarantor company: NA
- (vi) Conditions under which the guarantee will be invoked: NA

5. Financial Information:

6. 5.1. Audited / Limited review half yearly consolidated (wherever available) and standalone financial information

a. Audited / Limited review half yearly consolidated (wherever available) and standalone financial information (Profit & Loss statement, Balance Sheet and Cash Flow statement) along with auditor qualifications, if any, for last three years along with latest available financial results, if the issuer has been in existence for a period of three years and above: **Extracts of Annual Reports containing Audited / Limited review report and Standalone financial information (Profit & Loss statement, Balance Sheet and Cash Flow statement along with auditor qualifications, if any) for the year 2020-21, 2021-22 and 2022-23 are enclosed as Annexure-1.**



b. Audited/limited review half yearly consolidated (wherever available) and standalone financial information (Profit & Loss Statement, Balance Sheet and Cash Flow Statement) along with auditor qualifications, if any, pertaining to the years of existence, if the issuer has been in existence for less than three years." NA

5.2. Latest audited financials should not be older than six months from the date of application for listing.

5.3 Provided that listed issuers (who have already listed their specified securities and/ or NCDs and/ or NCRPS) who are in compliance with SEBI LODR Regulations, 2015, and/ or issuers (who have outstanding listed CPs) who are in compliance with the continuous listing conditions mentioned at paragraphs 7-10 below, may file unaudited financials with limited review for the stub period in the current year, subject to making necessary disclosures in this regard including risk factors. **Annexure-2 is attached.**

5.4. Latest available limited review quarterly financial results in case an issuer is not having any listed specified securities and is required to prepare such results on quarterly basis for consolidation of financial results of its holding company, under the requirement of any applicable law(s). **Independent Auditor's report for the quarter ended 31/03/2024 are provided herewith as Annexure-3.**

7. Asset Liability Management (ALM) Disclosures:

6.1 NBFCs/ HFCs seeking to list their CPs shall also make disclosures as specified in Chapter III of SEBI circular SEBI/HO/DDHS/P/CIR/2023/119 dated August 10, 2021(updated as on July 07, 2023)

Table 1: Computation of days regarding coupon and redemption

Name of the issuer	Can Fin Homes Limited
Face Value (per security)	Rs.5,00,000/-
Tranche Issue date/ Date of allotment	10/07/2024
Date of redemption	20/09/2024
Tenure and coupon rate	72 days and 7.14%
Frequency of the interest/ dividend payment (with specified dates)	At the time of Redemption
Day Count Convention	Actual/Actual

Cash Flows	Day and date for coupon/ redemption becoming due	Number of days for denominator	Amount (in Rupees)
Principal	Friday and 20/09/2024	365	Rs. 500 Cr

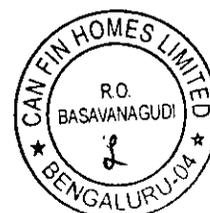
6.2 On approval of the listing application by the concerned stock exchange(s), the disclosures so provided along with the application for listing, shall be made available on the website of the concerned stock exchange(s).

As per RBI Circular RBI/FMRD/2023-24/109 FMRD.DIRD.09/14.02. 001/2023-24 dated 03/01/2024, issuer which is either an NBFC or an HFC shall disclose the residual maturity profile of its assets and liabilities. - **Annexure 6**

For Can Fin Homes Limited


Nilesh Jain
DGM & Company Secretary
(Authorized Signatories)


Aparav Agarwal
Chief Financial Officer
(Authorized Signatories)



Date: 09/07/2024

Independent Auditors' Report

To,
The Members,
Can Fin Homes Limited

Report on the Audit of Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of Can Fin Homes Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date including summary of the significant accounting policies and other explanatory information in which are included the Returns for the year ended on that date audited by the branch statutory auditors of the Company's 168 branches located at various locations across India (hereinafter referred to as "the financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Emphasis of Matter

We draw your attention to Note 46 to the financial statements which describes the probable impact of the COVID-19 pandemic on the Company's operations and financial position, including the credit quality and requirement for provisioning, is uncertain and will depend on future steps as they evolve and is highly unpredictable at this stage.

Our opinion is not modified in respect of this matter.

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's response
1.	<p>Expected credit loss allowances:</p> <p>Expected credit loss allowances relating to loans and advances are determined on a portfolio basis, with the use of impairment models. These models are based on historical loss experience and use a number of key assumptions including probability of default, loss given default (including propensity for possession and forced sale discounts for mortgages) and valuation of recoveries. Our work therefore focused on the appropriateness of modelling methodologies adopted and the significant judgements required.</p>	<p>We evaluated management's process and tested key controls around the determination of expected credit loss allowances, including controls relating to:</p> <ul style="list-style-type: none"> • The identification of events leading to a significant increase in risk and credit impairment events; and • The review, challenge and approval of the expected credit loss allowances, including the impairment model outputs and key management judgements applied.

Sr. No.	Key Audit Matter	Auditor's response
	<p>Refer to Note 2(i) to the financial statements accounting policy on accounting for the impairment of financial assets and Note 40(i) to the financial statements for credit risk disclosures and for Credit impairment charges and other provisions.</p>	<p>We found that these key controls were designed, implemented and operated effectively, and therefore determined that we could place reliance on these key controls for the purposes of our audit.</p> <p>We understood and assessed the appropriateness of the impairment models developed and used by the management at the entity level. This included assessing and challenging the appropriateness of key modelling judgements (e.g. the transfer criteria used to determine significant increase in credit risk). We tested the formulae applied within the calculation files, the completeness and accuracy of key data inputs, sourced from underlying systems that are applied in the calculation. We also tested the reconciliation of loans and advances between underlying source systems and the expected credit loss models.</p>
2	<p>Information Technology ('IT') systems and controls:</p> <p>The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in information systems, such that there exists a risk that, gaps in the IT control environment could result in the financial accounting and reporting records being misstated.</p> <p>We have identified 'IT systems and controls' as key audit matter because of significant use of IT system and the scale and complexity of the IT architecture.</p>	<p>Our audit procedures included verifying, testing and reviewing the design and operating effectiveness of the IT system by verifying the reports and other financial and non-financial information generated from the system on a test check basis. Our audit procedures included:</p> <ul style="list-style-type: none"> • Evaluation of the design and testing the operating effectiveness of certain automated controls that were considered as key internal controls over financial reporting including the completeness and accuracy of data feeds, and automated calculations. • Ensuring that deficiencies noticed in our verification were informed to the management for corrective action, which is already been done; • Carrying out independent alternative audit procedures like substantive testing in areas where deficiencies were noticed; • We have considered the report given by IT audit specialists appointed by the management on design and operating effectiveness of the General IT Controls and assessed its impact on the key financial accounting and reporting systems; <p>Our audit procedures also included the consideration of the observations noted by the statutory branch auditors on the assessment of IT controls over the monitoring of loans, and reviewing the logic and assumptions used in the operating systems and other related IT system controls.</p>

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Report of Directors including Annexures to Directors Report, Corporate Governance, Information to Shareholders and Management Discussion and Analysis but does not include the financial

statements and our auditor's report thereon, which are expected to be made available to us after the date of this report.

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 statements, our responsibility is to read the other information and, in doing so, consider whether the other information

is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, 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.

When we read the reports which we are expected to be made available to us after the date of this auditor's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. In case of uncorrected material misstatements, we are required to communicate to other stakeholders as appropriate as well as to take action under the applicable laws and regulations, if any.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

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

Other Matter

We did not audit the financial statements of 168 branches included in the financial statements of the Company whose financial statements reflect total assets of ₹ 15,87,295.33 lacs as at 31st March 2021 and total revenues of ₹ 1,44,453.28 lacs for the year ended on that date, as considered in the financial statements. The financial statements of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("The order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act, we give in the Annexure (Annexure A) a statement on the matters specified in Paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us.
 - c) The report on the accounts of 168 branch offices audited under section 143 by a person other than the Company's principal auditor have been forwarded to us as required by sub-section (8) of section 143 and have been properly dealt with in preparing our report in the manner considered necessary by us;
 - d) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account;
 - e) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - f) On the basis of written representations received from the directors as on 31st March 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021, from being appointed as a director in terms of Section 164(2) of the Act;
 - g) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such control, refer to our separate report in "Annexure B";
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is within the limit laid down under the provisions of section 197 of the Act.

- i) With respect to the other matters to be included in the Auditor's report in accordance with rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company has disclosed pending litigations as contingent liabilities in Note 36 to the financial statements, the impact if any on the final settlement of the litigations is not ascertainable at this stage.
 - b. The Company has not entered into any long-term contracts including derivative contracts which

require provision for foreseeable losses as per law or applicable accounting standards and

- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company. Refer Note 16.1 to the Financial Statements.

For **VARMA & VARMA**
Chartered Accountants
FRN 004532S

Georgy Mathew

Partner

M.No.209645

ICAI UDIN: 21209645AAAAE05031

Place: Bangalore

Date: April 30, 2021

"Annexure A" to the Independent Auditors' Report

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors Report of even date on the Financial Statement of M/s Can Fin Homes Limited for the year ended 31st March 2021.

- i. In respect of Fixed Assets:
- a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. In our opinion, the records require further improvement with respect to situation of fixed assets.
 - b. We are informed that the fixed assets of the Company located at the 186 branches, Centralised Processing Centres and the Head Office have been physically verified and no major discrepancies were noticed on such verifications. In our opinion the frequency of verification of fixed assets of the company is adequate.
 - c. The title deeds of the immovable property of the Company are held in its name.
- ii. The nature of the Company's business is such that it is not required to hold any inventories and, hence, reporting under paragraph 3 (ii) of the order is not applicable to the Company.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Hence, reporting under paragraph 3 (iii) (a), (b) and (c) of the Order is not applicable to the Company.
- iv. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has not given Loans, guarantees, investments or securities which fall under the purview of Sections 185 & 186 of the Companies Act, 2013.
- v. As per the Ministry of Corporate Affairs notification dated 31st March 2014, the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted are not applicable to the Company and, hence, reporting under Clause 3(v) of the Order is not applicable.
- vi. As per the information and explanation given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for any of the services rendered by the Company.
- vii. In respect of statutory dues:
- a. According to the information and explanation given to us and as per our verification of the records of the Company, the Company has been generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and services tax, cess and any other statutory dues with the appropriate authorities and no material statutory dues have been outstanding for more than six months from the due date as at the year end.
 - b. According to the information and explanation given to us and as per our verification of the records of the Company, the following are the disputed amounts of tax / duty along with the details of amounts that have been deposited with appropriate authorities as at 31st March 2021:

Statute	Nature of dues	Amount (In ₹ Lakh)	Amount paid (in ₹ Lakh)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	491.64	491.64*	AY 2003-2004	Commissioner of Income Tax
Income Tax Act, 1961	Income Tax	15.61	Nil	AY 2004-2005	Deputy Commissioner Income Tax
Income Tax Act, 1961	Dividend Distribution Tax-u/s 115-O	16.44	Nil	AY 2011-2012	Commissioner of Income Tax -Appeals
Income Tax Act, 1961	Income Tax	36.94	7.39*	AY 2017-2018	Commissioner of Income Tax -Appeals

* Includes amount paid under protest and amounts adjusted against refunds due to the Company.

- viii. According to information and explanation given to us and as per our verification of the records of the Company, the Company has not defaulted in repayment of its dues to bank/financial institution/government/debenture holders during the year.
- ix. The Company has not raised moneys by way of Initial Public offer or further public offer. The term loans raised have been applied for the purposes for which they were raised. The Company has also raised working capital loans with no repayment schedule and being working capital loans the reporting requirements of utilization is not commented upon.
- x. According to the information and explanations given to us and as per our verification of the records of the Company, no fraud either on or by the Company has been noticed or reported by its officers or employees during the year.
- xi. According to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **VARMA & VARMA**
Chartered Accountants
FRN 004532S

Georgy Mathew

Partner

M.No.209645

ICAI UDIN: 21209645AAAAEO5031

Place: Bangalore
Date: April 30, 2021

"Annexure B" to the Independent Auditors' Report

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 M/s Can Fin Homes Limited ("the Company") as of 31st March 2021 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, 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.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to 168 branches is based on the corresponding audit reports of the statutory branch auditors of such branches.

For **VARMA & VARMA**
Chartered Accountants
FRN 004532S

Georgy Mathew

Partner

M.No.209645

ICAI UDIN: 21209645AAAAEO5031

Place: Bangalore

Date: April 30, 2021

Balance Sheet

As at March 31, 2021

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
ASSETS				
I	Financial Assets			
	a) Cash and Cash equivalents	3(a)	79.25	37,231.93
	b) Bank Balances other than (a) above	3(b)	2,075.30	2,012.06
	c) Derivative Financial Instruments		-	-
	d) Receivables	4		
	(i) Trade Receivables		70.80	25.55
	(ii) Other Receivables		-	-
	e) Loans	5	21,89,148.23	20,52,569.25
	f) Investments	6	4,960.39	2,430.50
	g) Other Financial Assets	7	369.66	302.63
II	Non-Financial Assets			
	a) Current Tax Assets (Net)	8.1	1,830.19	2,403.93
	b) Deferred Tax Assets (Net)	8.2	4,545.46	3,389.25
	c) Property, Plant and Equipment	9	3,782.44	3,789.74
	d) Other non-financial assets	10	512.75	203.76
	TOTAL		22,07,374.47	21,04,358.61
LIABILITIES AND EQUITY				
LIABILITIES				
I	Financial Liabilities			
	a) Derivative Financial Instruments		-	-
	b) Payables	11		
	(A) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		432.58	400.35
	(B) Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	23.60
	c) Debt Securities	12	4,89,130.24	3,80,955.13
	d) Borrowings (Other than debt securities)	13	13,85,621.47	14,53,089.75
	e) Deposits	14	44,247.15	30,508.05
	f) Subordinated Liabilities	15	10,291.47	10,291.47
	g) Other Financial Liabilities	16	5,078.10	5,871.82
II	Non-Financial Liabilities			
	a) Current tax liabilities (Net)		-	-
	b) Provisions	17	10,225.35	6,623.03
	c) Deferred tax liabilities (Net)		-	-
	d) Other non-financial liabilities	18	1,367.34	1,588.57
III	EQUITY			
	a) Equity Share capital	19	2,663.31	2,663.31
	b) Other Equity	20	2,58,317.46	2,12,343.54
	TOTAL		22,07,374.47	21,04,358.61

Significant Accounting Policies

See accompanying notes forming part of the financial statements

As per our report of even date attached

1 & 2

3 - 49

For **Varma & Varma**
Chartered Accountants
FRN:- 004532S

Venkata Prabhakar
Chairman
DIN: 08110715

Girish Kousgi
Managing Director & CEO
DIN: 08524205

Georgy Mathew
Partner
Membership No: 209645

G Naganathan
Director
DIN: 00423686

Place: Bangalore
Date: 30.04.2021

Prashanth Joishy
Chief Financial Officer

Veena G Kamath
Company Secretary

Statement of Profit and Loss

for the year ended March 31, 2021

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	Year ending March 31, 2021	Year ending March 31, 2020
	Revenue from Operations			
	i) Interest Income	21	2,00,636.71	2,01,890.59
	ii) Fees and Commission Income	22	1,177.27	1,150.72
I	Total Revenue from Operations		2,01,813.99	2,03,041.31
II	Other Income	23	29.13	3.77
III	Total Income (I+II)		2,01,843.12	2,03,045.08
	Expenses			
	i) Finance Costs	24	1,20,832.66	1,34,420.98
	ii) Fees and Commission Expense	25	1,199.05	1,231.46
	iii) Impairment on financial instruments	26	6,853.17	6,031.57
	iv) Employee Benefit Expenses	27	6,998.42	5,656.50
	v) Depreciation, Amortisation and Impairment	28	957.27	947.13
	vi) Other expenses	29	3,244.52	2,928.79
IV	Total Expenses		1,40,085.10	1,51,216.43
V	Profit before exceptional items and tax		61,758.02	51,828.65
VI	Exceptional items		-	-
VII	Profit before tax		61,758.02	51,828.65
VIII	Tax Expense			
	a Current Tax		17,163.72	14,556.71
	b Tax expense of earlier years		143.50	461.81
	c Deferred Tax		(1,155.23)	(802.22)
IX	Profit for the period from continuing operations		45,606.03	37,612.35
X	Profit from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit from discontinued operations (after tax)		-	-
XIII	Profit for the period		45,606.03	37,612.35
XIV	Other Comprehensive income	39		
	A. Items that will not be reclassified to profit or loss			
	(i) Actuarial Gain/(loss)		(3.92)	(228.55)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		0.99	57.52
	B. Items that will be reclassified to profit or loss			
	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Other Comprehensive income		(2.94)	(171.03)
XV	Total Comprehensive Income for the year		45,603.10	37,441.32
XVI	Earnings per equity share (for continuing and discontinued operations)	38		
	Basic (₹)		34.25	28.25
	Diluted (₹)		34.25	28.25

Significant Accounting Policies

1 & 2

See accompanying notes forming part of the financial statements

3 - 49

As per our report of even date attached

For **Varma & Varma**
Chartered Accountants
FRN:- 004532S

Venkata Prabhakar
Chairman
DIN: 08110715

Girish Kousgi
Managing Director & CEO
DIN: 08524205

Georgy Mathew
Partner
Membership No: 209645

G Naganathan
Director
DIN: 00423686

Place: Bangalore
Date: 30.04.2021

Prashanth joishy
Chief Financial Officer

Veena G Kamath
Company Secretary

Cash Flow Statement

for the year ended March 31, 2021

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2021	Year ending March 31, 2020
A)	Cash Flow from Operating Activities		
	Net Profit Before Tax and Exceptional Items	61,758.02	51,828.65
	Add:		
	i) Adjustment For:		
	Depreciation and Amortization	957.27	947.13
	Loss/(profit) on Sale of Assets [net]	70.15	1.85
	Interest on lease liability	296.48	314.40
	Loss/(gain) on leases liability	(113.40)	-
	Interest expense accrued but not paid	8,419.34	11,451.48
	Interest income accrued but not received	(42.20)	(7.14)
	Impairment of financial instruments	6,853.17	6,031.57
	Fair Value adjustments on Debentures	63.39	107.62
	Fair Value adjustments on Investments	3.32	2.57
	Operating Profit before Working Capital Changes	78,265.53	70,678.13
	ii) Adjustment For Working Capital:		
	(Increase)/Decrease) in Trade Receivables	(45.25)	(11.64)
	(Increase)/(Decrease) in Trade Payables	8.63	77.38
	(Increase)/Decrease) in Other Financial Assets	(24.83)	(28.85)
	(Increase)/Decrease) in Loans	(1,43,432.15)	(2,35,183.25)
	(Increase)/(Decrease) in Provisions	3,598.39	3,730.82
	(Increase)/Decrease) in Other non-financial assets	(308.98)	(55.93)
	(Increase)/(Decrease) in Other financial liabilities	(9,264.48)	(11,388.57)
	(Increase)/(Decrease) in Other non-financial liabilities	(221.23)	390.17
		(1,49,689.89)	(2,42,469.86)
	Cash Generated from Operations	(71,424.35)	(1,71,791.73)
	Less: Income Tax Paid	13,699.57	12,419.80
	Net Cash Flow from Operating Activities	(85,123.92)	(1,84,211.54)
B)	Cash Flow from Investing Activities		
	Purchase of Property, Plant and Equipment	(234.24)	(374.31)
	Sale of Property, Plant and Equipment	4.32	3.74
	Investment in Government Securities	(2,533.21)	(803.48)
	(Increase)/Decrease in Other Bank balances	(63.23)	(140.12)
	Net Cash Flow from Investing Activities	(2,826.36)	(1,314.17)
C)	Cash Flow from Financing Activities		
	Short term borrowings (net)	78,049.33	(19,610.19)
	Long Term Borrowings taken	3,87,000.00	5,03,000.00
	Long Term Borrowings repaid	(5,32,517.60)	(1,18,439.10)
	Proceeds from deposits accepted (net)	13,739.11	4,398.57
	Debt Securities (net)	1,08,111.72	(1,82,621.04)
	Payment of lease liability	(921.88)	(913.51)
	Dividend and dividend distribution tax paid	(2,663.08)	(3,210.53)
	Net Cash Flow from Financing Activities	50,797.59	1,82,604.19

Cash Flow Statement

for the year ended March 31, 2021

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2021	Year ending March 31, 2020
	Increase/ (Decrease) in Cash & Cash Equivalents	(37,152.68)	(2,921.52)
	Cash & Cash Equivalents at the Beginning of the Year	37,231.93	40,153.45
	Cash & Cash Equivalents at the end of the Year [refer note 3(a)]	79.25	37,231.93
	Other Notes:		
	Cash and Cash equivalents include:		
	Cash on hand	72.75	41.32
	Cheques on hand	5.34	-
	Balance with Banks		
	- Current Accounts	1.16	190.61
	- Fixed Deposits	-	37,000.00
	Total	79.25	37,231.93

Note : During the year company has spent ₹1,107.58 (PY 1,004.02 lakhs) on eligible corporate social responsibility activities (refer Note 48).

Significant Accounting Policies

1 & 2

See accompanying notes forming part of the financial statements

3 - 49

For and on behalf of the Board

Venkata Prabhakar

Chairman
DIN: 08110715

Girish Kousgi

Managing Director & CEO
DIN: 08524205

G Naganathan

Director
DIN: 00423686

Prashanth joishy
Chief Financial Officer

Veena G Kamath
Company Secretary

We have examined the above Cash Flow Statement of Can Fin Homes Limited for the period ended March 31, 2021. The statement has been prepared by the Company in accordance with the requirements of the listing agreements with the respective stock exchange and is based on and in agreement with the corresponding Profit and Loss account and Balance sheet of the Company.

As per our report of even date attached

For Varma & Varma

Chartered Accountants
FRN:- 004532S

Georgy Mathew

Partner
Membership No: 209645

Place: Bangalore
Date: 30.04.2021

Statement of Changes in Equity

for the year ended March 31, 2021

A. Equity Share Capital

Particulars	(₹ in Lakhs)	
	31.3.2021	31.3.2020
Balance at the beginning of the year	2,663.31	2,663.31
Changes in Equity share capital during the current year	-	-
Balance at the end of the year	2,663.31	2,663.31

B. Other Equity

Particulars	Other Equity						Total
	Share application money pending allotment	Reserves and Surplus					
		Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)	Retained Earnings (refer note below)	
Balance as at April 01, 2020	-	27,297.54	32,023.55	62,971.35	76,924.55	13,126.55	2,12,343.54
Profit for the year	-	-	-	-	-	45,606.03	45,606.03
Changes in accounting policy	-	-	-	-	-	-	-
Remeasurement of defined benefit plans	-	-	-	-	-	(2.94)	(2.94)
Dividends (including tax thereon)	-	-	-	-	-	(2,663.08)	(2,663.08)
Transfer to / from retained earnings	-	-	9,120.62	9,120.62	15,088.53	(30,295.86)	3,033.91
Any other change	-	-	-	-	-	-	-
Balance as at March 31, 2021	-	27,297.54	41,144.17	72,091.97	92,013.09	25,770.70	2,58,317.46

(₹ in Lakhs)

Particulars	Other Equity						Total
	Share application money pending allotment	Reserves and Surplus					
		Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)	Retained Earnings (refer note below)	
Balance as at April 01, 2019	-	27,297.54	24,535.29	55,483.09	62,301.74	5,937.64	1,75,555.29
Profit for the year	-	-	-	-	-	37,612.35	37,612.35
Changes in accounting policy (Refer note 44)	-	-	-	-	-	(382.80)	(382.80)
Remeasurement of defined benefit plans	-	-	-	-	-	(171.03)	(171.03)
Dividends (including tax thereon)	-	-	-	-	-	(3,210.53)	(3,210.53)
Transfer to / from retained earnings	-	-	7,488.26	7,488.26	14,622.81	(26,659.07)	2,940.26
Others	-	-	-	-	-	-	-
Balance as at March 31, 2020	-	27,297.54	32,023.55	62,971.35	76,924.55	13,126.55	2,12,343.54

Note: Loss (net off tax) from remeasurement of defined benefit plan of ₹2.94 lakhs for the current year (Previous Year 2019-20 ₹ 171.03 lakhs) recognised as a part of retained earnings.

See accompanying notes forming part of the financial statements

As per our report of even date attached

For **Varma & Varma**
Chartered Accountants
FRN:- 004532S

Venkata Prabhakar
Chairman
DIN: 08110715

Girish Kousgi
Managing Director & CEO
DIN: 08524205

Georgy Mathew
Partner
Membership No: 209645

G Naganathan
Director
DIN: 00423686

Place: Bangalore
Date: 30.04.2021

Prashanth joishy
Chief Financial Officer

Veena G Kamath
Company Secretary

Notes forming part of Financial Statements

for the year ended March 31, 2021

1. Company Overview

Can Fin Homes Ltd (The Company), set up under the sponsorship of Canara Bank, was incorporated in the year 1987, The Company is a housing finance institution approved by National Housing Bank (NHB), the apex authority of housing in the country. It is a listed company and its shares are traded in all the major stock exchanges in the country. The company has its head office in Bengaluru, Karnataka.

2. Summary of Significant Accounting Policies:

a) Statement of compliance:

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 as applicable read with Section 133 of the Companies act, 2013 (the "Act") and guidelines issued by National Housing Bank.

Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

b) Basis of measurement

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments);
- ii. Defined benefit and other long-term employee benefits

c) Use of estimates and judgment

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, and disclosure of Contingent liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are as below:

1. Measurement of Expected Credit Loss
2. Measurement of useful life of Property, Plant & Equipment
3. Estimation of Taxes on Income
4. Estimation of Employee Benefit Expense

d) Financial instruments

Initial recognition and measurement:

All financial instruments are recognised initially at fair value. Transaction costs that are directly attributable to the acquisition of the financial asset are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss.

Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. Loans, borrowings and payables are recognised net of directly attributable transaction costs. Subsequently, financial instruments are measured according to the category in which they are classified.

Subsequent measurement:

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non- derivative financial assets comprising amortised cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL), non-derivative financial liabilities at amortised cost or FVTPL and derivative financial instruments (under the category of financial assets or financial liabilities) at FVTPL.

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

Notes forming part of Financial Statements

for the year ended March 31, 2021

a) Non-derivative financial assets

(i) Financial assets at amortised cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

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

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest rate method, less any impairment loss.

Financial assets at amortised cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets. Cash and cash equivalents are highly liquid instruments that are readily convertible into cash and which are subject to an insignificant risk of changes in value and comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

(ii) Debt instruments at FVTOCI

A debt instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) the objective of the business model is achieved by both collecting contractual cash flows and selling financial assets and
- (b) the asset's contractual cash flow represents SPPI

Debt instruments included within FVTOCI category are measured initially as well as at each

reporting period at fair value plus transaction costs. Fair value movements are recognised in other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain/(loss) in statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the effective interest rate (EIR) model.

(iii) Debt Instruments at FVTPL

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income.

b) Non-derivative financial liabilities

(i) Financial liabilities at amortised cost

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

e) Statement of Cash Flows:

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand, book overdraft and are considered part of the Company's cash management system.

Cash flows are reported using the indirect method whereby profit or loss is adjusted for the effects of the transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows.

f) Property, plant and equipment

i) Recognition and measurement:

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Costs include directly attributable expenditure incurred up to the date the asset is ready for its intended use.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital advances and capital work-in-progress respectively. Depreciation is not recorded on capital work-in-progress until installation is complete and the asset is ready for its intended use.

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognized in the statement of profit and loss.

ii) Depreciation:

Depreciation on tangible assets is provided on the Written Down Value method over the estimated useful life of the assets as prescribed in Schedule II of the Companies Act, 2013, except in case of servers, where the useful life is estimated to be 3 years considering its nature, estimated usage, operating conditions, anticipated technological changes, manufacturers warranties and maintenance support.

Depreciation methods, useful life and residual values are reviewed at least at each year end. Changes in expected useful life are treated as change in accounting estimate.

When parts of an item of property, plant and equipment have different useful life, they are accounted for as separate items (major components) of property, plant and equipment.

g) Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairments. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors.

The estimated useful lives of intangible assets for the current and comparative period are as follows:

Asset	Estimated useful life
Software	5 Years

h) Lease

The Company recognises assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The Company is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

The Company measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities. As a consequence, the Company recognises depreciation on the right-of-use asset and interest on the lease liability. The depreciation would usually be on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis. The measurement includes non-cancellable lease payments (including inflation-linked payments), and also includes payments to be made in optional periods if the Company is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease.

i) Impairment

i) Financial assets

Ind AS 109 establishes a credit risk impairment model based on expected losses. This model will apply to loans and debt instruments measured at amortised cost or at fair value through shareholders' equity (on a separate line), to loan commitments and financial guarantees not recognised at fair value, as well as to lease receivables. The impairment model under Ind AS 109 requires accounting for 12-month expected credit losses (that result from the risk of default in the next 12 months) on the financial instruments issued or acquired, as of the date of initial recognition on the balance sheet. Expected credit losses at maturity (that result from the risk of default over the life of the financial instrument) will be recognised if the credit risk has increased significantly since initial recognition (Stage 2) or have become credit impaired (Stage 3).

Notes forming part of Financial Statements

for the year ended March 31, 2021

Under the standard, there is also a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due. Based on past experience, the company has developed the ECL model rebutting this presumption and uses 30 days past due as the trigger for confirming a significant increase in credit risk. The structure of the ECL model developed by the company is :

Stage	Assets
1	Standard Assets/SMA 0* assets : Over due for 30 days
2	SMA 1 and SMA 2 Assets : Over due more than 30 days to 90 days
3	Sub-standard, Doubtful and Loss Assets (all NPAs) – Overdue for more than 90 days

*SMA- Special Mention Accounts.

The Company assesses periodically and at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. Impairment allowances represent management's best estimate of the losses incurred within the loan portfolios at the balance sheet date. They are calculated on a collective basis for portfolios of loans of a similar nature and on an individual basis for significant loans. The calculation of both collective and specific impairment allowances is inherently judgmental. Collective impairment allowances are calculated using models which approximate the impact of current economic and credit conditions on large portfolios of loans. The inputs to these models are based on historical loss experience with judgement applied to determine the assumptions (for example the value of collateral) used to calculate impairment. The amount of provision for loan losses is calculated by multiplying the exposure at default (EAD), Probability of Default (PD) and Loss Given Default (LGD).

EAD is the amount of outstanding in the account and the interest accrued. PD has been arrived at on the basis of the average of defaults over the past four years in the category to which the asset belongs. LGD is the amount of default expected to occur after considering the value of the security offered as collateral.

Being a housing finance company, the company has to follow the guidelines given by the National Housing Bank (NHB) on Prudential Norms on Asset Classification

and provisioning requirement. The Prudential norms prescribed by NHB do not consider the value of security for standard and sub-standard assets. The company provides for impairment of financial assets on the basis of the Expected Credit Loss Model or the Prudential norms of NHB whichever is higher.

ii) Non-financial assets

The Company assesses at each Balance sheet date whether there is any objective evidence that a non-financial asset or a group of non-financial assets maybe impaired. If any such indication exists, the Company estimates the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in the statement of profit and loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the statement of profit and loss.

j) Employee Benefits

The Company participates in various employee benefit plans. Post-employment benefits are classified as either defined contribution plans or defined benefit plans. Under a defined contribution plan, the Company's only obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks fall on the employee. The expenditure for defined contribution plans is recognized as expense during the period when the employee provides service. Under a defined benefit plan, it is the Company's obligation to provide agreed benefits to the employees. The related actuarial and investment risks fall on the Company. The present value of the defined benefit obligations is calculated using the projected unit credit method.

The Company has the following employee defined contribution plans:

a) Employee State Insurance

The Company's contribution to state plans namely Employee's State Insurance Scheme is a defined

Notes forming part of Financial Statements

for the year ended March 31, 2021

contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

b) Employee Pension Scheme

The Company's contribution to state plans namely Employee's Pension Scheme is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

c) Employee Provident Fund.

Liability in respect of contribution to Employee Provident fund is estimated on the basis of valuation in a manner similar to gratuity liability and is recognised in the balance sheet net of the fair value of the plan assets.

d) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump-sum payment to employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days of last drawn salary for every completed year of service. Vesting occurs upon completion of five years of service. The Company make annual contributions to gratuity funds established as trusts and accounts for the liability for Gratuity benefits payable in the future based on actuarial valuation.

Actuarial gains or losses are recognized in other comprehensive income. Further, the statement of profit and loss does not include an expected return on plan assets. Instead net interest recognized in statement of profit and loss is calculated by applying the discount rate used to measure the defined benefit obligation to the net defined benefit liability or asset. The actual return on the plan assets above or below the discount rate is recognized as part of re-measurement of net defined liability or asset through other comprehensive income.

Re-measurements comprising actuarial gains or losses and return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are not reclassified to statement of profit and loss in subsequent periods.

e) Compensated absences

The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilised accumulating compensated absences and utilise it in future periods or receive cash at retirement or termination of employment. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognizes accumulated compensated absences based on actuarial valuation. Non-accumulating compensated absences are recognized in the period in which the absences occur. The Company recognizes actuarial gains and losses immediately in the statement of profit and loss.

f) Leave Travel Concessions:

All confirmed employees are entitled to leave travel concession once in two years, the liability in this respect is recognised in the year the related service is rendered at the undiscounted amount of the benefit expected to be paid in exchange for that service.

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

k) Revenue recognition

Revenue is measured at fair value of consideration received or receivable. Revenues are recognised when collectability of the resulting receivables is reasonably assured.

Notes forming part of Financial Statements

for the year ended March 31, 2021

i) Interest

Interest income and expense are recognised in the statement of profit or loss using the effective interest (EIR) method. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Company estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses.

Fees that are integral part of EIR are recognised as interest income.

ii) Fees and Commission

Fees and commission income include fees other than those that are an integral part of EIR. The company recognises such fee and commission income in accordance with terms of the relevant contracts / agreements with the customers.

iii) Insurance Commission

Commission on sale of insurance policies are recognised on an accrual basis in accordance with the agreed rates with the Insurer.

iv) Income from Investments

Interest Income on Investments in government securities is recognized as it accrues in the statement of profit and loss, using the effective interest method and interest on other investments is recognised on accrual basis.

v) Dividend Income

Dividend income is recognized in the statement of profit and loss on the date that the Company's right to receive payment is established.

vi) Other income

Other Income represents income earned from the activities incidental to the business of the Company and is recognised when the right to receive the income is established as per the terms of the contracts.

l) Finance expense

Finance expenses consist of interest expense on loans and borrowings. Borrowing costs are recognized in the statement of profit and loss using the effective interest method.

m) Foreign Currency

i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (i.e. the "functional currency"). The financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the Company.

ii) Transactions and Translations

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date. Exchange differences arising on settlement of transactions are recognised in the statement of profit and loss.

Foreign currency gains and losses are reported on a net basis. This includes changes in the fair value of foreign exchange derivative instruments, which are accounted at fair value through profit or loss.

n) Income tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income in which case is also recognised outside the statement of profit and loss.

a) Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to

Notes forming part of Financial Statements

for the year ended March 31, 2021

set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.

b) Deferred taxes

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilised business loss and depreciation carry forwards and tax credits.

Deferred tax asset is recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

o) Earnings per share (EPS)

Basic earnings per share is computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the period.

Diluted EPS is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

p) Borrowing Costs

Borrowing costs include interest, commission/brokerage on deposits and exchange differences arising from foreign currency borrowings to the extent they are regarded as adjustment to interest cost. Interest expenses are accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable. The

effective interest method is a method of calculating the amortised cost of a financial liability and allocating interest expenses over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

q) Provisions and contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of each reporting period, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably. Contingent liabilities are not recognized but are disclosed in the notes to financial statements. Contingent assets are not recognized but are disclosed in the notes to financial statements when economic inflow is probable.

r) Onerous contracts

Provision for onerous contracts i.e., contracts where the expected unavoidable costs of meeting the obligations under the contract exceed benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

s) Segment

The Company is engaged mainly in the business of Housing finance. The Company is also involved in the corporate insurance agency business activity, however it is not a separate reportable segment as per the Ind AS 108 "Operating Segments", specified under Section 133 of the Companies Act, 2013. This in the context of Ind AS 108 – operating segments reporting are considered to constitute one reportable segment.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 3 (a) Cash and Cash Equivalents

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Cash on hand	72.75	41.32
(ii)	Balances with Banks	0.74	189.05
(iii)	Fixed deposits with less than 3 months maturity	-	37,000.00
(iv)	Cheques, drafts on hand	5.34	-
(v)	Others	0.41	1.56
	Total	79.25	37,231.93

(b) Balances with Banks other than in (a) above

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Unpaid Dividend (earmarked)	185.52	173.02
(ii)	Share Application Money Pending Allotment (earmarked)	0.11	0.11
(iii)	Balances with Bank held for SLR [refer Note 3.1 below]	1,889.67	1,838.94
	Total	2,075.30	2,012.06

3.1 The above deposits are held to comply with the Statutory Liquidity Assets required to be maintained as per NHB /Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors.

Note 4 Trade Receivables

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Unsecured (considered good)- Insurance commission receivable (refer note 43)	70.80	25.55
(ii)	Receivables Secured (considered good)	-	-
(iii)	Receivables which have significant increase in Credit Risk	-	-
(iv)	Receivables - credit impaired	-	-
	Total	70.80	25.55
	Less: Allowance for impairment loss	-	-
	Net Total	70.80	25.55

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 5 Loans

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021				Sub total	Total
		Amortised Cost	Through OCI	At FVTPL	Designated at FVTPL		
A	Loans						
(i)	Term Loans (refer note 5.1 below)	22,04,509.55	-	-	-	-	22,04,509.55
(ii)	Others	-	-	-	-	-	-
	Total	22,04,509.55	-	-	-	-	22,04,509.55
	Less: Impairment Loss Allowance (refer note 5.4 below)	15,361.32	-	-	-	-	15,361.32
	Total	21,89,148.23	-	-	-	-	21,89,148.23
B.							
(i)	Secured by tangible assets (refer note 5.2 below)	22,04,352.93	-	-	-	-	22,04,352.93
(ii)	Secured by intangible assets	-	-	-	-	-	-
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	-
(iv)	Unsecured	156.62	-	-	-	-	156.62
	Total	22,04,509.55	-	-	-	-	22,04,509.55
	Less: Impairment Loss Allowance (refer note 5.4 and 5.5(iv))	15,361.32	-	-	-	-	15,361.32
	Total	21,89,148.23	-	-	-	-	21,89,148.23
C.	Loans in India	-	-	-	-	-	-
(i)	Public Sector	-	-	-	-	-	-
(ii)	Others:						
a)	Individual	22,04,012.91					22,04,012.91
b)	Corporate	496.64					496.64
	Total	22,04,509.55	-	-	-	-	22,04,509.55
	Less: Impairment Loss Allowance (refer note 5.4 below)	15,361.32	-	-	-	-	15,361.32
	Total	21,89,148.23	-	-	-	-	21,89,148.23
D.	Loans outside India	-	-	-	-	-	-
	Less: Impairment Loss Allowance	-	-	-	-	-	-
	Total	-	-	-	-	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 5 Loans (Contd..)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2020					Sub total	Total
		Amortised Cost	Through OCI	At FVTPL	Designated at FVTPL			
A	Loans							
(i)	Term Loans (refer note 5.1 below)	20,64,407.00	-	-	-	-	20,64,407.00	
(ii)	Others	-	-	-	-	-	-	
	Total	20,64,407.00	-	-	-	-	20,64,407.00	
	Less: Impairment Loss Allowance (refer note 5.4 below)	11,837.75	-	-	-	-	11,837.75	
	Total	20,52,569.25	-	-	-	-	20,52,569.25	
B.								
(i)	Secured by tangible assets (refer note 5.2 below)	20,64,241.38	-	-	-	-	20,64,241.38	
(ii)	Secured by intangible assets	-	-	-	-	-	-	
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	-	
(iv)	Unsecured	165.62	-	-	-	-	165.62	
	Total	20,64,407.00	-	-	-	-	20,64,407.00	
	Less: Impairment Loss Allowance (refer note 5.4 below)	11,837.75	-	-	-	-	11,837.75	
	Total	20,52,569.25	-	-	-	-	20,52,569.25	
C.	Loans in India	-	-	-	-	-	-	
(i)	Public Sector	-	-	-	-	-	-	
(ii)	Others:							
a)	Individual	20,63,785.32	-	-	-	-	20,63,785.32	
b)	Corporate	621.68	-	-	-	-	621.68	
	Total	20,64,407.00	-	-	-	-	20,64,407.00	
	Less: Impairment Loss Allowance (refer note 5.4 below)	11,837.75	-	-	-	-	11,837.75	
	Total	20,52,569.25	-	-	-	-	20,52,569.25	
D.	Loans outside India	-	-	-	-	-	-	
	Less: Impairment Loss Allowance	-	-	-	-	-	-	
	Total	-	-	-	-	-	-	

Note 5.1 Loans outstanding is net of processing fee which is recognised as interest income using EIR method.

Note 5.2 Loans and instalments due from borrowers are secured, partly secured or otherwise by:

- Registered mortgage of property and/or
- Other securities, assignment of life insurance policies and/or
- Bank guarantees, company guarantees or personal Guarantees and/or
- Negative lien and/or
- Undertaking to create a security.
- Vehicles Loan given to employees are secured by hypothecation of vehicles

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 5.3

The Company has acquired certain assets under SARFAESI Act which are retained for the purpose of sale under the rules and regulations of SARFAESI Act involving market value of ₹2,734.79 lakhs (Previous Year ₹ 2,394.64 lakhs), which are part of NPA portfolio aggregating to ₹1,738.04 lakhs (Previous Year ₹ 1,635.88 lakhs) for which necessary provisions have already been made. These assets are accounted as and when they are realised.

Note 5.4 Break up of Loans & Advances and Provisions thereon

(₹ in Lakhs)

Particulars	Housing		Non - Housing	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Standard Assets:				
a) Total Outstanding Amount	18,11,807.52	17,06,566.25	3,78,485.38	3,48,283.30
b) Provision made	4,531.41	4,269.35	3,305.89	3,037.61
Sub-Standard Assets:				
a) Total Outstanding Amount	5,295.84	4,818.84	1,655.75	2,914.93
b) Provision made	811.50	745.54	272.24	468.18
Doubtful Assets - Category I:				
a) Total Outstanding Amount	3,447.45	2,767.16	2,218.35	975.80
b) Provision made	894.89	716.41	589.79	258.30
Doubtful Assets - Category II:				
a) Total Outstanding Amount	4,056.71	2,183.18	1,707.64	1,037.60
b) Provision made	1,663.14	905.99	717.02	420.48
Doubtful Assets - Category III:				
a) Total Outstanding Amount	326.61	60.36	77.51	-
b) Provision made	326.61	60.36	77.51	-
Loss Assets:				
a) Total Outstanding Amount	1,286.54	938.58	118.97	16.95
b) Provision made	1,286.54	938.58	118.97	16.95
Total				
a) Total Outstanding Amount	18,26,220.67	17,17,334.37	3,84,263.59	3,53,228.58
b) Provision made	9,514.09	7,636.23	5,081.42	4,201.52

Note:

- The Total Outstanding Amount mean Principal + accrued interest + other charges pertaining to loans without netting off.
- The category of Doubtful Assets will be as under:

Period for which the assets has been considered	Category
Doubtful	
Upto one year	Category - I
One to three years:	Category - II
More than three years :	Category - III

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 5.5:

- (i) The above asset classification and provisioning held are as per the Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 as on March 31, 2021.
- (ii) Provision for Non-performing assets required to be maintained as per Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 is to the extent of ₹ 6,758.21 lakhs (Previous year ₹ 4,530.79 lakhs). The company, has made provision for the same.

The Company holds 33.47% (Previous Year 28.83 %) provision against the Non-Performing Assets.

- (iii) General provision required to be maintained in respect of accounts in default but standard and asset classification benefit extended, as per RBI Circular on 'COVID-19 Regulatory Package dated 17th April' 2020. Against this, the Company continuous to holds a provision of ₹ 6,984.05 lakhs, on account of COVID - 19 Stress. This provision amount is disclosed as Special Provisioning for RBI regulatory package under Note 17: "Provisions" (also refer Note 46).
- (iv) In respect of personal loans where a resolution plan is implemented under this facility, the Company created provision of ₹ 765.81 provision requirements under Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020.

- 5.6** All housing finance companies are required to carry a general provision (i) at the rate of 1% of Standard Assets in respect of Commercial Real Estates other than Residential Housing, (ii) at the rate of 0.75% of Standard Assets in respect of Commercial Real Estate – Residential Housing and (iii) at the rate of 0.25% individual housing loans which are Standard Assets other than (i) and (ii) above. Loans to individuals for 3rd dwelling units onwards shall be treated as Commercial Real Estate (CRE) exposure. The Company carries a cumulative provision of ₹ 7,837.29 lakhs (Previous Year: 7,306.96 lakhs).

(₹ in Lakhs)

Particulars	2020-21		2019-20	
	Outstanding	Provisions	Outstanding	Provisions
(i).Standard Assets – Commercial Real Estate	298,657.73	2,986.58	274,057.92	2,740.58
(ii).Standard Assets – Commercial Real Estate – Residential Housing	377.50	2.83	621.68	4.66
(iii).Standard Assets – Other than (i) & (ii) above	1,891,257.67	4,847.89	1,780,169.96	4,561.72
Total Standard Assets & Provisions required	2,190,292.90	7,837.29	2,054,849.55	7,306.96
Total Provision held for Standard Assets		7,837.29		7,306.96

Provisions and Contingencies

(₹ in Lakhs)

Break up of Provisions and Contingencies	As at	As at
	March 31, 2021	March 31, 2020
Provision for depreciation on Investment	-	-
Provision made towards Income Tax (net)- refer Note 17	41.90	155.65
Provision towards NPA – refer Note 5.4	6,758.21	4,530.79
Provisions for Standard Assets (for CRE, CRE-RH & Others) – refer Note 5.6	7,837.29	7,306.96
Other Provisions & Contingencies- Disputed Income Taxes -refer Note 17	197.88	1,050.97

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 5.7

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2021

Particulars	In Days				In Months			In Years				Total	
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years			
Liabilities-													
Deposits	284.39	326.22	937.48	949.55	660.30	5,177.95	13,834.34	15,755.86	6,309.63	11.43		44,247.15	
Borrowings from Banks	-	-	63,554.40	4,984.94	52,180.18	87,871.69	2,61,725.48	4,04,793.49	2,91,189.44	2,16,554.30		13,82,853.91	
Market Borrowings-													
NCD and CP*	-	-	-	10,000.00	40,000.00	80,000.00	2,52,200.00	1,12,500.00	10,000.00	-	-	5,04,700.00	
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	
Assets-													
Advances	7,722.51	8,747.57	7,511.04	21,184.68	22,632.71	69,240.62	1,42,541.76	2,76,623.94	2,78,905.51	13,75,509.14		22,10,619.49	
Investments (Includes SLR deposits)	-	-	-	25.00	20.00	464.61	1,380.06	-	100.00	4,750.00		6,739.67	
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-	-	

* NCD and CP taken at face value.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 6 Investments

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021						Total
		Amortised Cost	At Fair Value			Sub Total	Others	
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds	-						
(ii)	Government Securities (refer note 6.1 below)	4,960.39	-	-	-	-	-	4,960.39
(iii)	Other Approved Securities	-	-	-	-	-	-	
(iv)	Others	-	-	-	-	-	-	
(A)	Total	4,960.39	-	-	-	-	-	4,960.39
(i)	Investments outside India	-	-	-	-	-	-	
(ii)	Investments in India	4,960.39	-	-	-	-	-	4,960.39
(B)	Total	4,960.39	-	-	-	-	-	4,960.39
	(A)-(B)	-	-	-	-	-	-	-
	Less: Impairment Loss Allowance	-	-	-	-	-	-	-
	Total	4,960.39	-	-	-	-	-	4,960.39

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2020						Total
		Amortised Cost	At Fair Value			Sub Total	Others	
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds	-	-	-	-	-	-	-
(ii)	Government Securities (refer note 6.1 below)	2,430.50	-	-	-	-	-	2,430.50
(iii)	Other Approved Securities	-	-	-	-	-	-	-
(iv)	Others	-	-	-	-	-	-	-
(A)	Total	2,430.50	-	-	-	-	-	2,430.50
(i)	Investments outside India	-	-	-	-	-	-	-
(ii)	Investments in India	2,430.50	-	-	-	-	-	2,430.50
(B)	Total	2,430.50	-	-	-	-	-	2,430.50
	(A)-(B)	-	-	-	-	-	-	-
	Less: Impairment Loss Allowance	-	-	-	-	-	-	-
	Total	2,430.50	-	-	-	-	-	2,430.50

Note 6.1: Details of investment held in Government Securities.

(₹ in Lakhs)

Sl. No.	Government securities	At cost	
		As at	As at
		March 31, 2021	March 31, 2020
1	6.01% Government of India	500.00	500.00
2	8.26% Maharashtra SDL	500.00	500.00
3	9.19% Kerala SDL	109.34	109.34
4	8.05% Gujarat SDL	511.60	511.60
5	8.16% Gujarat SDL	213.08	213.08
6	7.17% Karnataka SDL	497.40	497.40
7	7.17% Karnataka SDL	50.17	50.17
8	7.35% Karnataka SDL	2,527.25	-
	Total	4,908.84	2,381.59

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 6.2

The above investments are made to comply with the Statutory Liquidity Assets to be maintained under NHB/Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors. The total investments under Statutory Liquidity Assets include ₹4,960.39 lakhs (Previous Year ₹ 2,430.50 lakhs) [valued at amortised cost] in Government securities and ₹ 1,889.67 lakhs (Previous Year ₹ 1,838.94 lakhs) in deposits with Nationalised Bank.

Note 6.3

Disclosure of Investment as per the Non Banking Financial Company – Housing Finance Company (Reserve Bank) Direction, 2021.

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Value of Investments		
i) Gross Value of investments (valued at amortised cost)		
a) In India	4,960.39	2,430.50
b) Outside India	-	-
ii) Provisions for Depreciation		
a) In India	-	-
b) Outside India	-	-
iii) Net value of Investments (valued at amortised cost)		
a) In India	4,960.39	2,430.50
b) Outside India	-	-
Movement of provisions held towards depreciation on investments		
i) Opening Balance	-	-
ii) Add Provisions made during the year	-	-
iii) Less Write-off / Write-back of excess provisions during the year	-	-
iv) Closing Balance	-	-

Note 7 Other Financial Assets

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2021	March 31, 2020
(i)	Security deposits	275.82	247.69
(ii)	Interest income accrued but not due on deposits with banks	42.20	7.14
(iii)	Staff advance	51.64	47.80
	Total	369.66	302.63

Note 8

8.1 Current Tax Assets (Net)

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2021	March 31, 2020
(i)	Advance Income tax (net of provision)*	1,830.19	2,403.93
	Total	1,830.19	2,403.93

* Includes amounts paid/adjusted under dispute.

Notes forming part of Financial Statements

for the year ended March 31, 2021

8.2 Deferred Tax Assets (Net)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
	Deferred Tax Assets on:		
(i)	Property, plant and equipment	144.42	118.02
(ii)	Expected Credit Loss Provision	385.97	193.23
(iii)	Provision for employee benefits	596.57	393.75
(iv)	Financial assets/liabilities carried at amortised cost	1,660.75	1,764.50
(v)	Special Provisioning for RBI regulatory package	1,757.75	919.75
	Total (A)	4,545.46	3,389.25
	Deferred Tax Liabilities on:		
(i)	Property, plant and equipment	-	-
(ii)	Financial assets/liabilities carried at amortised cost	-	-
	Total (B)	-	-
	Total (A) - (B)	4,545.46	3,389.25

Note 9 Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Tangible Assets									Total
	Land - Free Hold	Buildings Owned	Right of use asset (Refer Note 44)	Furniture and Fixtures	Computers	Office equipment	Electrical equipments	Vehicles - cars	Vehicles - Two wheelers	
Gross Carrying Value										
As at April 01, 2020	98.69	207.45	3,383.00	1,202.79	863.45	74.46	794.87	87.58	123.76	6,836.04
Additions	-	-	790.21	74.06	108.16	3.11	45.81	-	3.10	1,024.45
Disposals/Adjustments	-	-	185.90	27.61	17.57	25.02	27.91	4.59	0.55	289.16
As at March 31, 2021	98.69	207.45	3,987.30	1,249.24	954.04	52.55	812.76	82.99	126.32	7,571.34
Accumulated Depreciation										
As at April 01, 2020	-	134.26	619.57	835.37	713.84	66.30	525.41	68.82	82.73	3,046.30
Charge for the period	-	4.39	631.82	103.70	120.09	4.47	75.88	5.86	11.06	957.27
Disposals/Adjustments	-	-	121.70	23.23	17.55	23.97	23.49	4.21	0.53	214.68
As at March 31, 2021	-	138.65	1,129.69	915.85	816.37	46.80	577.80	70.46	93.26	3,788.89
Net Carrying Value as at March 31, 2021	98.69	68.80	2,857.61	333.39	137.67	5.75	234.96	12.53	33.05	3,782.44
Gross Carrying Value										
As at April 01, 2019	98.69	207.45	-	1,116.00	676.82	72.92	739.73	92.37	115.38	3,119.37
Additions	-	-	3,383.00	96.99	191.01	2.29	73.13	-	10.88	3,757.31
Disposals/Adjustments	-	-	-	10.21	4.38	0.75	18.00	4.79	2.50	40.63
As at March 31, 2020	98.69	207.45	3,383.00	1,202.79	863.45	74.46	794.87	87.58	123.76	6,836.04
Accumulated Depreciation										
As at April 01, 2019	-	129.57	-	730.78	620.91	61.04	455.32	64.56	72.04	2,134.22
Charge for the period	-	4.69	619.57	113.86	97.29	5.96	84.42	8.63	12.72	947.13
Disposals/Adjustments	-	-	-	9.26	4.36	0.69	14.33	4.37	2.03	35.04
As at March 31, 2020	-	134.26	619.57	835.37	713.84	66.30	525.41	68.82	82.73	3,046.30
Net Carrying Value as at March 31, 2020	98.69	73.19	2,763.43	367.42	149.61	8.16	269.46	18.76	41.03	3,789.74

1. Freehold land includes value of undivided share in the land in case of certain properties.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 10 Other Non-financial Assets

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Advance to employees	0.23	1.59
(ii)	Advance to capital vendors	0.62	6.23
(iii)	GST Input Credit	103.35	10.48
(iv)	Surplus in Gratuity Fund (net of provision)	197.72	77.68
(v)	Others	210.83	107.78
	Total	512.75	203.76

Note 11 Payables

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
A. Trade Payables:			
(i)	total outstanding dues of micro enterprises and small enterprises	–	–
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	432.58	400.35
B. Other Payables			
(i)	total outstanding dues of micro enterprises and small enterprises	–	–
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	–	23.60
	Total	432.58	423.95

11.1 Trade payables include ₹ Nil (Previous Year ₹Nil) payable to "Suppliers" registered under The Micro, Small & Medium Enterprises Development Act 2006. No interest has been paid by the company during the year to the "suppliers" covered under The Micro, Small & Medium Enterprises Development Act, 2006. The above information takes into account only those suppliers who have responded to enquiries made by the company for this purpose.

Note 12 Debt Securities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021				As at March 31, 2020			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(i)	Liability component of compound financial instruments	–	–	–	–	–	–	–	–
(ii)	Others: Secured								
	Redeemable Non Convertible Non-Cumulative Debentures (refer Note 12.1& 12.2 below)	1,29,751.24	–	–	1,29,751.24	2,56,211.93	–	–	2,56,211.93
(iii)	Others: Unsecured								
	Commercial Paper (Refer Note 12.3 below)	3,59,379.00	–	–	3,59,379.00	1,24,743.20	–	–	1,24,743.20
(A)	Total	4,89,130.24	–	–	4,89,130.24	3,80,955.13	–	–	3,80,955.13
	Debt securities in India	4,89,130.24	–	–	4,89,130.24	3,80,955.13	–	–	3,80,955.13
	Debt securities outside India	–	–	–	–	–	–	–	–
(B)	Total	4,89,130.24	–	–	4,89,130.24	3,80,955.13	–	–	3,80,955.13
	(A) – (B)	–	–	–	–	–	–	–	–

Notes forming part of Financial Statements

for the year ended March 31, 2021

12.1 During the year the Company has issued 6.25% CFHL 1SRNCD 2020 2023 at Face Value of ₹ 27,500 lakhs Secured Redeemable Non-Convertible Non-Cumulative Taxable Debentures (previous year 7.85% CFHL SRNCD 2019 Series – 1 at Face Value of ₹ 25,000 lakhs). These debentures are secured by way of floating charge on the assets i.e., loan receivables specifically earmarked for this purpose.

The details of the Secured Redeemable Non Convertible Taxable Debentures as on March 31, 2021 are as follows:

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.77% SRNCD 2016 Series – 3	15-Nov-16	15-Nov-21	7.77%	12,200.00
7.89% SRNCD 2016 Serier – 6	18-May-17	18-May-22	7.89%	60,000.00
7.85% CFHL SRNCD 2019 Series – 1	27-Feb-20	27-May-23	7.85%	25,000.00
6.25% CFHL 1SRNCD 2020 2023	24-Dec-20	24-Dec-23	6.25%	27,500.00
Total				1,24,700.00

12.2 Nature of security and terms of repayment

Secured by first and exclusive floating charge on specified assets by hypothecation of book debts and loan receivables. Interest will be paid annually and principal amount will be paid on maturity.

12.3 Commercial Paper of the Company have a maturity value of ₹ 3,70,000 lakhs (previous year ₹ 1,27,500 lakhs), the details of the same are as follows:

(₹ in Lakhs)

Sl No.	Issue date	No. of units	Due Date	Period in days	Discount Rate	Face value in lakhs
1	26-05-2020	2,000	25-05-2021	364	6.50%	10000
2	23-06-2020	8,000	23-06-2021	365	5.40%	40000
3	05-03-2021	8,000	05-08-2021	153	4.23%	40000
4	16-10-2020	8,000	27-09-2021	346	4.30%	40000
5	19-11-2020	3,000	18-11-2021	364	4.07%	15000
6	12-01-2021	8,000	23-11-2021	315	4.18%	40000
7	24-11-2020	4,000	23-11-2021	364	4.07%	20000
8	18-02-2021	10,000	18-01-2022	334	4.89%	50000
9	8-02-2021	10,000	08-02-2022	365	4.99%	50000
10	12-03-2021	8,000	11-03-2022	364	4.85%	40000
11	16-03-2021	5,000	16-03-2022	365	4.85%	25000
Total						3,70,000.00

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 13 Borrowings (other than debt Securities)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021			As at March 31, 2020				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(a)	Term Loans								
	Secured								
	(i) from Banks ^[1] & ^[2]	9,73,832.18	-	-	9,73,832.18	10,43,900.28	-	-	10,43,900.28
	(ii) from other parties	-	-	-	-	-	-	-	-
	Unsecured								
	(i) from Banks	1,01,893.98	-	-	1,01,893.98	43,602.57	-	-	43,602.57
	(ii) from others	-	-	-	-	-	-	-	-
(b)	Loans from related parties								
	-From Canara Bank								
	-Term Loans (Secured)	92,353.14	-	-	92,353.14	2,26,094.05	-	-	2,26,094.05
	-Loans repayable on demand (Secured)	1,35,116.56	-	-	1,35,116.56	51,713.29	-	-	51,713.29
(c)	Finance lease obligations	-	-	-	-	-	-	-	-
(d)	Liability component of compound financial instruments	-	-	-	-	-	-	-	-
(e)	Loans repayable on demand								
	Secured:								
	(i) from Banks ^[1]	50,000.00	-	-	50,000.00	10,053.78	-	-	10,053.78
	(ii) from other parties	-	-	-	-	-	-	-	-
	Unsecured								
	(i) from Banks ^[1]	32,425.61	-	-	32,425.61	77,725.77	-	-	77,725.77
(f)	Other loans	-	-	-	-	-	-	-	-
(A)	Total	13,85,621.47	-	-	13,85,621.47	14,53,089.75	-	-	14,53,089.75
	Borrowings in India	13,85,621.47	-	-	13,85,621.47	14,53,089.75	-	-	14,53,089.75
	Borrowings outside India	-	-	-	-	-	-	-	-
(B)	Total	13,85,621.47	-	-	13,85,621.47	14,53,089.75	-	-	14,53,089.75
	(A) - (B)	-	-	-	-	-	-	-	-

^[1] Borrowings from Banks which are also related parties are shown separately under Loan from related parties in Sl No. (b) above

^[2] Includes borrowings outstanding aggregating to ₹3,95,494.08 lakhs (Previous Year 3,44,688.26 lakhs) from National Housing Bank.

13.1 Secured loans includes borrowings from National Housing Bank, Canara Bank, HDFC Bank, and State Bank of India etc., are secured by way of specific charge on book debts, outstanding, receivables, etc.,/ promissory notes and / or a negative lien on assets of the Company. The tenure of the Long term borrowings are more than one year and upto 15 years and that of short term borrowings is less than 1 year.

13.2 There is no amount of continuing default as on the Balance Sheet date in terms of repayment of loans & interest on Borrowings of the Company.

Notes forming part of Financial Statements

for the year ended March 31, 2021

13.3 Details of Rate of Interest and Terms of Repayment in case of term loans:

Sl. No	Name of the Bank	Facility	Sanction (₹ in lakhs)	Date of Sanction	Interest Rate CY (PY)	Terms of Repayment
1	Canara Bank	Term loan	1,50,000	21-Aug-17	6.95% (7.65%)	Each Tranche Repayable in 10 equal yearly installments after a moratorium/repayment holiday period of 12 months from the date of first disbursement
2	State Bank of India	Term loan	1,00,000	23-Apr-18	6.27%(7.80%)	Repayable in 40 quarterly instalments of ₹25.00 crores
3	State Bank of India	Term loan	50,000	29-Jan-18	6.65%(7.80%)	Repayable in 40 quarterly instalments of ₹12.50 crores
4	State Bank of India	Term loan	1,00,000	31-Dec-18	6.06%(7.70%)	Repayable in 40 quarterly instalments of ₹25.00 crores
5	State Bank of India	Term loan	1,00,000	13-Sep-19	6.65%(7.80%)	Repayable in 40 quarterly instalments of ₹25.00 crores
6	HDFC Bank	Term loan	30,000	20-Jan-18	5.65%(5.65%)	28 Equal Quarterly Installments
7	HDFC Bank	Term loan	25,500	16-May-18	4.27% (5.65%)	28 Equal Quarterly Installments
8	HDFC Bank	Term loan	50,000	22-Mar-19	5.50% (7.85%)	Equal Monthly Principal Installments
9	HDFC Bank	Term loan	1,00,000	29-Nov-19	5.50% (7.70%)	Equal Monthly Principal Installments
10	HDFC Bank	Term loan	1,00,000	27-Jul-20	5.50%(7.70%)	Equal Monthly Principal Installments
11	Federal Bank	Term loan	25,000	8-Feb-18	5.99%(7.65%)	28 Equal Quarterly Installments
12	Federal Bank	Term loan	25,000	8-Feb-18	5.99%(7.65%)	28 Equal Quarterly Installments
13	Federal Bank	Term loan	25,000	11-Jun-19	5.99%(7.65%)	28 Equal Quarterly Installments
14	Federal Bank	Term loan	8,500	20-Jul-19	5.99%(7.95%)	28 Equal Quarterly Installments
15	Federal Bank	Term loan	10,000	27-Dec-19	5.99%(7.65%)	28 Equal Quarterly Installments
16	Federal Bank	Term loan	25,000	21-Sep-20	5.99%(NA)	28 Equal Quarterly Installments
17	Bank of India	Term loan	1,00,000	27-Sep-19	6.70%(7.50%)	Each Tranche Repayable in 10 equal yearly installments from 12 months from the date of first disbursement
18	Bank of India	Short Term loan	50,000	5-Mar-21	6.00%(NA)	Each Tranche Repayable in 10 equal yearly installments from 12 months from the date of first disbursement
19	Indian Bank	Term loan	30,000	19-Sep-20	5.50%(NA)	Each Tranche Repayable in 3 equal yearly installments.
20	Indian Bank	Term loan	70,000	19-Sep-20	5.50%(NA)	Each Tranche Repayable in 10 equal yearly installments.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 14 Deposits

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021				As at March 31, 2020			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
	Deposits								
(i)	Public Deposits [refer note 14.1 & 14.2 below]	43,400.09	-	-	43,400.09	26,780.47	-	-	26,780.47
(iii)	From Banks	-	-	-	-	-	-	-	-
(iii)	From Others:	-	-	-	-	-	-	-	-
	Deposits from others	847.07	-	-	847.07	3,727.58	-	-	3,727.58
	Total	44,247.15	-	-	44,247.15	30,508.05	-	-	30,508.05

14.1 As per the directions of the National Housing Bank, the Company has created floating charge on Statutory Liquid Assets (Investments in Govt. Securities (including other approved securities) and Deposits in Commercial Banks) in favour of the Trustees of the depositors in a manner prescribed by the National Housing Bank in terms of sub-sections (1) & (2) of section 29B of the NHB Act, 1987 [Refer Note 3.1 and 6.1].

14.2 The Company has not received any money from the Directors during the current financial year and previous financial year.

Note 15 Subordinated Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021				As at March 31, 2020			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
1	Unsecured Redeemable Non Convertible Debenture (refer Note 15.1 below)	10,291.47	-	-	10,291.47	10,291.47	-	-	10,291.47
	- in India	10,291.47	-	-	10,291.47	10,291.47	-	-	10,291.47
	- outside India	-	-	-	-	-	-	-	-
(B)	Total	10,291.47	-	-	10,291.47	10,291.47	-	-	10,291.47

Note 15.1

The details of the Unsecured Non Convertible Debentures in the nature Tier II capital as on March 31, 2021 are as follows:

Particulars	Date of Issue	Date of Redemption	Rate of Interest	Amount in lakhs (Face value)
8.94% CFHL UNCD 2014	03-Dec-14	03-Dec-24	8.94%	10,000.00

Further, the Company has issued Unsecured Debentures in the nature of Tier II capital worth ₹ 10,000 lakhs in the financial year 2014-15 for a term of 10 years through private placement. These Debentures are subordinated to present and future senior indebtedness of the Company and qualify as Tier II Capital under the National Housing Bank (NHB) guidelines for assessing capital adequacy. Based on the balance term to maturity as at March 31, 2021, 60% of the book value of the subordinated debt is considered as Tier II Capital for the purpose of Capital Adequacy computation.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 16 Other Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Unpaid matured deposits and interest accrued thereon [refer Note 16.1 below]	1,177.56	1,999.37
(ii)	Unclaimed Dividend (refer 16.2 below)	185.52	173.02
(iii)	Due to customers/borrowers	97.98	122.59
(iv)	Lease Liability (refer Note 44)	3,617.04	3,576.85
	Total	5,078.10	5,871.82

16.1 As required under Section 125 of the Companies Act, 2013, the Company has transferred ₹ 16.94 lakhs as unclaimed deposits (Previous Year ₹9.99 lakhs) and ₹13.27 lakhs as unclaimed dividend to Investor Education and Protection Fund (IEPF) during the year as of March 31, 2021, except to the extent of ₹ 66.72 lakhs (Previous Year ₹ 60.49 lakhs) in respect of claims that are disputed deposits. As of March 31, 2021, no amount was due for transfer to the IEPF.

16.2 There are no dividends which are pending to be transferred to Investor Education and Protection Fund as per Sec 125 of the Companies Act, 2013 as at year end.

Note 17 Provisions

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Provision for Income Tax (net of advance tax)	41.90	155.65
(ii)	Provision for Employee Benefit (Refer Note 37)	3,001.52	1,761.96
(iii)	Special provisioning for RBI regulatory package (Refer Note 5.5(ii) and 46)	6,984.05	3,654.45
(iv)	Provision for contingencies (income taxes)	197.88	1,050.97
	Total	10,225.35	6,623.03

Note 18 Other Non Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Revenue received in advance	569.94	561.73
(ii)	Statutory Dues	220.43	304.13
(iii)	Other Payables:		
	(i) Cheques pending presentation	5.34	-
	(ii) Cheques pending realisation	1.24	0.11
	(iii) Time barred cheques	38.47	79.45
	(iv) Other monies received in advance	341.02	287.29
	(v) Others	190.90	355.85
	Total	1,367.34	1,588.57

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 19 Equity Share Capital

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Authorised:		
	35,00,00,000 Equity Shares of ₹ 2 each (Previous Year 2019-20: 35,00,00,000 Equity Shares of ₹ 2 each)	7,000.00	7,000.00
(ii)	Issued and Subscribed:		
	13,32,27,875 Equity Shares of ₹2 each (Previous Year 2019-20: 13,32,27,875 Equity Shares of ₹2 each)	2,664.56	2,664.56
(iii)	Paid up:		
	13,31,54,125 Equity shares of ₹ 2 each (Previous Year 2019-20: 13,31,54,125 Equity shares of ₹ 2 each)	2,663.08	2,663.08
	Add : Forfeited Shares	0.23	0.23
	Total	2,663.31	2,663.31

19.1 Reconciliation of number of shares outstanding and the amount of share capital at the beginning and end of the year

(₹ in Lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	₹ in lakhs	No. of shares	₹ in lakhs
Equity Shares outstanding as at the beginning of the year	13,31,54,125	2,663.31	13,31,54,125	2,663.31
Add: Equity shares issued during the year	-	-	-	-
Equity Shares outstanding as at the end of the year	13,31,54,125	2,663.31	13,31,54,125	2,663.31

19.2 Details of shareholding more than 5% of equity shares in the company

(₹ in Lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% of shares held to total shares	No. of shares	% of shares held to total shares
Canara Bank (sponsor bank)	3,99,30,365	29.99	3,99,30,365	29.99
Chhattisgarh Investments Ltd	95,64,655	7.18%	1,06,49,521	8.00
Caladium Investment Pte Ltd	NA	NA	1,66,38,752	12.50

19.3 Terms and rights attached to Equity Shares: The Company has one class of Equity shares having a face value of ₹ 2/- per share and each shareholder is eligible for one vote per share held. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion to their shareholdings.

19.4 For the period of five years immediately preceding the FY 2020-21

- (A) Aggregate number and class of shares allotted as fully paid-up pursuant to contract(s) without payment being received in cash is NIL
- (B) Aggregate number and class of shares allotted as fully paid-up by way of bonus shares is NIL
- (C) Aggregate number and class of shares bought back is NIL

19.5 The Company has not :

- A) Issued any securities convertible into equity/preference shares.
- B) Issued any shares where calls are unpaid.
- C) Forfeited any shares.
- D) Issued any shares reserved for issue under options and contracts or commitments for sale of shares or divestment.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 20 Other Equity

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021	As at March 31, 2020
(i)	Special Reserve (created as per requirement of Income Tax Act – Section 36(1) (viii)):		
	Balance at the beginning of the year	65,843.00	54,160.45
	Transferred from statement of profit and loss (refer Note 20.1 below)	12,054.62	11,682.55
	Balance at the end of the year (A)	77,897.62	65,843.00
	Cumulative Tax effect on special reserve at the beginning of the year	11,081.55	8,141.29
	Tax effect for the year	3,033.91	2,940.26
	Cumulative Tax effect at the end of the year (B)	14,115.46	11,081.55
	Total (A)+(B)	92,013.09	76,924.55
(ii)	General Reserve		
	Balance at the beginning of the year	62,971.35	55,483.09
	Add: Transferred from statement of profit and loss	9,120.62	7,488.26
	Balance at the end of the year	72,091.97	62,971.35
(iii)	Statutory Reserve (created as per the requirement of Section 29C of the NHB Act, 1987)		
	Balance at the beginning of the year	32,023.55	24,535.29
	Add: Transferred from statement of profit and loss (refer Note 20.1 below)	9,120.62	7,488.26
	Balance at the end of the year	41,144.17	32,023.55
(iv)	Securities Premium Reserve		
	Balance at the beginning of the year	27,297.54	27,297.54
	Add: Received during the year	-	-
	Balance at the end of the year	27,297.54	27,297.54
(v)	Profit and loss account (Including Other Comprehensive Income)		
	Balance at the beginning of the year	13,126.55	5,937.64
	Add: Total comprehensive income for the year	45,603.10	37,441.32
	Add/ (Less):- Impact on adoption of Ind AS 116 (refer Note 44)		(382.80)
	Add/ (Less):- Transferred to Special Reserve (refer Note 20.1 below)	(12,054.62)	(11,682.55)
	Add/ (Less):- Transferred to Statutory Reserve (refer Note 20.1 below)	(9,120.62)	(7,488.26)
	Add/ (Less):- Transferred to General Reserve	(9,120.62)	(7,488.26)
	Add/ (Less):- Dividend (refer Note 20.2 & 20.3 below)	(2,663.08)	(2,663.08)
	Add/ (Less):- Corporate Dividend Tax thereon	-	(547.45)
	Balance at the end of the year	25,770.70	13,126.55
(vi)	Share application money pending allotment		
	Balance at the beginning of the year	-	-
	Less: Allotted during the year	-	-
	Balance at the end of the year	-	-
	Total	2,58,317.46	2,12,343.54

Notes forming part of Financial Statements

for the year ended March 31, 2021

20.1 As per Section 29C of the National Housing Bank Act, 1987, the Company is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared. For this purpose, any Special Reserve created by the Company under Section 36(1) (viii) of the Income Tax Act, 1961 is considered to be an eligible transfer u/s 29C of the NHB Act, 1987 also. The Company has transferred a sum of ₹12,054.62 lakhs (Previous Year ₹11,682.55 lakhs) to Special Reserve which is in terms of Section 36(1)(viii) of the Income Tax Act, 1961 and ₹9,120.62 lakhs (Previous Year ₹ 7,488.26 lakhs) to Additional Reserve u/s 29C of the NHB Act, 1987 during the FY 2020-21.

20.2 The Company has paid dividend of ₹ 2/- per share on the equity shares of face value of ₹ 2/- each pertaining to FY 2019-20, post approval by the members in the 33rd AGM held on 26th August, 2020.

20.3 The Board of Directors, have recommended final dividend of ₹2/- per equity share, this dividend will be paid after the approval of the members at the ensuing AGM. According to the requirements of Ind AS 10- Events occurring after Balance sheet date, the dividend declared and tax thereon shall only be recognised as a liability in the books of account in the year in which the dividends are declared on approval by members. The total estimated dividend on equity shares to be paid is ₹2,663.08 lakhs.

20.4 Reserve Fund u/s 29C of NHB Act, 1987:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Statutory Reserve (As per section 29C of the National Housing Bank Act, 1987)		
Opening Balance	32,023.55	24,535.29
Additions during the year	9,120.62	7,488.26
Appropriations during the year	-	-
Closing Balance	41,144.17	32,023.55

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Balance at the beginning of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	32,023.55	24,535.29
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 (excluding tax effect)	65,843.00	54,160.45
Total	97,866.55	78,695.74
Addition/ Appropriation / Withdrawal during the year		
Add:		
a) Amount transferred u/s 29C of the NHB Act, 1987	9,120.62	7,488.26
b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	12,054.62	11,682.55
Less:		
a) Amount appropriated from the Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
b) Amount withdrawn from the Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 which has been taken into account for the purpose of provision u/s 29C of the NHB Act, 1987.	-	-
Balance at the end of the year		
a) Statutory Reserve u/s 29c of the National Housing Bank Act, 1987	41,144.17	32,023.55
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into Account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	77,897.62	65,843.00
Total	1,19,041.79	97,866.55

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 21 Interest Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021			Year ended March 31, 2020		
		On Financial assets measured			On Financial assets measured		
		At FVTOCI	At Amortised Cost	At FVTPL	At FVTOCI	At Amortised Cost	At FVTPL
(i)	Interest on Loans	-	2,00,144.86	-	-	2,01,536.57	-
(ii)	Interest income from investments	-	188.53	-	-	138.53	-
(iii)	Interest on deposits with Banks	-	281.90	-	-	193.41	-
(iv)	Other Interest income	-	21.42	-	-	22.08	-
	Total	-	2,00,636.71	-	-	2,01,890.59	-

Note 22 Fee and Commission Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Processing and other fee	961.95	948.09
(ii)	Insurance commission income	215.32	202.63
	Total	1,177.27	1,150.72

Note 23 Other Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Profit on sale of property plant and equipment	-	-
(ii)	Provision no longer required written back	-	-
(iii)	Dividend Income from Investment in Mutual funds	-	-
(iv)	Bad debts recovered	29.13	3.77
	Total	29.13	3.77

Note 24 Finance Costs

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
	Financial Instruments recognised at Amortised cost:		
(i)	Interest on deposits	2,327.04	2,344.03
(ii)	Interest on borrowings	93,203.85	91,330.41
(iii)	Interest on debt securities	23,809.12	39,272.65
(iv)	Interest on Subordinated liabilities	894.00	894.00
(v)	Interest on lease liability	296.48	314.40
(vi)	Other charges	302.16	265.49
	Total	1,20,832.66	1,34,420.98

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 25 Fees and Commission Expense

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Direct Selling Agents' Commission	1,142.79	1,174.18
(ii)	CIBIL and other Fee	56.26	57.27
	Total	1,199.05	1,231.46

Note 26 Impairment of Financial Instruments

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Loans*	6,853.17	6,031.57
	Total	6,853.17	6,031.57

* Includes Special provision for RBI regulatory package.

Note 27 Employee Benefits Expenses

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Salaries and wages	6,099.70	4,844.76
(ii)	Contribution to provident and other funds (refer note 37)	556.97	506.56
(iii)	Staff welfare expenses	303.88	286.54
(iv)	Others	37.86	18.65
	Total	6,998.42	5,656.50

Note 28 Depreciation Expense

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
	Depreciation on property, plant and equipment and right of use assets (refer Note 9)	957.27	947.13
	Total	957.27	947.13

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 29 Other Expenses

		(₹ in Lakhs)	
Sl. No.	Particulars	Year ended March 31, 2021	Year ended March 31, 2020
(i)	Rent, taxes and energy costs	223.35	239.56
(ii)	Repairs and maintenance	123.49	106.13
(iii)	Communication costs	282.31	121.36
(iv)	Printing and stationery	36.47	48.38
(v)	Advertisement and publicity	167.14	113.53
(vi)	Director's sitting fees	28.20	20.00
(vii)	Auditor's fees and expenses (refer Note 29.1 below)	58.26	70.69
(viii)	Legal and professional charges (refer Note 29.2 below)	473.00	449.86
(ix)	Corporate Social Responsibility Expenses (refer Note 46)	1,107.58	1,004.02
(x)	Insurance charges	93.46	89.99
(xi)	Travelling and conveyance	193.50	268.83
(xii)	Bank charges	77.86	67.86
(xiii)	General expenses	72.98	36.12
(xiv)	Rates and tax	193.22	137.28
(xv)	Loss on sale of property plant equipment	5.94	1.85
(xvi)	Miscellaneous expenses	107.75	153.33
	Total	3,244.52	2,928.79

29.1 Auditor's remuneration (net of GST)

		(₹ in Lakhs)	
Particulars	Year ended March 31, 2021	Year ended March 31, 2020	
Audit Fees (Including Statutory Branch Auditors fees and Tax audit)	50.27	58.63	
Tax Matters	-	0.4	
Other Services (Certification etc.,)	4.99	3.35	
Out of Pocket Expenses	3.00	8.31	
Total	58.26	70.69	

29.2 The Company has entered into lease cum licence agreement with M/S ThemePro Technologies Pvt Ltd., for implementation of Integrated Business Suit (IBS) software. The expenditure incurred in this regard amounting to ₹ 297.24 lakhs (Previous Year ₹198.38 lakhs) is charged to the P & L account under Legal and Professional charges.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 30 Financial Instruments: Financial Assets (at amortised cost)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
(i) Cash and Cash Equivalents	2,154.54	39,243.99
(ii) Trade Receivables	70.80	25.55
(iii) Loans		
Term Loans	22,04,509.55	20,64,407.00
Less: Impairment Loss Allowance [refer Note 40(i)]	15,361.32	11,837.75
Sub Total	21,89,148.23	20,52,569.25
(iv) Investments	4,960.39	2,430.50
(v) Other Financial Assets	369.66	302.63
Total	21,96,703.63	20,94,571.92

Note 31 Financial Instruments: Financial Liabilities (at amortised cost)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
(i) Trade Payables	432.58	423.95
(ii) Debt Securities	4,89,130.24	3,80,955.13
(iii) Borrowings	13,85,621.47	14,53,089.75
(iv) Deposits	44,247.15	30,508.05
(v) Subordinated liabilities	10,291.47	10,291.47
(vi) Other Financial Liabilities	5,078.10	5,871.82
Total	19,34,801.02	18,81,140.16

Note 32 Provisions

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Provision for Expected Credit Loss (refer Note 5.4 & 32.1)	15,361.32	11,837.75
Provision for Employee Benefits (refer Note 32.2 below)	3,001.52	1,761.96
Provision for contingencies (taxes) (refer Note 32.3 below)	197.88	1,050.97
Special Provisioning on RBI regulatory package (refer Note 46)	6,984.05	3,654.45
Total Provisions	18,560.71	14,650.68

The disclosure of provisions movement as required under IND AS 37- Provision, Contingent Liabilities and Contingent Assets is as follows.

32.1 Provision for Expected Credit Loss [refer note 5.4 and note 5.5(iv)]

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
Balance at the beginning of the year	11,837.75	9,919.61
Provisions made during the year	3,899.68	2,377.12
Utilisations during the year	-	-
Released during the year	376.11	458.98
Provision at the end of the year	15,361.32	11,837.75

Notes forming part of Financial Statements

for the year ended March 31, 2021

32.2 Provision for Employee Benefits

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
Balance at the beginning of the year	1,761.96	1,608.45
Provisions made during the year	1,055.53	709.38
Utilisations during the year	184.02	(555.87)
Released during the year	-	-
Provision at the end of the year	3,001.52	1,761.96

32.3 Provision for Contingencies (taxes)

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
Balance at the beginning of the year	1,050.97	900.97
Provisions made during the year	-	150.00
Utilisations during the year	853.09	-
Released during the year	-	-
Provision at the end of the year	197.88	1,050.97

Note 33 Income Tax

33.1 Income Tax Expense in statement of profit and loss

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
Current income tax:		
In respect of the current year	17,163.72	14,556.71
In respect of earlier years	143.50	461.81
Deferred tax:		
In respect of the current year	(1,155.23)	(802.22)
Income tax expense recognised in the statement of profit or loss	16,151.99	14,216.31
Income tax recognised in other comprehensive income		
(i) Current tax arising on income and expense recognised in other comprehensive income	-	-
Net loss / (gain) on remeasurement of defined benefit plan	-	-
(ii) Deferred tax arising on income and expense recognised in other comprehensive income	0.99	57.52
Total	0.99	57.52

Notes forming part of Financial Statements

for the year ended March 31, 2021

33.2 Reconciliation between provision of Income Tax of the company and amounts computed by applying the Indian Statutory Income tax rate to profit before taxes :

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2021	March 31, 2020
Profit Before Tax	61,758.02	51,828.65
Enacted Income Tax Rate in India (%)	25.17	25.17
Computed Tax Expense	15,543.26	13,044.24
Effect of :		
Income tax pertaining to earlier years	143.50	461.81
Allowances/exemptions under income tax	(52.37)	(92.24)
Non-deductible expenses for tax purposes	412.23	300.98
Due to change in tax rate	-	671.64
Others	105.37	(170.12)
Income tax expense recognised in the statement of profit and loss	16,151.99	14,216.31

The tax rates under Indian Income Tax Act, for the year ended March 31, 2021 and March 31, 2020 is 25.168%.

Note 34: Deferred Tax assets/(liabilities) as at March 31, 2021 in relation to :

(₹ in Lakhs)

Particulars	As at	Recognised in	Recognised	As at
	April 1, 2020	profit and loss	in OCI	March 31, 2021
Property, plant and Equipment	118.02	26.40	-	144.42
Expected Credit Loss	193.23	192.74	-	385.97
Provision for employee benefits	393.75	202.82	0.99	596.57
Financial assets carried at amortised cost	1,764.50	(103.74)	-	1,660.75
Special Provision RBI regulatory package	919.75	837.99	-	1,757.75
Total	3,389.25	1,156.22	0.99	4,545.46

Deferred Tax assets/(liabilities) as at March 31, 2020 in relation to :

(₹ in Lakhs)

Particulars	As at	Recognised in	Recognised	As at
	April 1, 2019	profit and loss	in OCI	March 31, 2020
Property, plant and Equipment	(58.70)	176.72	-	118.02
Expected Credit Loss	407.26	(214.03)	-	193.23
Provision for employee benefits	298.54	37.68	57.52	393.75
Financial assets carried at amortised cost	1,753.67	10.83	-	1,764.50
Ind AS 116 Transition effect	128.74	(128.74)	-	-
Special Provision RBI regulatory package	-	919.75	-	919.75
Total	2,529.51	802.22	57.52	3,389.25

The company has not created deferred tax assets on the following :

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
NIL		

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 35:

During the financial year ended 31st March 2021 the Company has not created DTL on special reserve due to differences in treatment of deferred tax on special reserves between Non-Banking Financial Company –Housing Finance Company (Reserve Bank) Directions, 2021 and Ind AS 12 "Income Taxes".

Note 36: Contingent Liabilities and commitments (to the extent not provided for)

(i) Contingent Liabilities (to the extent not provided for)

(₹ in Lakhs)

Nature of claims	Risk involved	As at	As at
		March 31, 2021	March 31, 2020
Income Taxes	The Company has filed an appeal before to CIT (Appeals) during the current year against the demand notice (for AY 2017-18) from the department of ₹ 36.94 lakhs.	-	36.94
Claims made by borrowers of the company before various Consumer Forums.	There are 3 cases pending before State Consumer redressal Forum and High Court where compensation is sought against the Company.	8.46	18.51
Based on the professional advice no material liabilities are expected, and hence no provision is made in the financial statements for the same.			
(ii) Commitments (not provided for)			
Value of contracts remaining to be executed on capital account		-	4.81
Disbursements – Undrawn lines		117,410.21	94,765.93

Note 37 Employee Benefit Expenses

Defined Benefit Plans:

- Gratuity is an Employee Benefit payable on retirement / superannuation / resignation on completion of 5 years of service.
- Privilege Leave is an employee benefit wherein confirmed Officer/Employee is entitled to 30 days of PL every year, which can be accumulated upto a maximum of 240 days.
- Provident Fund is a statutory employee benefit wherein contributions are made by the employee and employer in prescribed proportion.
- Sick Leave is a Benefit, which an Officer/Employee is entitled to 15 days in a year, which can be accumulated upto a maximum of 270 days.
- Leave Fare Concession is an employee benefit wherein all confirmed Employees/Officers are entitled once in two years.

I. Reconciliation of present value of Projected Benefit Obligation:

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	For the year ended		For the year ended	
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Present value of Projected Benefit obligation	1,819.24	1,465.87	4,949.47	4,204.13
Current Service Cost	139.95	105.43	822.68	749.93
Past Service Cost	-	-	-	-
Net interest on net defined liability/ (asset)	116.52	109.90	441.60	385.07
Benefits paid and charges deducted	(139.40)	(47.14)	420.24	(389.66)
Re-measurement – actuarial (gain)/ loss recognised	6.23	185.18	(686.05)	-
Net Present value of Projected Benefit obligation	1,942.54	1,819.24	5,947.94	4,949.47

Notes forming part of Financial Statements

for the year ended March 31, 2021

(₹ in Lakhs)

Particulars	Long Term Compensated Absence		Sick Leave	
	For the year ended		For the year ended	
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Present value of Projected Benefit obligation	1,317.39	967.99	107.44	92.96
Current Service Cost	76.65	51.58	14.97	12.26
Past Service Cost	-	-	-	-
Net interest on net defined liability/ (asset)	84.51	69.22	7.16	7.09
Benefits paid and charges deducted	(96.82)	(119.07)	-	-
Re-measurement – actuarial (gain)/ loss recognised	147.01	347.67	(10.86)	(4.87)
Net Present value of Projected Benefit obligation	1,528.74	1,317.39	118.71	107.44

II Expenses recognised in the statement of Profit and Loss account under the head "Employee Benefits Expenses" for the year ended March 31, 2021

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Current Service Cost	139.95	105.43	822.68	749.92
Past Service Cost	-	-	-	-
Interest Cost	116.52	(9.77)	441.60	385.07
Benefits Settled	-	-	-	-
Obligations at end of the year	256.47	95.66	1,264.28	1,134.99

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Current Service Cost	14.97	12.26	76.65	51.59
Past Service Cost	-	-	-	-
Interest Cost	7.16	7.08	84.51	69.22
Benefits Settled	-	-	-	-
Obligations at end of the year	22.12	19.34	161.16	120.81

III. Reconciliation of Opening balances and Closing balances of Plan Assets

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Plan assets at the beginning of the year, at fair value	1,896.93	1,320.47	4,848.42	4,108.23
Re-measurement – actuarial gain/ (loss)	2.31	(43.38)	(793.04)	(697.66)
Expected return on plan assets	130.03	119.67	365.84	298.26
Contributions from Employees	250.40	547.31	822.68	749.93
Benefits Settled	(139.40)	(47.14)	420.24	389.66
Plan assets at the end of the year at fair value	2,140.27	1,896.93	5,664.14	4,848.42

Notes forming part of Financial Statements

for the year ended March 31, 2021

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31 2021	March 31 2020	March 31 2021	March 31 2020
Plan assets at the beginning of the year, at fair value	-	-	-	-
Interest income on plan assets	-	-	-	-
Re-measurement - actuarial gain/ (loss)	-	-	-	-
Return on plan assets greater/ (lesser) than discount rate	-	-	-	-
Contributions from Employees	-	-	96.82	119.08
Benefits Settled	-	-	(96.82)	(119.08)
Plan assets at the end of the year at fair value	-	-	-	-

IV Amount recognised in Other Comprehensive income (OCI)

(₹ in Lakhs)

Description	Gratuity	
	For the year ended	
	March 31 2021	March 31 2020
Actuarial (gain)/loss	6.23	185.18
Return or loss on plan asset	(2.31)	43.37
Net amount recognised in OCI	3.92	228.55

Actuarial Assumptions

(₹ in Lakhs)

Description	As at	As at
	March 31, 2021	March 31, 2020
Discount rate per annum	6.96%	6.66%
	Gratuity-6.96%	Gratuity-6.66%
Expected rate of return on Plan Assets	Exempted PF-6.96%	Exempted PF-6.66%
The estimates of future salary increases considered in actuarial valuation, take into account escalation, inflation, seniority, Promotion and other relevant factors	7.00%	7.00%

Investment pattern (in %)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Gratuity - Funded		
Funds managed by Insurer	100%	100%
Total	100%	100%
Exempt PF- Funded		
Government of India Securities	4.93%	6.70%
State Government Securities	51.18%	46.11%
High Quality Corporate Bonds	31.95%	36.61%
Special Deposits Scheme	1.74%	2.06%
Mutual Funds	6.77%	6.47%
Bank Deposits	3.43%	2.05%
Total	100%	100%

Notes forming part of Financial Statements

for the year ended March 31, 2021

Amounts recognised in Balance Sheet

Gratuity

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Present value of defined benefit obligation	(1,942.55)	(1,819.24)
Fair value of plan assets	2,140.26	1,896.93
Asset/ (liability) recognized	197.72	77.69

Exempt PF

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Present value of defined benefit obligation	(5,947.94)	(4,949.46)
Fair value of plan assets	5,664.13	4,848.41
Asset/ (liability) recognized	(283.81)	(101.05)

Sick Leave

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Present value of defined benefit obligation	(118.70)	(107.43)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(118.70)	(107.43)

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Present value of defined benefit obligation	(1,528.74)	(1,317.39)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(1,528.74)	(1,317.39)

Maturity profile of defined benefit obligation

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Average duration of the define benefit obligation (in years):		
- Gratuity	9.3	10.1
- Long Term Compensated Absence	10.9	11.9

Sensitivity Analysis

The sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of reporting year, which is same as that applied in calculating the defined benefit obligation liability recognized in the balance sheet

Notes forming part of Financial Statements

for the year ended March 31, 2021

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Gratuity

(₹ in Lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
-Discount rate				
Impact on Defined benefit obligation	1,862.90	2,028.76	1,738.08	1,907.37
Impact on Current Service cost	146.18	170.37	128.52	152.83
-Salary Growth				
Impact on Defined benefit obligation	1,995.84	1,889.48	1,873.14	1,765.50
Impact on Current Service cost	165.62	150.22	147.33	132.65

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
-Discount rate				
Impact on Defined benefit obligation	1,456.16	1,608.03	1,248.65	1,392.89
Impact on Current Service cost	82.34	92.97	71.70	82.16
-Salary Growth				
Impact on Defined benefit obligation	1,607.61	1,455.86	1,392.27	1,248.55
Impact on Current Service cost	92.94	82.32	82.11	71.69

Sick Leave

(₹ in Lakhs)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
-Discount rate				
Impact on Defined benefit obligation	115.17	122.48	104.16	(110.95)
Impact on Current Service cost	16.88	18.29	14.35	(15.63)
-Salary Growth				
Impact on Defined benefit obligation	122.46	115.16	110.92	(104.15)
Impact on Current Service cost	18.28	16.87	15.62	(14.35)

Notes forming part of Financial Statements

for the year ended March 31, 2021

Maturity profile of defined benefit obligation:

(₹ in Lakhs)

Particulars	Gratuity		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Year 1	98.86	113.05	48.03	46.77
Year 2	208.37	104.83	97.94	43.12
Year 3	214.77	147.57	100.03	64.31
Year 4	215.19	189.22	105.61	81.57
Year 5	268.08	209.31	122.42	94.85
Next 5 years	872.10	923.36	468.95	424.11

Note: Maturity profile of defined benefit obligation is not applicable to Sick Leave and Exempted PF.

Note 38 Reconciliation of number of equity shares used in the computation of basic and diluted earnings per share

(₹ in Lakhs)

Particulars	For the year ended			
	March 31, 2021		March 31, 2020	
	Basic EPS	Diluted EPS	Basic EPS	Diluted EPS
Weighted average number of equity shares outstanding during the year (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Equity shares issued during the year (Number In Lakhs)	-	-	-	-
Weighted average number of equity shares for calculation of earnings per share (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Profit for the year, as per Profit & Loss Statement (excluding Other Comprehensive income)	45,606.03	45,606.03	37,612.35	37,612.35
Earning per share [Basic EPS/Dilutive EPS] (In ₹)	34.25	34.25	28.25	28.25

Note 39 Components of Other Comprehensive Income

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

(₹ in Lakhs)

Particulars	March 31, 2021	March 31, 2020
(a) Items that will not be reclassified to profit and loss:		
(i) Actuarial (Gain)/ loss	(3.92)	(228.55)
(ii) Income Tax relating to items that will not be reclassified to profit and loss	0.99	57.52
Total	(2.94)	(171.03)

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 40 Financial Risk Management

i) Credit Risk

It is defined as the inability or unwillingness of the counterparty to meet the commitment in relation to lending, trading, hedging, settlement and other financial transactions. Also it is defined as the possibility of losses associated with diminution in the credit quality of borrowers or counter parties. The Credit policy articulates credit risk strategy to effectively communicate it throughout the company and all relevant personnel to understand company's approach to grant of credit. The Policy covers products/borrower category, frame work for appraisal process, guidelines for takeover of accounts, entry level matrix (credit scoring system) and flexibility in pricing, dispensation of credit, monitoring and review mechanism, limit structure/prudential exposure levels, reporting frame work. The Company has put in place a proper Loan Review Mechanism with responsibilities assigned in various areas such as, evaluating the effectiveness of loan administration, maintaining the integrity of credit grading process, assessing the loan loss provision, portfolio quality, etc. Credit grading involves assessment of credit quality, identification of problem loans, and assignment of risk ratings. Monitoring is being done through guidelines to branches; follow up by overseeing executives and other regular follow up.

Analysis of stages of loans and provision of expected credit loss is as follows [Refer Note 2 (i) for "Significant Accounting Policies"].

Particulars	As at March 31, 2021				As at March 31, 2020			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount of loans (A)	20,71,892.30	1,18,400.61	20,191.36	22,10,484.27	19,08,674.69	1,23,369.20	36,807.88	20,68,851.77
Provision as per ECL Model (B)	1,612.32	1,753.34	3,375.85	6,741.50	803.56	925.34	5,846.71	7,575.61
Provision for Standard and NPA Assets* (C) [Refer Note 5.4]	7,365.72	471.60	6,758.21	14,595.54	6,961.92	345.32	4,530.79	11,838.03
% of Provision held (D)= (C)/(A)	0.36%	0.40%	33.47%	0.66%	0.36%	0.28%	12.31%	0.57%
Net Carrying Amount of Loans (E) = (A)-(C)	20,64,526.58	1,17,929.01	13,433.15	21,95,888.74	19,01,712.77	1,23,023.88	32,277.09	20,57,013.74

* As per IRAC norms of NHB.

- The provision estimated as per ECL model on an aggregate basis is lower than the overall provision required under IRAC norms of the NHB. The Management on a conservative approach has decided to maintain the higher provision.
- As at balance sheet date, the Company does not have significant concentration of credit risk (Refer Note 45.10(ii)).

ii) Financial Risk

The market risk is the possibility of loss to the Company prices of security due to changes in the market factors, mainly the changes in interest rates, and competition. It is the risk to the Company's earnings and capital due to the changes in the market interest rates. Market Risk also includes company's ability to meet its obligations as and when due. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The Company has an Investment Policy/ Borrowing Policy in place which addresses the Market Risk which defines safety and liquidity will have preference over returns. Our majority of investment is by way of Bank Deposits and Govt. securities for the purpose of maintenance of SLR as prescribed by NHB. All these deposits are held to maturity. There is an ALM Committee of Executives at RO (ALCO), which functions as the operational unit for managing the balance sheet and asset liability mismatches. All the borrowing decisions and raising short term funds in the form of Non Convertible Debentures, Commercial Papers, Securitization and such other modes, are taken at appropriate level as per the Board approved policy on borrowings. Refer Note 5.7 for Asset Liability Management.

Notes forming part of Financial Statements

for the year ended March 31, 2021

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2021, March 31, 2020.

(₹ in Lakhs)

Particulars	As at March 31, 2021			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	3,67,129.67	2,93,400.42	3,29,717.14	9,90,247.23
Borrowings from NHB	1,06,074.30	1,11,393.06	1,78,026.72	3,95,494.08
Deposits	22,170.23	15,755.86	6,321.06	44,247.15
Debentures and Commercial Papers (face value)	3,82,200.00	60,000.00	52,500.00	4,94,700.00
Subordinated Liabilities (face value)	-	-	10,000.00	10,000.00
Others (excluding lease liability)	1,461.06	-	-	1,461.06

(₹ in Lakhs)

Particulars	As at March 31, 2020			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	2,67,742.74	2,51,697.72	5,86,952.32	1,106,392.78
Borrowings from NHB	49,841.86	98,745.13	1,96,101.27	344,688.26
Deposits	21,101.03	7,619.67	1,787.35	30,508.05
Debentures and Commercial Papers (face value)	2,17,500.00	1,32,200.00	25,000.00	374,700.00
Subordinated Liabilities (face value)	-	-	10,000.00	10,000.00
Others (excluding lease liability)	2,294.97	-	-	2,294.97

iii) Liquidity Risk

Probability of loss arising from a situation where (1) there will not be enough cash and/or cash equivalents to meet the needs of depositors and borrowers, (2) sale of illiquid assets will yield less than their fair value, or (3) illiquid assets will not be sold at the desired time due to lack of buyers. ALM Policy is in place which has set prudential limits for structural liquidity and interest rate risk. The ALCO committee of the Company analyzes the ALM position of the Company as at the end of each quarter and appraises the Board the ALM position of the respective quarters along with the proposed measure to improve the ALM position.

iv) Interest rate risk

Earnings risk is the danger that income may fluctuate due to changes in economic conditions or other factors. It is also the potential negative impact on the net interest income. The risk refers to vulnerability to movement in interest rates. Changes in interest rates effects earning, value of asset and cash flow. Asset Liability Management Committee (ALCO) meets at periodical intervals and assesses the earning risk and gives proper directions to the management to improve the NIM. Company shall monitor the income earned by way of interest and other income at quarterly intervals and place suitable notes to Board while placing notes on quarterly/half yearly/annual financial results of the Company. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The credit rating of our borrowings also have a significant impact on our net interest margin. Refer Note 43.4 for credit rating details.

(₹ in Lakhs)

Particulars	2020-21		2019-20	
	Increase by 25bps	Decrease by 25bps	Increase by 25bps	Decrease by 25bps
Impact on profit before tax- Gain/ (Loss)	5,302.15	(5,302.15)	4,844.98	(4,844.98)

Notes forming part of Financial Statements

for the year ended March 31, 2021

(₹ in Lakhs)

Assets side	Amount outstanding
(3) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:	–
(a) Secured	22,04,352.93
(b) Unsecured	–
(4) Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities:	–
(i) Lease assets including lease rentals under sundry debtors	–
(a) Financial lease	–
(b) Operating lease	–
(ii) Stock on hire including hire charges under sundry debtors	–
(a) Assets on hire	–
(b) Repossessed Assets	–
(iii) Other loans counting towards asset financing activities	–
(a) Loans where assets have been repossessed	–
(b) Loans other than (a) above	–
(5) Break-up of Investments	–
Current Investments	–
1. Quoted	–
(i) Shares	–
(a) Equity	–
(b) Preference	–
(ii) Debentures and Bonds	–
(iii) Units of mutual funds	–
(iv) Government Securities	–
(v) Others (please specify)	–
2. Unquoted	–
(i) Shares	–
(a) Equity	–
(b) Preference	–
(ii) Debentures and Bonds	–
(iii) Units of mutual funds	–
(iv) Government Securities	–
(v) Others (please specify)	–
Long Term investments	–
1. Quoted	–
(i) Share	–
(a) Equity	–
(b) Preference	–
(ii) Debentures and Bonds	–
(iii) Units of mutual funds	–
(iv) Government Securities	4,960.39
(v) Others (please specify)	–
2. Unquoted	–
(i) Shares	–
(a) Equity	–
(b) Preference	–
(ii) Debentures and Bonds	–
(iii) Units of mutual funds	–
(iv) Government Securities	–
(v) Others (please specify)	–

Notes forming part of Financial Statements

for the year ended March 31, 2021

(₹ in Lakhs)

Category	Amount net of provisions		
	Secured	Unsecured	Total
(6) Borrower group-wise classification of assets financed as in (3) and (4) above:- (Please see Note 2 below)			
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	22,04,352.93	-	22,04,352.93
Total	22,04,352.93	-	22,04,352.93

(₹ in Lakhs)

Category	Amount net of provisions	
	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) : (Please see Note 3 below)		
1. Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	5,086.86	4,960.39
Total	-	-

** As per notified Accounting Standard (Please see Note 3)

(8) Other information		
Particulars		Amount
(i) Gross Non-Performing Assets		
(a) Related parties	-	
(b) Other than related parties		20,191.36
(ii) Net Non-Performing Assets		
(a) Related parties		
(b) Other than related parties		13,433.15
(iii) Assets acquired in satisfaction of debt		

Notes:

- As defined in Paragraph 4.1.30 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions.
- All notified Accounting Standards are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 43

A. Related Party

Name of Related Party	Nature of Relationship
Canara Bank	Sponsor Bank
1. Canbank Factors Ltd.	Subsidiaries of Canara Bank
2. Canbank Computer Services Ltd	
3. Canbank Financial Services Ltd.	
4. Canbank Venture Capital Fund	
5. Canara Bank Securities Ltd	
6. Can Fin Homes Limited Employees Provident Fund	Employees PF Trust
7. Canara HSBC Oriental Bank of Commerce Life Insurance Company Ltd.	Joint Venture with Canara Bank
8. Canara Robeco Asset Management Company Ltd.	
Key Managerial Personnel:	
1. Girish Kousgi	Managing Director
2. Shreekant M Bhandiwad	Whole Time Director
3. Shamila Mangalore	General Manager
4. Veena G Kamath	Company Secretary
5. Prashanth Joishy	Chief Financial Officer

B. Transactions with the above Related Party during the year

(₹ in Lakhs)

Name of Related Party	Nature of Transaction	For the period	
		2020-21	2019-20
Girish Kousgi	Remuneration	125.67	57.22
Shreekant M Bhandiwad	Remuneration	3.01	-
Shamila Mangalore	Remuneration	24.96	18.25
Shamila Mangalore	Staff advance given	1.40	-
Veena G Kamath	Remuneration	17.61	15.11
Prashanth Joishy	Remuneration	18.03	7.05
Atanu Bagchi (till 31/05/2019)	Remuneration	-	4.98
Canara Bank	Term Loans & other credit facilities outstanding at the year end	227,094.92	276,630.05
	Interest paid for the year	19,281.42	20,957.05
	Deposits matured during the year	1,838.94	1,708.06
	Deposits made with Bank (including renewals)	1,889.67	1,838.94
	Interest earned for the year	159.55	169.27
	Rent and maintenance expense paid for the year	76.33	72.15
	Bank charges for the year	77.11	67.54
	Sitting Fees to Directors	6.25	3.65
	Salary & other benefits of Managing Director (till 26/06/2019 for the previous year) and Whole Time Director	33.36	30.69
	Dividend Paid	798.61	798.61
	Processing Fee	236.00	-
	Cash and cash equivalents and other bank balances	186.19	175.51
Canbank Computer Services Ltd	Registrar & Transfer Agency charges for the year	10.48	12.68
Canara Bank- (Employee Pension Fund, Provident Fund & Gratuity Fund)	Borrowings by way of SRNCD	-	6,000.00
	Interest paid on SRNCD	228.09	459.10
Can Fin Homes Limited Employees Provident Fund	Reimbursement of expenses	23.32	-
Canara Robeco Asset Management Company Ltd.	Interest paid on SRNCD	-	21.58
Canara HSBC OBC Insurance Co. Ltd	Borrowings by way of SRNCD	500.00	500.00
	Interest paid on SRNCD	39.45	39.45
	Commission earned for the year	121.50	116.08
Total		252,636.84	309,627.55

Notes forming part of Financial Statements

for the year ended March 31, 2021

C. Balances Payable to/Receivable from Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Payable/ Receivable	Nature of Balances	As at	As at
			March 31, 2021	March 31, 2020
Canara Bank	Payable	Term Loan and Credit Facilities	2,27,094.92	2,76,630.05
Canara HSBC OBC Insurance Co. Ltd	Receivable	Trade receivable	34.19	13.50

D. Balances Receivable from Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Nature of Balances	As at	As at
		March 31, 2021	March 31, 2020
Canara Bank	Fixed Deposits	1,889.67	1,708.06
Shamila Mangalore – Manager	Employee Loans & Advances	1.75	0.43
Veena G Kamath – Company Secretary	Employee Advances	–	0.21
Prashanth Joishy – CFO	Employee Loans	27.03	29.12

E. Compensation to Key Managerial Personnel

(₹ in Lakhs)

Particulars	For the year Ended	
	As at	As at
	March 31, 2021	March 31, 2020
Short term employee benefit	219.63	133.30
Post-employment benefits*	–	–
Total Compensation paid to Key Managerial Personnel	219.63	133.30

* The post employment benefits namely provision for gratuity and compensated absences cannot be determined employee wise since the provision is based on the actuarial valuation of the company as a whole.

F. Group Structure

Diagrammatic representation of group structure as follows:

Canara Bank (Sponsor Bank) → Can Fin Homes Limited (Associate company)

Note 44: Ind AS 116-Leases

a) Impact on transition to Ind AS 116

During the previous year, the Company has adopted Ind AS 116 "Leases", with effect from April 1, 2019 and applied to all lease contracts existing on April 1, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings as per the guidelines provided in Paragraph C7 and Paragraph C8 c(i) of Ind AS 116, on the date of initial application. Accordingly, comparatives for the year ended March 31, 2019 has not been retrospectively adjusted.

On transition to Ind AS 116, the Company recognised Right-of- use assets and lease liabilities, after difference being set off against existing rent equalisation reserve as on 1st April, 2019. The cumulative effect of applying the standard, amounting to ₹ 382.80 lakhs was debited to retained earnings, net of taxes.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Particulars	(₹ in Lakhs)	
	As at March 31, 2021	As at March 31, 2020
Right-of-use assets – Property Plant and Equipment	–	3,212.28
Deferred tax asset	–	128.74
Lease liabilities	–	4,005.24
Rent equalisation adjusted against lease liabilities	–	281.42
Retained earnings (Reduced by)	–	(382.80)

The Company leases office premises facilities. The leases typically run for a period of 1 to 10 years, with an option to renew the lease after that date. For certain leases, the Company is restricted from entering into any sub-lease arrangements. Information about leases for which the Company is a lessee is presented below.

b. Right-of-use assets- Buildings

Particulars	(₹ in Lakhs)	
	March 31, 2021	March 31, 2020
Opening Balance	2,763.43	3,212.28
Additions to right of use asset	790.21	170.72
Depreciation charge for the year	510.13	619.57
Derecognition of right of use assets	185.90	–
Closing Balance	2,857.61	2,763.43

c. Maturity analysis of lease liabilities (undiscounted)

Particulars	(₹ in Lakhs)	
	March 31, 2021	March 31, 2020
Upto one year	838.84	927.93
From one to 5 years	2,400.82	2,707.44
More than 5 Years	771.11	940.26

- Interest on lease liabilities is ₹ 296.48 Lakhs (Previous Year ₹ 314.40 Lakhs) for the year ended on March 31, 2021.
- The Company incurred ₹ 26.68 Lakhs (Previous Year ₹ 8.46 lakhs) for the year ended 31 March 2021 towards expenses relating to short term leases. The Company does not have any low value leases.
- The total cash outflow for leases is ₹ 921.88 Lakhs (Previous Year ₹ 913.51 Lakhs) for the year ended March 31, 2021.
- The Company has applied the practical expedient to all rent concessions that meet the conditions in paragraph 46B.
- Profit recognised for the reporting period of ₹ 21.77 lakhs to reflect changes in lease payments that arise from rent concessions to which the lessee has applied the practical expedient in paragraph 46A.

Note 45 : Annex IV Disclosures required as per Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021.

45.1 Capital to Risk Assets Ratio (CRAR)

Particulars	(₹ in Lakhs)	
	As at March 31, 2021	As at March 31, 2020
i) CRAR (%) ^[1]	25.46%	22.26%
ii) CRAR – Tier I Capital (%) ^[1]	23.66%	20.46%
iii) CRAR – Tier II Capital (%) ^[2]	1.79%	1.80%
iv) Amount of subordinated debt raised as Tier – II Capital (₹ in lakhs)	6000.00	8,000.00
v) Amount raised by issue of Perpetual Debt Instruments (₹ in lakhs)	–	–

Note: Tier II capital includes Provision for Standard Assets.

Notes forming part of Financial Statements

for the year ended March 31, 2021

45.2 A. Exposure to Real Estate Sector

(₹ in Lakhs)

Category	As at March 31, 2021	As at March 31, 2020
Direct Exposure		
i) Residential Mortgages		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	20,24,207.30	19,00,067.68
ii) Commercial Real Estate –		
Lending secured by mortgages on commercial real estate (Office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits:	1,86,439.08	1,71,091.03
iii) Investments in Mortgage Backed Securities (MBS) and other Securitised exposures –		
a) Residential	Nil	Nil
b) Commercial Real Estate	Nil	Nil
Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance companies (HFCs)	Nil	Nil

B. Exposure to Capital Market : NIL

(₹ in Lakhs)

Particulars	As at March 31, 2021	As at March 31, 2020
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;		
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;		
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;		
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	NIL	NIL
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;		
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;		
(vii) bridge loans to companies against expected equity flows / issues;		
(viii) All exposures to Venture Capital Funds (both registered and unregistered)		
Total Exposure to Capital Market	NIL	NIL

Notes forming part of Financial Statements

for the year ended March 31, 2021

C. Details of financing of parent company products : NIL

D. Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the HFC : NIL

E. Advances against intangible collateral:

Particulars	(₹ in Lakhs)	
	Outstanding amount	Value of Intangible security
Loans against deposits (Fixed Deposits Receipts)	25.73	31.21

Exposure to group companies engaged in real estate business

S. No.	Description	Amount (₹ in lakhs)	% of owned fund
(i)	Exposure to any single entity in a group engaged in real estate business	-	-
(ii)	Exposure to all entities in a group engaged in real estate business	-	-

F. Disclosures of penalties imposed by NHB/RBI and other Regulators

The Company has complied with requirements as per Para 29 of the Housing Finance Companies (NHB) Directions 2010 except for one instance detailed below

NHB vide its letter NHB (ND)/DRS/SUP/6742/2020 dated October 15, 2020 has imposed a penalty of ₹5,900 (inclusive of GST@18%) on account of non compliance with respect to the provision of policy circular no 21 issued by NHB which is paid under protest by the Company.

G. Unsecured Advances

Unsecured Advances consists of loans granted to Staff ₹156.62 lakhs (Previous Year ₹165.62 lakhs)

45.3 Registration obtained from other financial sector regulators during the year:

- (i) Renewal of registration of the Company as LEI (Legal Entity Identifier) as required by RBI.
- (ii) Registration of Company on TReDS (Trade Receivables Discounting System) platform through RXIL (Receivables Exchange of India Limited) as required by MCA (Ministry of Corporate Affairs).
- (iii) Registration of the Company as Business user for filing of returns in FIRMS (Foreign Investment Reporting and Management System).
- (iv) Registration of Company as convergence partner with NCH (National Consumer Helpline) through software "INGRAM" as directed by NHB

45.4 Rating assigned by Credit Rating Agencies and migration of rating during the year:

Credit Rating agency	Type	Credit Rating	
		FY 2020-21	FY 2019-20
ICRA	Public Deposits	ICRA MAAA	ICRA MAAA
ICRA	Commercial Papers	A1+	A1+
ICRA	Long Term Bank Loans	ICRA AA+	ICRA AA+
ICRA	Short Term Bank Loans	A1+	A1+
ICRA	Non Convertible Debentures	ICRA AA+	ICRA AA+
CARE	Non Convertible Debentures	CARE AAA (Outlook Negative)	CARE AAA (Outlook Stable)
CARE	Commercial Papers	A1+	A1+
FITCH	Non Convertible Debentures	*	IND AA (outlook stable)
FITCH	Commercial Papers	*	IND A1+

* The company has not obtained any credit rating from FITCH during the year.

Notes forming part of Financial Statements

for the year ended March 31, 2021

45.5 Revenue Recognition: No revenue recognition has been postponed pending the resolution of significant uncertainties.

45.6 a) During the year, no transaction was accounted which was related to prior period (Previous year ` Nil).

b) There is no change in the accounting policies during the year

45.7 Indian Accounting Standard 110 – Consolidated Financial Statements

The subject Standard is not applicable for the Company.

45.8 Provisions and Contingencies

(₹ in Lakhs)

Break up of Provisions and Contingencies	As at	As at
	March 31, 2021	March 31, 2020
Provision for depreciation on Investment	–	–
Provision made towards Income Tax (net)	41.90	155.65
Provision towards NPA	6,758.21	4,530.79
Provisions for Standard Assets (for details like teaser loan, CRE, CRE-RH etc) -refer Note 5.6	7,837.29	7,306.96
Other Provisions & Contingencies- Disputed Income Taxes -refer Note 17	197.88	1,050.97

45.9 Draw Down from Reserves

There was no draw down from reserves during the year.

45.10 Concentration of Public Deposits, Advances, Exposures and NPAs

i) Concentration of Public Deposits (for Public Deposit taking/holding HFCs)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Total Deposits of twenty largest depositors	20,304.88	7,554.09
Percentage of Deposits of twenty largest depositors to Total Deposits of the HFC	45.89%	24.40%

ii) Concentration of Loans & Advances

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Total Loans & Advances to twenty largest borrowers	3,827.14	3,947.41
Percentage of Loans & Advances to twenty largest borrowers to Total Advances of the HFC	0.17%	0.19%

iii) Concentration of all Exposure (including off-balance sheet exposure)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Total Exposure to Twenty largest borrowers / customers	3,827.14	3,947.41
Percentage of exposure to twenty largest borrowers / customers to Total Exposure of the HFC on borrowers / customers	0.17%	0.19%

Notes forming part of Financial Statements

for the year ended March 31, 2021

iv) Concentration of NPAs

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
Total Exposure to Top ten NPA accounts	810.02	669.95

v) Sector-wise NPAs

Sector	Percentage of NPAs to Total Advances in that sector
A Housing Loan	-
1 Individuals	0.79%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-
B Non - Housing Loans	-
1 Individuals	1.50%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-

vi) Movement of NPAs

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
1 Net NPAs to Net Advances (%)	0.61%	0.54%
2 Movement of NPAs (Gross)		
a Opening balance	15,713.40	11,351.25
b Additions during the year	7,075.31	7,507.71
c Reductions during the year	2,597.35	3,145.56
d Closing balance	20,191.36	15,713.40
3 Movement of Net NPAs		
a Opening balance	11,182.60	7,946.62
b Additions during the year	4,381.39	5,377.61
c Reductions during the year	2,130.85	2,141.62
d Closing balance	13,433.15	11,182.60
4 Movement of provisions for NPAs (excluding provisions on standard assets)		
a Opening balance	4,530.79	3,404.63
b Provisions made during the year	2,603.54	2,130.10
c Write-off / Write-back of excess provisions	(376.11)	(1,003.94)
d Closing balance	6,758.22	4,530.79

vii) Overseas Assets

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
	NIL	

Notes forming part of Financial Statements

for the year ended March 31, 2021

viii) Off-Balance Sheet SPVs sponsored (which are required to be consolidated as per accounting Norms)

Name of the SPV sponsored

Domestic	Overseas
NIL	NIL

ix) Disclosure of Complaints

Customer Complaints

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
1) No. of Complaints pending at the beginning of the year	-	34
2) No. of Complaints received during the year	2,423	1,258
3) No. of Complaints redressed during the year	2,423	1,292
4) No. of Complaints pending at the end of the year	-	-

45.11 Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS): No exposure

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
(i) The notional principal of swap agreements	NIL	NIL
(ii) Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements		
(iii) Collateral required by the HFC upon entering into swaps		
(iv) Concentration of credit risk arising from the swaps \$		
(v) The fair value of the swap book		

b) Exchange Traded Interest Rate (IR) Derivative: No exposure

(₹ in Lakhs)

Particulars	Amount
(i) Notional principal amount of exchange traded IR derivatives undertaken during the year (instrument-wise)	NIL
(a)	
(ii) Notional principal amount of exchange traded IR derivatives outstanding as on 31st March (instrument-wise)	
(a)	
(iii) Notional principal amount of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	NIL
(a)	
(iv) Mark-to-market value of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	NIL
(a)	

Notes forming part of Financial Statements

for the year ended March 31, 2021

c) **Disclosures on Risk Exposure in Derivatives** : Not applicable

A. Qualitative Disclosure

Since the Company has not involved in derivatives transactions, risk management policy of the Company does not cover any such disclosure

B. Quantitative Disclosure

(₹ in Lakhs)		
Particulars	Currency Derivatives	Interest Rate Derivatives
(i) Derivatives (Notional Principal Amount)		
(ii) Marked to Market Positions [1]		
(a) Assets (+)	NIL	NIL
(b) Liability (-)		
(iii) Credit Exposure [2]		
(iv) Unhedged Exposures		

45.12 Securitisation

(₹ in Lakhs)	
Particulars	No./ Amount
(1) No of SPVs sponsored by the HFC for securitisation transactions	
(2) Total amount of securitised assets as per books of the SPVs sponsored	
(3) Total amount of exposures retained by the HFC towards the MRR as on the date of balance sheet	
(I) Off-balance sheet exposures towards Credit Enhancements	
(II) On-balance sheet exposures towards Credit Enhancements	
(4) Amount of exposures to securitisation transactions other than MRR	NIL
(I) Off-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitizations	
(b) Exposure to third party securitisations	
(II) On-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitisations	
(b) Exposure to third party securitisations	

Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction

(₹ in Lakhs)		
Particulars	As at March 31, 2021	As at March 31, 2020
(i) No. of accounts		
(ii) Aggregate value (net of provisions) of accounts sold to SC / RC		
(iii) Aggregate consideration	NIL	NIL
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Notes forming part of Financial Statements

for the year ended March 31, 2021

Details of Assignment transactions undertaken

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
(i) No. of accounts	NIL	NIL
(ii) Aggregate value (net of provisions) of accounts assigned		
(iii) Aggregate consideration		
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Details of non-performing financial assets purchased / sold

A. Details of non-performing financial assets purchased:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
(a) No. of accounts purchased during the year	NIL	NIL
(b) Aggregate outstanding		
(a) Of these, number of accounts restructured during the year		
(b) Aggregate outstanding		

B. Details of Non-performing Financial Assets sold:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2021	March 31, 2020
1. No. of accounts sold	NIL	NIL
2. Aggregate outstanding		
3. Aggregate consideration received		

45.13 Gold Loan

The Company has not provided any loans against collateral of gold and gold jewelleryes.

45.14 The Company is a large Corporate as per the applicability criteria given under the SEBI Circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018.

Particulars	Details
Name of the Company	Can Fin Homes Limited
CIN	L85110KA1987PLC008699
Outstanding Borrowings of the Company as on 31st March'2021, as applicable (in ₹ Crores)	₹ 13,389.89
Highest Credit Rating during the Previous Year along with name of the Credit Rating Agency	ICRA AA+
Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowings under the framework	NSE

*Outstanding borrowings of the company having original maturity of more than one year and excluding external commercial borrowings but including public deposits with maturity more than 1 year.

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 46: COVID19 Regulatory Package – Asset Classification and Provisioning

Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with significant number of COVID-19 cases. Subsequently India has entered the second wave of the pandemic where the number of COVID cases have increased significantly and has resulted in re-imposition of localised lockdowns in various parts of the Country. The impact on the Company's operations and financial position, including the credit quality and requirement for provisioning, is uncertain and will depend on future steps taken by the Government/Reserve Bank of India till such time that the economic activities return to normalcy, which is highly unpredictable. The Company will continue to closely monitor any material changes to the future economic/regulatory conditions. However, operating substantially in asset mortgage business, which is relatively stable asset class, no major impact is anticipated at this juncture.

The RBI on March 27, 2020, April 17, 2020, May 6, 2020 and May 23, 2020 announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of the guidelines given in the aforesaid RBI circulars, the company has offered a moratorium option to its borrowers whose accounts are standard as on February 29, 2020, from payments of instalments falling due between March 01, 2020 to August 31, 2020. As such, in respect of all accounts classified as standard as on February 29, 2020, even if overdue, the moratorium period, wherever granted, has been excluded from the number of days past-due for the purpose of asset classification under Regulatory Income Recognition and Asset Classification norms (IRAC) as of March 31, 2021.

As on March 31, 2021, Company holds a provision of ₹ 6,984.05 lakhs, after adjusting against the actual provisioning requirements for slippages from the accounts reckoned for such provisions and utilised for meeting the provision requirements under Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020.

(₹ in Lakhs)

Particulars	As at March 31, 2021
Amounts in SMA/overdue categories, where the moratorium/deferment was extended (As of March 31, 2020)	1,44,463.68
Amount where asset classification benefits is extended	66,060.30
Provisions made during the Q4FY2020 and Q1FY2021 in terms of paragraph 5	7,289.45
Provisions adjusted against slippages in terms of paragraph 6 of the circular	305.40
Residual provisions in terms paragraph 6 of the circular.	6,984.05

Note 47:

Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below.

(₹ in Lakhs)

Type of borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loans	526	7,382.84	-	-	738.28
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	1	275.24	-	-	27.52
Total	527	7,658.08	-	-	765.81

Notes forming part of Financial Statements

for the year ended March 31, 2021

Note 48 Corporate Social Responsibility (CSR)

The Company constituted a Corporate Social Responsibility (CSR) Committee of the Board as prescribed under Section 135 of the Companies Act 2013 and has put the CSR policy in place. The Company has focussed in promoting education including special education, setting up hostels for tribal children, Construction of class room blocks for schools, Scholarships for under privileged, renovation of schools and anganawadis, Sponsorship of child education. The Company also focuses on healthcare by donating advanced medical equipment's to various hospitals. To promote eradicating hunger, Company has contributed for mid day meals at schools through Akshaya Patra Foundation. The company donated Relief materials to Cyclone and Flood affected areas. To promote Environmental Sustainability, donation of tree saplings, Contribution towards "Cauvery Calling", a campaign to revitalize the southern Indian river Cauvery by planting trees in the river basin was undertaken. Contribution to Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES), Karnataka State Disaster management Authority, CM Relief Fund, Karnataka during COVID-19 pandemic, also forms part of its CSR activities.

The activities undertaken by the Company under CSR is Pan India basis and the projects are executed by Registered Office and our branches in those areas. The total amount/ budget under CSR for the FY 2020-21 was ₹1,281.00 lakhs, (including previous year ₹317 lakhs), out of which, total amount spent under the CSR activities is ₹1,107.58 lakhs. The balance amount of ₹173 Lakhs is already sanctioned and will be transferred to Unspent CSR Account as per provisions of Companies Act and will be disbursed as per the progress of the work. A summary of CSR details as on March 31, 2021 is given below.

(₹ in Lakhs)

Activities undertaken	for the year ending March 31, 2021		for the year ending March 31, 2020	
	No. of Beneficiaries	Amount Spent	No. of Beneficiaries	Amount Spent
Construction/ repair & renovation of Schools/ Hostels	7	187.22	10	369.42
Desks & benches/Tables/Almirah/Green Board/Chairs etc.	2	6.19	1	9.82
Drinking water facility/supply of other articles of necessity etc.	2	2.40	4	2.06
Scholarship to students and sponsorship of child education	8	77.82	8	24.02
Equipments/Medical vans to Hospitals	20	289.24	7	133.31
Equipments to old age homes	7	23.71	2	15.36
Eradicating Hunger	-	-	2	86.80
Environmental Sustainability	-	-	1	15.12
Tree planting under environmental protection/ sustainability/ saplings with tree guards/ pots to the customers/Ecological Balance	-	-	3	13.65
Disaster Management	2	500.00	5	276.39
Setting up Blood Bank	-	-	1	47.00
Promoting Tribal Sports	1	21.00	2	11.07
Total	49	1,107.58	46	1,004.02

Note 49: Previous years figures have been re-arranged/ regrouped wherever necessary to correspond with the current year's classification/disclosure

As per our report of even date attached

For **Varma & Varma**
Chartered Accountants
FRN:- 004532S

Georgy Mathew
Partner
Membership No: 209645

Place: Bangalore
Date: 30.04.2021

For and on behalf of the Board

Venkata Prabhakar
Chairman
DIN: 08110715

Prashanth Joishy
Chief Financial Officer

Girish Kousgi
Managing Director & CEO
DIN: 08524205

G Naganathan
Director
DIN: 00423686

Veena G Kamath
Company Secretary

Independent Auditor's Report

To
The Members of
Can Fin Homes Limited

Report on Audit of the Standalone Financial Statements

Opinion:

We have audited the standalone Ind AS financial statements of Can Fin Homes Limited ("the Company") which comprise of balance sheet as at March 31, 2022, the statement of profit & loss, statement of changes in equity and the cashflow statement for the year then ended, notes to Ind AS financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, profits, changes in equity and its cash flows for the year ended on that date.

Basis of Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). 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 Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter:

Attention of the members is invited to note 47.2 to the financial statements which describes the probable impact of the COVID-19 pandemic on the Company's operations and financial position, including the credit quality and requirement for provisioning, is uncertain and will depend on future steps as they evolve and is highly unpredictable at this stage. Our opinion is not modified in respect of this matter

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key audit matters

Expected Credit loss allowances:

Expected credit loss allowances relating to loans and advances are determined on a portfolio basis, with the use of impairment models. These models are based on historical loss experience and use a few key assumptions including probability of default, loss given default (including propensity for possession and forced sale discounts for mortgages) and valuation of recoveries. Our work therefore focused on the appropriateness of modelling methodologies adopted and the significant judgements required. Refer to Note 2(i) to the financial statements accounting policy on accounting for the impairment of financial assets and Note 40(i) to the financial statements for credit risk disclosures and for Credit impairment charges and other provisions

How our audit addressed the key audit matter

We have reviewed the expected credit loss model developed and used by the management at the entity level. This included assessing and challenging the appropriateness of key judgements. We tested the formulae applied within the calculation files, the completeness and accuracy of key data inputs, sourced from underlying systems that are applied in the calculation. We also tested the reconciliation of loans and advances between underlying source systems and the expected credit loss models.

Key audit matters	How our audit addressed the key audit matter
<p>Information Technology ('IT') systems and controls:</p> <p>The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in information systems, such that there exists a risk that, gaps in the IT control environment could result in the financial accounting and reporting records being misstated.</p> <p>We have identified 'IT systems and controls' as key audit matter because of significant use of IT system and the scale and complexity of the IT architecture.</p>	<p>Our audit procedures included verifying, testing and reviewing the design and operating effectiveness of the IT system by verifying the reports and other financial and non-financial information generated from the system on a test check basis. Our audit procedures included:</p> <ul style="list-style-type: none"> • Evaluation of the design and testing the operating effectiveness of certain automated controls that were considered as key internal controls over financial reporting including the completeness and accuracy of data feeds, and automated calculations. • Ensuring that deficiencies noticed in our verification were informed to the management for corrective action, which is already been done; • Carrying out independent alternative audit procedures like substantive testing in areas where deficiencies were noticed; • We have considered the report given by IT audit specialists on design and operating effectiveness of the General IT Controls and assessed its impact on the key financial accounting and reporting systems; • Our audit procedures also included the consideration of the observations noted by the statutory branch auditors on the assessment of IT controls over the monitoring of loans, and reviewing the logic and assumptions used in the operating systems and other related IT system controls. <p>Performing substantive tests on sample automated controls and comparing them with the manual outputs.</p>

Other Matters:

The limited review/ audit of the financial results for the quarter and year ended March 31, 2021 was carried out by Varma & Varma, Chartered Accountants, the Statutory Auditor of the Company, who had expressed an un modified opinion, as the case may be on those financial results. Accordingly, we do not express any conclusion/ opinion, on the figures so reported in the financial statements for the year ended March 31, 2021.

Other Information, [such as "Information Other than the Financial Statements and Auditor's Report Thereon"]:

The Company's Board of Directors is responsible for the other information. The other information comprises the board report 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 statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent

with the financial statements, or our knowledge obtained 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 Standalone Ind AS Financial Statements:

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement 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 Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements:

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

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

- Identify and assess the risks of material misstatement of the standalone 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 Act, we are also responsible for expressing our opinion

on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 standalone 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 Standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements:

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

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The reports on the audit of accounts of 160 branches, by statutory branch auditors appointed by the Company in accordance with the guidelines prescribed by Reserve Bank of India have been sent to us in terms of section 143(8) of the Act and have been dealt in the manner considered appropriate, while preparing our report.
- d) The Balance Sheet, the Statement of Profit and Loss, statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- f) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on that date from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure - B".
- h) With respect to the other matters to be included in the Auditor's Report in accordance with requirement of Section 197 (16) of the Act, as amended:

In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Company is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Company, is not in excess of the limit laid down under Section 197 of the Act. 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.

- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed its pending litigations in note 36 of the financial statements which would impact its financial position.
 - ii) The Company did not have any long-term contracts as required under the applicable law or accounting standards, and also not entered into any derivative contracts, accordingly no provision is required to be made in respect of material foreseeable losses.
 - iii) There has been no delay in transferring amounts, 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 dividend declared or paid during the year by the Company is in accordance with section 123 of the Act. The interim dividends declared by the Board and paid by the Company during the year is subject noting and confirmation by the members of the Company in ensuing annual general meeting.

For **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 008763S

(CA Anand Mahendrakar)
Partner
Membership No. 227336
UDIN: 22227336AINLYT8990

For **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA C R Deepak)
Partner
Membership No. 215398
UDIN: 22215398AINLQV6314

Place: Bengaluru
Date: April 29, 2022

ANNEXURE-A REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT TO THE MEMBERS OF CAN FIN HOMES LIMITED.

1.
 - a)
 - A. The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
 - B. Based on the information and explanation furnished to us by the Company, it doesn't have any intangible assets during the year.
 - b) Based on the information and explanation furnished to us by the Company, property, plant and equipment of the Company located at the 186 branches, Centralised Processing Centres and the Head Office have been physically verified and the discrepancies noticed on such verifications is not material and the same has been adjusted in the books of account. In our opinion the frequency of verification of fixed assets of the Company is adequate.
 - c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in its favor) disclosed in the financial statements are held in its name.
 - d) The Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets or both during the year and accordingly provisions of clause 3(i)(d) of the Order is not applicable.
 - e) According to the information and explanation given to us by the Company, there are no proceedings initiated or are pending against it for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder and accordingly provisions of clause 3(i)(e) of the Order are not applicable.
2.
 - a) The Company did not hold any Inventories as at the year end and accordingly clause 3(ii)(a) of the Order is not applicable.
 - b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, during any point of time of the year from banks or financial institutions on the basis of security of current assets. The quarterly returns/statements filed by the Company with such banks or financial institutions were in agreement with its books of account of the Company.
3.
 - a) The Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties other than loans given in the normal course of business of the Company. Accordingly, clause 3(iii) (a) of the Order is not applicable.
 - b) Based on the information and explanation furnished to us by the Company it has not made any investments, provided guarantee and security given to the parties referred in section 186 of the Act. Accordingly, clause 3 (iii) (b) of the Order is not applicable.
 - c) Based on the information and explanation furnished to us by the Company, the repayment of principal and interest for the loan to key managerial persons are regular based on the schedule stipulated.
 - d) Based on the information and explanation furnished to us by the Company, there are no overdues on the loans granted to key managerial persons during the year.
 - e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
 - f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
4. Based on the information and explanations given to us, the Company has not granted any loans, made any investments,

given guarantees and securities as referred in the provisions of section 185 and 186 of the Act. Accordingly, clause 3(iv) of the Order is not applicable.

- 5 As per the Ministry of Corporate Affairs notification dated March 31, 2014, the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted are not applicable to the Company. However, the Company has accepted deposits as applicable under the directives issued by the Reserve Bank of India and has complied with the same.
- 6 To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of

section 148 of the Act. Accordingly, the provisions of clause 3(vi) of the said Order are not applicable.

- 7 a) According to the records of the Company, it is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, Goods and Service Tax and any other statutory dues to the appropriate authorities as of March 31, 2022. There are no undisputed dues outstanding for a period of more than six months from the date they became payable.
- b) According to the records of the Company and according to the information and explanation given to us, there are no dues outstanding on account of any disputes in respect of income tax, service tax, customs duty or excise duty or goods and service tax except as detailed below:

Name of the Statute	Nature of the dues	Amount (₹ In Lakhs)	Amount paid/adjusted out of refunds (₹ in lakhs)	Assessment year to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	491.64	491.64	2003-04	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	15.61	Nil	2004-05	Deputy Commissioner of Income Tax
Income Tax Act, 1961	Dividend distribution tax under section 115O of Income Tax Act, 1961	16.44	Nil	2011-12	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	36.94	7.39	2017-18	Commissioner of Income Tax (Appeals)

- 8 According to the information and explanation provided and as represented to us by the management, there are no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the provisions of clause 3(viii) of the said Order is not applicable.
- 9 a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender
- b) As represented to us by the Company, the Company has not been declared as a willful defaulter by any bank or financial institution or other lender.
- c) As per the information and explanations provided by the Company, all term loans were applied for the purpose for which the loans were obtained.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) According to the information and explanation provided by the Company and as represented to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The Company has no subsidiaries or joint ventures at any time during the year.
- f) According to the information and explanation provided by the Company and as represented to us, the Company did not hold any securities in its associate. It did not have any subsidiaries or joint ventures during the year. Accordingly, the provisions of clause 3(ix)(f) of the Order are not applicable.

- 10 a) According to the information and explanation provided by the Company and as represented to us, there were no moneys raised by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of clause 3(x)(a) of the Order are not applicable.
- b) According to the information and explanation provided by the Company and as represented to us, there were no preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the provisions of clause 3(x)(b) of the Order are not applicable.
- 11 a) According to the information and explanation provided by the Company and as represented to us, the following frauds on it have been noticed or reported during the year:

Nature of fraud	Amount involved (to the extent quantified by the Company) (₹ in lakhs)	Remarks
Loans granted on the strength of improper income documents of borrower and/ or guarantor	393.04	Further enquiry in respect of other matters is under progress. However, the Company has made 100% provision for the same.
Encumbered property sold by a seller to bank's borrower and financed by the Company	26.77	Customer's case against seller pending before City Civil Court
Moneys reportedly paid by direct sales agents appointed by the Company to its employees and/or their relatives	10.50	Matter under investigation in terms of the employee service rules of the Company

- b) We have not filed any report under sub-section (12) of section 143 of the Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, since frauds as referred to in para 11(a) above were identified/ detected through the Company's vigil/whistle blower mechanism or by management and is being dealt with by them.
- c) We have considered whistle-blower complaints received during the year by the company and the report received in respect of investigation conducted by it.
- 12 In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable.
- 13 In our opinion and according to the information and explanation given to us and as represented to us by management, all transactions with the related parties are in compliance with section 177 and 188 of the Act and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.
- 14 a) According to the information and explanation given to us and as represented to us by the management, the Company has an internal audit system commensurate with the size and nature of its business. However, there are open comments of the internal auditors which need to be acted upon or remediated by management, as at year end
- b) The reports of the Internal Auditors for the year under audit were considered by us.
- 15 As represented to us by the management and according to the information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable.
- 16 a) According to the information and explanation given, the Company is required to be registered under section 29A of the National Housing Bank Act, 1987 and has obtained such registration.
- b) According to the information and explanation given, the Company has conducted its housing finance activities with a valid Certificate of Registration (CoR) from the National Housing Bank of India (NHB). In terms of report dated June 17, 2020 of the Reserve Bank of India (RBI), existing HFCs holding CoR issued by NHB need not approach RBI for fresh CoR.

- c) According to the information and explanation given, the Company is not a core investment company (CIC) as defined in the regulations made by the RBI. Accordingly, clause 3(xvi)(c) of the Order is not applicable to the Company.
- d) According to the information and explanation given, the Group has no CIC as part of the Group. Accordingly, clause 3(xvi)(d) of the Order is not applicable to the Company.
- 17 The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- 18 M/s Varma and Varma, Chartered Accountants though appointed by the Company at the annual general meeting held on June 28, 2017 for 5 years, resigned during the year in the wake of the guidelines of RBI for appointment of statutory auditors of non-banking finance companies dated April 27, 2021. To the best of our knowledge, the said auditors had not raised any issues, objections or concerns on the Company or its financial statements
- 19 According to the information and explanation furnished and as represented to us by the Company and 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, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company will be 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.
- 20 According to the information and explanation furnished and as represented to us by the Company in respect of other than ongoing projects, the Company has no unspent amount to be transferred to a Fund specified in Schedule VII to the Act in compliance with second proviso to sub-section (5) of section 135 of the said Act. Accordingly, clause 3(xx)(a) and (b) of the Order is not applicable to the Company.
- 21 The Company doesn't have any subsidiaries and consolidated financial statements is not applicable to the Company. Accordingly, the provisions of clause 3(xx) of the said Order are not applicable.

For **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 008763S

(CA Anand Mahendrakar)
Partner
Membership No. 227336
UDIN: 22227336AINLYT8990

For **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA C R Deepak)
Partner
Membership No. 215398
UDIN: 22215398AINLQV6314

Place: Bengaluru
Date: April 29, 2022

ANNEXURE-B REFERRED TO IN PARAGRAPH 2 (f) UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT TO THE MEMBERS CAN FIN HOMES 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 Can Fin Homes Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS 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 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 ("the Act").

Auditors' Responsibility:

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and

perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting:

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

Inherent Limitations of Internal Financial Controls Over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in

conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion:

In our opinion, the Company, has an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively in all material respects 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 **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 008763S

(CA Anand Mahendrakar)
Partner
Membership No. 227336
UDIN: 22227336AINLYT8990

For **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA C R Deepak)
Partner
Membership No. 215398
UDIN: 22215398AINLQV6314

Place: Bengaluru
Date: April 29, 2022

Balance Sheet

As at March 31, 2022

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
ASSETS				
I	Financial Assets			
	(a) Cash and Cash equivalents	3(a)	269.88	79.25
	(b) Bank Balances other than (a) above	3(b)	32,138.08	2,075.30
	(c) Derivative Financial Instruments		-	-
	(d) Receivables	4		
	(i) Trade Receivables		112.77	70.80
	(ii) Other Receivables			-
	e) Loans	5	2,637,806.41	2,189,148.23
	f) Investments	6	112,597.47	4,960.39
	g) Other Financial Assets	7	594.77	369.66
II	Non-Financial Assets			
	(a) Current Tax Assets (Net)	8.1	2,299.99	1,830.19
	(b) Deferred Tax Assets (Net)	8.2	4,772.62	4,545.46
	(c) Property, Plant and Equipment	9	3,461.99	3,782.44
	(d) Other non-financial assets	10	380.61	512.75
	TOTAL		2,794,434.59	2,207,374.47
LIABILITIES AND EQUITY				
LIABILITIES				
I	Financial Liabilities			
	(a) Derivative Financial Instruments			-
	(b) Payables	11		
	(A) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises			-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		555.15	432.58
	(B) Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises			-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises			-
	(c) Debt Securities	12	607,201.73	489,150.24
	(d) Borrowings (Other than debt securities)	13	1,798,183.87	1,385,621.47
	(e) Deposits	14	49,107.87	44,247.16
	(f) Subordinated Liabilities	15	10,274.28	10,271.46
	(g) Other Financial Liabilities	16	17,782.36	5,078.10
II	Non-Financial Liabilities			
	(a) Current tax liabilities (Net)		-	-
	(b) Provisions	17	2,546.66	10,225.34
	(c) Deferred tax liabilities (Net)			-
	(d) Other non-financial liabilities	18	2,120.49	1,367.35
III	EQUITY			
	(a) Equity Share capital	19	2,663.31	2,663.31
	(b) Other Equity	20	303,998.87	258,317.46
	TOTAL		2,794,434.59	2,207,374.47

Significant Accounting Policies

See accompanying notes forming part of the financial statements

As per our report of even date attached

1 & 2

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For and on behalf of the Board of Directors

For B. K Ramadhyani & Co LLPChartered Accountants
FRN:- 0028785/S200021**For B Srinivasa Rao & Co.,**Chartered Accountants
FRN:- 0087635**L V Prabhakar**Chairman
DIN: 08110715**Girish Kousgi**Managing Director & CEO
DIN: 08524205**C R Deepak**Partner
Membership No: 215398**Anand M R**Partner
Membership No: 227336**Naganathan Ganesan**Director
DIN: 00423686**Prashanth Joishy**

Chief Financial Officer

Veena G Kamath

Company Secretary

Place: Bengaluru
Date: 29.04.2022

Statement of Profit and Loss

for the year ended March 31, 2022

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	Year ending March 31, 2022	Year ending March 31, 2021
	Revenue from Operations			
	i) Interest Income	21	196,966.56	200,636.71
	ii) Fees and Commission Income	22	1,816.65	1,177.27
I	Total Revenue from Operations		198,783.21	201,813.98
II	Other Income	23	67.51	29.13
III	Total Income (I+II)		198,850.72	201,843.11
	Expenses			
	i) Finance Costs	24	115,350.59	120,832.66
	ii) Fees and Commission Expense	25	2,521.97	1,199.05
	iii) Impairment on financial instruments	26	4,694.22	6,853.17
	iv) Employee Benefit Expenses	27	7,680.97	6,998.42
	v) Depreciation, Amortisation and Impairment	28	980.58	957.27
	vi) Other expenses	29	4,116.60	3,244.52
IV	Total Expenses		135,344.93	140,085.09
V	Profit before exceptional items and tax		63,505.79	61,758.02
VI	Exceptional items		-	-
VII	Profit before tax		63,505.79	61,758.02
VIII	Tax Expense			
	a Current Tax		17,039.02	17,163.72
	b Tax expense of earlier years		(446.20)	143.50
	c Deferred Tax		(197.54)	(1,155.23)
IX	Profit for the period from continuing operations		47,110.51	45,606.03
X	Profit from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit from discontinued operations (after tax)		-	-
XIII	Profit for the period		47,110.51	45,606.03
XIV	Other Comprehensive income	39		
	A. Items that will not be reclassified to profit or loss			
	(i) Actuarial Gain/(Loss)		(117.72)	(3.92)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		29.63	0.99
	B. Items that will be reclassified to profit or loss			
	(i) Items that will be reclassified to profit or loss			-
	(ii) Income tax relating to items that will be reclassified to profit or loss			-
	Other Comprehensive income		(88.09)	(2.93)
XV	Total Comprehensive Income for the year		47,022.42	45,603.10
XVI	Earnings per equity share (for continuing and discontinued operations)	38		
	Basic (₹)		35.38	34.25
	Diluted (₹)		35.38	34.25

Significant Accounting Policies

See accompanying notes forming part of the financial statements

1 & 2

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As per our report of even date attached

For and on behalf of the Board of Directors

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

L V Prabhakar

Chairman
DIN: 08110715

Girish Kousgi

Managing Director & CEO
DIN: 08524205

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Naganathan Ganesan

Director
DIN: 00423686

Prashanth Joishy

Chief Financial Officer

Veena G Kamath

Company Secretary

Place: Bengaluru

Date: 29.04.2022

Statement of Changes in Equity

for the year ended March 31, 2022

A Share Capital

(1) Balance as at 31 March 2022

(₹ in Lakhs)

Balance at the 1st April 2021	Changes in Equity Share Capital due to prior period	Restated balance at the beginning of the current reporting period	Changes in Equity share capital during the current year	Balance as at 31 March 2022
2,663.31	-	-	-	2,663.31

(2) Balance as at 31 March 2021

(₹ in Lakhs)

Balance as at 1st April 2020	Changes in Equity Share Capital due to prior period	Restated balance at the beginning of the current reporting period	Changes in Equity share capital during the current year	Balance as at 31 March 2021
2,663.31	-	-	-	2,663.31

B. Other Equity

Current Reporting Period

(₹ in Lakhs)

Particulars	Other Equity						Total
	Share application money pending allotment	Reserves and Surplus				Retained Earnings (refer note below)	
		Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)		
Balance as at April 01, 2021	-	27,297.54	41,144.17	72,091.97	92,013.08	25,770.70	258,317.46
Total Comprehensive income for the current year	-	-	-	-	-	47,022.42	47,022.42
Changes in accounting policy/prior period error	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	(4,660.39)	(4,660.39)
Transfer to /from retained earnings	-	-	9,404.48	9,404.48	16,508.26	(31,997.85)	3,319.38
Any other change	-	-	-	-	-	-	-
Balance as at March 31, 2022	-	27,297.54	50,548.65	81,496.45	108,521.34	36,134.88	303,998.87

Statement of Changes in Equity

for the year ended March 31, 2022

(₹ in Lakhs)

Particulars	Share application money pending allotment	Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)	Retained Earnings (refer note below)	Total
Balance as at April 01, 2020	-	27,297.54	32,023.55	62,971.35	76,924.55	13,126.55	212,343.54
Total Comprehensive Income for the previous year						45,603.10	45,603.10
Remeasurement of defined benefit plans							-
Dividend	-	-	-	-	-	(2,663.08)	(2,663.08)
Transfer to /from retained earnings	-	-	9,120.62	9,120.62	15,088.53	(30,295.86)	3,033.91
Others	-	-	-	-	-	-	-
Balance as at March 31, 2021	-	27,297.54	41,144.17	72,091.97	92,013.08	25,770.70	258,317.46

Note: Loss (net off tax) from remeasurement of defined benefit plan of ₹ 88.09 lakhs for the current year (Previous Year ₹ 2.94 lakhs) recognised as a part of retained earnings.

See accompanying notes forming part of the financial statements

As per our report of even date attached

For B. K Ramadhyani & Co LLP
Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,
Chartered Accountants
FRN:- 008763S

L V Prabhakar
Chairman
DIN: 08110715

Girish Kousgi
Managing Director & CEO
DIN: 08524205

C R Deepak
Partner
Membership No: 215398

Anand M R
Partner
Membership No: 227336

Naganathan Ganesan
Director
DIN: 00423686

Prashanth Joishy
Chief Financial Officer

Veena G Kamath
Company Secretary

Place: Bengaluru
Date: 29.04.2022

Cash Flow Statement

for the year ended March 31, 2022

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2022	Year ending March 31, 2021
A)	Cash Flow from Operating Activities		
	Net Profit Before Tax and Exceptional Items	63,505.79	61,758.02
	Add:		
	i) Adjustment For:		
	Depreciation and Amortization	980.58	957.27
	Loss/(profit) on Sale of Assets [net]	0.44	5.94
	Interest on lease liability	304.57	296.48
	Winding of leases liability and right of use assets	(91.47)	(49.20)
	Interest expense accrued but not paid	10,138.46	8,419.34
	Interest income accrued but not received	(229.18)	(42.20)
	Impairment of financial instruments	4,694.22	6,853.17
	Fair Value adjustments on Debentures	33.73	63.39
	Fair Value adjustments on Investments	(9.67)	3.32
	Operating Profit before Working Capital Changes	79,327.47	78,265.53
	ii) Adjustment For Working Capital:		
	(Increase)/Decrease in Trade Receivables	(41.97)	(45.25)
	Increase/(Decrease) in Trade Payables	122.57	8.63
	(Increase)/Decrease in Other Financial Assets	4.07	(24.83)
	(Increase)/Decrease in Loans	(453,352.40)	(143,432.15)
	Increase/(Decrease) in Provisions	(7,796.40)	3,598.39
	(Increase)/Decrease in Other non-financial assets	132.14	(308.98)
	Increase/(Decrease) in Other financial liabilities	2,964.04	(9,264.48)
	Increase/(Decrease) in Other non-financial liabilities	753.15	(221.23)
		(457,214.80)	(149,689.90)
	Cash Generated from Operations	(377,887.33)	(71,424.37)
	Less: Income Tax Paid	13,743.24	13,699.57
	Net Cash Flow from Operating Activities	(391,630.57)	(85,123.94)
B)	Cash Flow from Investing Activities		
	Purchase of Property, Plant and Equipment	(348.27)	(234.24)
	Sale of Property, Plant and Equipment	4.89	4.32
	Investment in Government Securities	(107,627.41)	(2,533.21)
	(Increase)/Decrease in Other Bank balances	(30,062.78)	(63.23)
	Net Cash Flow from Investing Activities	(138,033.57)	(2,826.36)
C)	Cash Flow from Financing Activities		
	Short term borrowings (net)	106,471.24	78,049.33
	Long Term Borrowings taken	640,500.00	387,000.00
	Long Term Borrowings repaid	(334,408.84)	(532,517.60)
	Proceeds from deposits accepted (net)	4,860.71	13,739.11
	Debt Securities (net)	118,020.58	108,111.74
	Payment of lease liability	(928.53)	(921.88)
	Dividend	(4,660.39)	(2,663.08)
	Net Cash Flow from Financing Activities	529,854.77	50,797.62
	Increase/ (Decrease) in Cash & Cash Equivalents	190.63	(37,152.68)
	Cash & Cash Equivalents at the Beginning of the Year	79.25	37,231.93
	Cash & Cash Equivalents at the end of the Year [refer note 3(a)]	269.88	79.25

Cash Flow Statement

for the year ended March 31, 2022

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2022	Year ending March 31, 2021
	Other Notes:		
	Cash and Cash equivalents include:		
	Cash on hand	33.29	72.75
	Cheques on hand	5.05	5.35
	Balance with Banks		
	- Current Accounts	231.54	1.15
	- Fixed Deposits		-
	Total	269.88	79.25

Note : During the year company has spent ₹ 825.51 (PY ₹ 1,107.58 lakhs) on eligible corporate social responsibility activities (refer Note 48).

Significant Accounting Policies

1 & 2

See accompanying notes forming part of the financial statements

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For and on behalf of the Board of Directors

L V Prabhakar

Chairman
DIN: 08110715

Girish Kousgi

Managing Director & CEO
DIN: 08524205

Naganathan Ganesan

Director
DIN: 00423686

Prashanth Joishy

Chief Financial Officer

Veena G Kamath

Company Secretary

We have examined the above Cash Flow Statement of Can Fin Homes Limited for the period ended March 31, 2022. The statement has been prepared by the Company in accordance with the requirements of the listing agreements with the respective stock exchange and is based on and in agreement with the corresponding Profit and Loss account and Balance sheet of the Company.

As per our report of even date attached

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Place: Bengaluru
Date: 29.04.2022

Notes forming part of Financial Statements

for the year ended March 31, 2022

1. Company Overview

Can Fin Homes Ltd (The Company), set up under the sponsorship of Canara Bank, was incorporated in the year 1987, The Company is a housing finance institution approved by National Housing Bank (NHB), the apex authority of housing in the country. It is a listed company and its shares are traded in all the major stock exchanges in the country. The company has its head office in Bengaluru, Karnataka. The financial statements of the Company has been approved by the Board of Directors at their meeting held on April 29, 2022.

2. Summary of Significant Accounting Policies:

a) Statement of compliance:

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 as applicable read with Section 133 of the Companies act, 2013 (the "Act") and guidelines issued by National Housing Bank.

Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

b) Basis of measurement

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments);
- ii. Defined benefit and other long-term employee benefits

c) Use of estimates and judgment

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, and disclosure of Contingent liabilities at the date of these

financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are as below:

1. Measurement of Expected Credit Loss
2. Measurement of useful life of Property, Plant & Equipment
3. Estimation of Taxes on Income
4. Estimation of Employee Benefit Expense"

d) Financial instruments

Initial recognition and measurement:

All financial instruments are recognised initially at fair value. Transaction costs that are directly attributable to the acquisition of the financial asset are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss.

Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. Loans, borrowings and payables are recognised net of directly attributable transaction costs. Subsequently, financial instruments are measured according to the category in which they are classified.

Subsequent measurement:

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non- derivative financial assets comprising amortised cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL), non-derivative financial liabilities at amortised cost or FVTPL and derivative financial instruments (under the category of financial assets or financial liabilities) at FVTPL

Notes forming part of Financial Statements

for the year ended March 31, 2022

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

a) Non-derivative financial assets

(i) Financial assets at amortised cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

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

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest rate method, less any impairment loss.

Financial assets at amortised cost are represented by trade receivables, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets. Cash and cash equivalents are highly liquid instruments that are readily convertible into cash and which are subject to an insignificant risk of changes in value and comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

(ii) Debt instruments at FVTOCI

debt instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) the objective of the business model is achieved by both collecting contractual cash flows and selling financial assets and

- (b) the asset's contractual cash flow represents SPPI

Debt instruments included within FVTOCI category are measured initially as well as at each reporting period at fair value plus transaction costs. Fair value movements are recognised in other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain/(loss) in statement of profit and loss. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the effective interest rate (EIR) model.

(iii) Debt Instruments at FVTPL

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income.

b) Non-derivative financial liabilities

(i) Financial liabilities at amortised cost

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

e) Statement of Cash Flows:

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand, book overdraft and are considered part of the Company's cash management system.

Cash flows are reported using the indirect method whereby profit or loss is adjusted for the effects of the transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows.

Notes forming part of Financial Statements

for the year ended March 31, 2022

f) Property, plant and equipment

i) Recognition and measurement:

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Costs include directly attributable expenditure incurred up to the date the asset is ready for its intended use.

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital advances and capital work-in-progress respectively. Depreciation is not recorded on capital work-in-progress until installation is complete and the asset is ready for its intended use.

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognized in the statement of profit and loss.

ii) Depreciation:

Depreciation on tangible assets is provided on the Written Down Value method over the estimated useful life of the assets as prescribed in Schedule II of the Companies Act, 2013, except in case of servers, where the useful life is estimated to be 3 years considering its nature, estimated usage, operating conditions, anticipated technological changes, manufacturers warranties and maintenance support.

Depreciation methods, useful life and residual values are reviewed at least at each year end. Changes in expected useful life are treated as change in accounting estimate.

When parts of an item of property, plant and equipment have different useful life, they are accounted for as separate items (major components) of property, plant and equipment.

g) Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairments. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors.

The estimated useful lives of intangible assets for the current and comparative period are as follows:

Asset	Estimated useful life
Software	5 Years

h) Lease

The Company recognises assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The Company is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. The Company measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities. As a consequence, the Company recognises depreciation on the right-of-use asset and interest on the lease liability. The depreciation would usually be on a straight-line basis. Assets and liabilities arising from a lease are initially measured on a present value basis. The measurement includes non-cancellable lease payments (including inflation-linked payments), and also includes payments to be made in optional periods if the Company is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease."

i) Impairment

i) Financial assets

Ind AS 109 establishes a credit risk impairment model based on expected losses. This model will apply to loans and debt instruments measured at amortised cost or at fair value through shareholders' equity (on a separate line), to loan commitments and financial guarantees not recognised at fair value, as well as to lease receivables. The impairment model under

Notes forming part of Financial Statements

for the year ended March 31, 2022

Ind AS 109 requires accounting for 12-month expected credit losses (that result from the risk of default in the next 12 months) on the financial instruments issued or acquired, as of the date of initial recognition on the balance sheet. Expected credit losses at maturity (that result from the risk of default over the life of the financial instrument) will be recognised if the credit risk has increased significantly since initial recognition (Stage 2) or have become credit impaired (Stage 3).

Under the standard, there is also a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due. Based on past experience, the company has developed the ECL model rebutting this presumption and uses 30 days past due as the trigger for confirming a significant increase in credit risk. The structure of the ECL model developed by the company is :

Stage	Assets
1	Standard Assets/SMA 0* assets : Over due for 30 days
2	SMA 1 and SMA 2 Assets : Over due more than 30 days to 90 days
3	Sub-standard, Doubtful and Loss Assets (all NPAs) – Overdue for more than 90 days

*SMA- Special Mention Accounts.

The Company assesses periodically and at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. Impairment allowances represent management's best estimate of the losses incurred within the loan portfolios at the balance sheet date. They are calculated on a collective basis for portfolios of loans of a similar nature and on an individual basis for significant loans. The calculation of both collective and specific impairment allowances is inherently judgmental. Collective impairment allowances are calculated using models which approximate the impact of current economic and credit conditions on large portfolios of loans. The inputs to these models are based on historical loss experience with judgement applied to determine the assumptions (for example the value of collateral) used to calculate impairment. The amount of provision for loan losses is calculated by multiplying the exposure at default (EAD), Probability of Default (PD) and Loss Given Default (LGD).

EAD is the amount of outstanding in the account and the interest accrued. PD has been arrived at on the basis of the average of defaults over the past four years in the category to which the asset belongs. LGD is the amount of default expected to occur after considering the value of the security offered as collateral.

Being a housing finance company, the company has to follow the guidelines given by the National Housing Bank (NHB) on Prudential Norms on Asset Classification and provisioning requirement. The Prudential norms prescribed by NHB do not consider the value of security for standard and sub-standard assets. The company provides for impairment of financial assets on the basis of the Expected Credit Loss Model or the Prudential norms of NHB whichever is higher.

ii) Non-financial assets

The Company assesses at each Balance sheet date whether there is any objective evidence that a non-financial asset or a group of non-financial assets maybe impaired. If any such indication exists, the Company estimates the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in the statement of profit and loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the statement of profit and loss.

j) Employee Benefits

The Company participates in various employee benefit plans. Post-employment benefits are classified as either defined contribution plans or defined benefit plans. Under a defined contribution plan, the Company's only obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks fall on the employee. The expenditure for defined contribution plans is recognized as expense during the period when the employee provides service.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Under a defined benefit plan, it is the Company's obligation to provide agreed benefits to the employees. The related actuarial and investment risks fall on the Company. The present value of the defined benefit obligations is calculated using the projected unit credit method.

The Company has the following employee defined contribution plans:

i) Employee State Insurance

The Company's contribution to state plans namely Employee's State Insurance Scheme is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

ii) Employee Pension Scheme

The Company's contribution to state plans namely Employee's Pension Scheme is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

iii) Employee Provident Fund.

Liability in respect of contribution to Employee Provident fund is estimated on the basis of valuation in a manner similar to gratuity liability and is recognised in the balance sheet net of the fair value of the plan assets.

iv) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump-sum payment to employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days of last drawn salary for every completed year of service. Vesting occurs upon completion of five years of service. The Company make annual contributions to gratuity funds established as trusts and accounts for the liability for Gratuity benefits payable in the future based on actuarial valuation.

Actuarial gains or losses are recognized in other comprehensive income. Further, the statement of profit and loss does not include an expected return on plan assets. Instead net interest recognized in statement of

profit and loss is calculated by applying the discount rate used to measure the defined benefit obligation to the net defined benefit liability or asset. The actual return on the plan assets above or below the discount rate is recognized as part of re-measurement of net defined liability or asset through other comprehensive income.

Re-measurements comprising actuarial gains or losses and return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are not reclassified to statement of profit and loss in subsequent periods.

v) Compensated absences

The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilised accumulating compensated absences and utilise it in future periods or receive cash at retirement or termination of employment. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognizes accumulated compensated absences based on actuarial valuation. Non-accumulating compensated absences are recognized in the period in which the absences occur. The Company recognizes actuarial gains and losses immediately in the statement of profit and loss.

vi) Leave Travel Concessions:

All confirmed employees are entitled to leave travel concession once in two years, the liability in this respect is recognised in the year the related service is rendered at the undiscounted amount of the benefit expected to be paid in exchange for that service.

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

Notes forming part of Financial Statements

for the year ended March 31, 2022

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

k) Revenue recognition

Revenue is measured at fair value of consideration received or receivable. Revenues are recognised when collectability of the resulting receivables is reasonably assured.

i) Interest

Interest income and expense are recognised in the statement of profit or loss using the effective interest (EIR) method. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Company estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses.

Fees that are integral part of EIR are recognised as interest income.

ii) Fees and Commission

Fees and commission income include fees other than those that are an integral part of EIR. The company recognises such fee and commission income in accordance with terms of the relevant contracts / agreements with the customers.

iii) Insurance Commission

Commission on sale of insurance policies are recognised on an accrual basis in accordance with the agreed rates with the Insurer.

iv) Income from Investments

Interest Income on Investments in government securities is recognized as it accrues in the statement of profit and loss, using the effective interest method and interest on other investments is recognised on accrual basis.

v) Dividend Income

Dividend income is recognized in the statement of profit and loss on the date that the Company's right to receive payment is established.

vi) Other income

Other Income represents income earned from the activities incidental to the business of the Company and is recognised when the right to receive the income is established as per the terms of the contracts.

l) Finance expense

Finance expenses consist of interest expense on loans and borrowings. Borrowing costs are recognized in the statement of profit and loss using the effective interest method.

m) Foreign Currency

i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (i.e. the "functional currency"). The financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the Company.

ii) Transactions and Translations

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date. Exchange differences arising on settlement of transactions are recognised in the statement of profit and loss.

Foreign currency gains and losses are reported on a net basis. This includes changes in the fair value of foreign

Notes forming part of Financial Statements

for the year ended March 31, 2022

exchange derivative instruments, which are accounted at fair value through profit or loss.

n) Income tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income in which case is also recognised outside the statement of profit and loss.

a) Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.

b) Deferred taxes

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilised business loss and depreciation carry forwards and tax credits.

Deferred tax asset is recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when

the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

o) Earnings per share (EPS)

Basic earnings per share is computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the period.

Diluted EPS is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

p) Borrowing Costs

Borrowing costs include interest, commission/brokerage on deposits and exchange differences arising from foreign currency borrowings to the extent they are regarded as adjustment to interest cost. Interest expenses are accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable. The effective interest method is a method of calculating the amortised cost of a financial liability and allocating interest expenses over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

q) Provisions and contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of each reporting period, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Contingent liabilities are not recognized but are disclosed in the notes to financial statements. Contingent assets are not recognized but are disclosed in the notes to financial statements when economic inflow is probable.

r) **Onerous contracts**

Provision for onerous contracts i.e., contracts where the expected unavoidable costs of meeting the obligations under the contract exceed benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required

to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

s) **Segment**

The Company is engaged mainly in the business of Housing finance. The Company is also involved in the corporate insurance agency business activity, however it is not a separate reportable segment as per the Ind AS 108 "Operating Segments", specified under Section 133 of the Companies Act, 2013. This in the context of Ind AS 108 – operating segments reporting are considered to constitute one reportable segment.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 3 (a) Cash and Cash Equivalents

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
(i)	Cash on hand	33.29	72.75
(ii)	Balances with Banks	231.13	0.74
(iii)	Cheques, drafts on hand	5.05	5.35
(iv)	Others	0.41	0.41
	Total	269.88	79.25

(b) Balances with Banks other than in (a) above

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
(i)	Unclaimed Dividend (earmarked)	220.53	185.52
(ii)	Share Application Money Pending Allotment (earmarked)	-	0.11
(iii)	Balances with Bank held for SLR [refer Note 3.1 below]	1,917.55	1,889.67
(iv)	Balances with bank held as security for overdraft facility [refer Note 3.2 below]	30,000.00	-
	Total	32,138.08	2,075.30

3.1 The above deposits are held to comply with the Statutory Liquidity Assets required to be maintained as per NHB /Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors

3.2 Deposit held with bank for overdraft facility.

Note 4 Trade Receivables

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
(i)	Unsecured (considered good)- Insurance commission receivable (refer note 44)	112.77	70.80
(ii)	Receivables Secured (considered good)	-	-
(iii)	Receivables which have significant increase in Credit Risk	-	-
(iv)	Receivables - credit impaired	-	-
	Total	112.77	70.80
	Less: Allowance for impairment loss	-	-
	Net Total	112.77	70.80

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 4 Trade Receivables (Contd.)

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction - as on 31st March 2022					Total
		Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i)	Undisputed trade receivables considered good	-	-	-	-	-	-
(ii)	Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed trade receivables credit impaired	-	-	-	-	-	-
(iv)	Disputed trade receivables considered good	-	-	-	-	-	-
(v)	Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed trade receivables credit impaired	-	-	-	-	-	-
(vii)	Unbilled revenue	112.77	-	-	-	-	112.77

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction - as on 31st March 2021					Total
		Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i)	Undisputed trade receivables considered good	-	-	-	-	-	-
(ii)	Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed trade receivables credit impaired	-	-	-	-	-	-
(iv)	Disputed trade receivables considered good	-	-	-	-	-	-
(v)	Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed trade receivables credit impaired	-	-	-	-	-	-
(vii)	Unbilled revenue	70.80	-	-	-	-	70.80

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5 Loans

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022					Sub total	Total
		Amortised Cost	At Fair Value					
			Through OCI	At FVTPL	Designated at FVTPL			
A	Loans							
(i)	Term Loans (refer note 5.1 below)	2,664,845.99	-	-	-	-	2,664,845.99	
(ii)	Others	-	-	-	-	-	-	
	Total	2,664,845.99	-	-	-	-	2,664,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	27,039.58	-	-	-	-	27,039.58	
	Total	2,637,806.41	-	-	-	-	2,637,806.41	
B.							-	
(i)	Secured by tangible assets (refer note 5.2 below)	2,664,301.70	-	-	-	-	2,664,301.70	
(ii)	Secured by intangible assets	-	-	-	-	-	-	
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	-	
(iv)	Unsecured	544.30	-	-	-	-	544.30	
	Total	2,664,845.99	-	-	-	-	2,664,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6)	27,039.58	-	-	-	-	27,039.58	
	Total	2,637,806.41	-	-	-	-	2,637,806.41	
C.								
	Loans in India		-	-	-	-	-	
(i)	Public Sector	-	-	-	-	-	-	
(ii)	Others:							
a)	Individual	2,664,805.15					2,664,805.15	
b)	Corporate	40.84					40.84	
	Total	2,664,845.99	-	-	-	-	2,664,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 below)	27,039.58	-	-	-	-	27,039.58	
	Total	2,637,806.41	-	-	-	-	2,637,806.41	
D.	Loans outside India	-	-	-	-	-	-	
	Less: Impairment Loss Allowance	-	-	-	-	-	-	
	Total	-	-	-	-	-	-	

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5 Loans (Contd.)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021					
		Amortised Cost	At Fair Value			Sub total	Total
			Through OCI	At FVTPL	Designated at FVTPL		
A	Loans						
(i)	Term Loans (refer note 5.1 below)	2,204,509.55	-	-	-	2,204,509.55	
(ii)	Others	-	-	-	-	-	
	Total	2,204,509.55	-	-	-	2,204,509.55	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	15,361.32	-	-	-	15,361.32	
	Total	2,189,148.23	-	-	-	2,189,148.23	
B.							
(i)	Secured by tangible assets (refer note 5.2 below)	2,204,080.02	-	-	-	2,204,080.02	
(ii)	Secured by intangible assets	-	-	-	-	-	
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	
(iv)	Unsecured	429.53	-	-	-	429.53	
	Total	2,204,509.55	-	-	-	2,204,509.55	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	15,361.32	-	-	-	15,361.32	
	Total	2,189,148.23	-	-	-	2,189,148.23	
C.							
	Loans in India						
(i)	Public Sector	-	-	-	-	-	
(ii)	Others:						
a)	Individual	2,204,132.05				2,204,132.05	
b)	Corporate	377.50				377.50	
	Total	2,204,509.55	-	-	-	2,204,509.55	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	15,361.32	-	-	-	15,361.32	
	Total	2,189,148.23	-	-	-	2,189,148.23	
D.	Loans outside India						
	Less: Impairment Loss Allowance	-	-	-	-	-	
	Total	-	-	-	-	-	

Note 5.1 Loans outstanding is net of processing fee which is recognised as interest income using EIR method.

Note 5.2 Loans and instalments due from borrowers are secured, partly secured or otherwise by:

- Registered mortgage of property and/or
- Other securities, assignment of life insurance policies and/or
- Personal Guarantees and/or
- Undertaking to create a security or perfection security
- Vehicles Loan given to employees are secured by hypothecation of vehicles

Note 5.3

The Company has acquired certain assets under SARFAESI Act which are retained for the purpose of sale under the rules and regulations of SARFAESI Act involving market value of ₹ 2,963.79 lakhs (Previous Year ₹ 2,734.79 lakhs), which are part of NPA portfolio aggregating to ₹ 2,134.75 lakhs (Previous Year ₹ 1,738.04 lakhs) for which necessary provisions have already been made. These assets are accounted as and when they are realised.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5.4 Break up of Loans & Advances and Provisions thereon

(₹ in Lakhs)

Particulars	Housing		Non - Housing	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Standard Assets:				
a) Total Outstanding Amount	2,149,288.06	1,811,807.52	504,774.68	378,485.38
b) Provision made	5,373.42	4,531.41	4,409.72	3,305.89
Sub-Standard Assets:				
a) Total Outstanding Amount	953.55	5,295.84	276.80	1,655.75
b) Provision made	149.96	811.50	43.89	272.24
Doubtful Assets - Category I:				
a) Total Outstanding Amount	3,208.23	3,447.45	850.77	2,218.35
b) Provision made	915.66	894.89	253.55	589.79
Doubtful Assets - Category II:				
a) Total Outstanding Amount	4,648.71	4,056.71	2,634.07	1,707.64
b) Provision made	2,000.20	1,663.14	1,137.66	717.02
Doubtful Assets - Category III:				
a) Total Outstanding Amount	1,668.22	326.61	819.04	77.51
b) Provision made	1,668.22	326.61	819.04	77.51
Loss Assets:				
a) Total Outstanding Amount	1,738.28	1,286.54	261.15	118.97
b) Provision made	1,738.28	1,286.54	261.15	118.97
Total				
a) Total Outstanding Amount	2,161,505.05	1,826,220.67	509,616.51	384,263.60
b) Provision made	11,845.74	9,514.09	6,925.01	5,081.42

Note:

- The Total Outstanding Amount mean Principal + accrued interest + other charges pertaining to loans without netting off.
- The category of Doubtful Assets will be as under:

Period for which the assets has been considered Doubtful	Category
Upto one year	Category - I
One to three years:	Category - II
More than three years :	Category - III

- The Company has made additional provision of ₹ 1,500 lakhs during the current financial year.
- Provision made excludes additional provision of ₹ 1,500 lakhs (as at March 31, 2021 ₹ Nil) and restructured provision ₹ 6,768.84 lakhs (as at March 31, 2021 ₹ 765.81 lakhs)

Note 5.5

As per the Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 defined the principal business criteria for HFCs.

Details of principal business criteria as on March 31, 2022 and March 31, 2021 are as follows ;

As at	% of total assets towards housing finance	% of total assets towards housing finance for individuals
March 31, 2022	77.48%	77.48%
March 31, 2021	82.90%	82.89%

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5.6:

- (i) The above asset classification and provisioning held are as per the Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 as on March 31, 2022.
- (ii) Provision for Non-performing assets required to be maintained as per Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 is to the extent of ₹ 8,987.61 lakhs (Previous year ₹ 6,758.21 lakhs). The company, has made provision for the same. The Company holds 52.69% (Previous Year 33.47 %) provision against the Non-Performing Assets.
- (iii) In respect of personal loans where a resolution plan is implemented under this facility, the Company hold provision of ₹ 6,768.84 lakhs (PY ₹ 765.81 lakhs for Resolution Framework 1.0) provision requirements under Resolution Framework 1.0 and 2.0 for COVID-19-related Stress as per RBI circular dated August 6, 2020 and May 5, 2021 respectively.

5.7 All housing finance companies are required to carry a general provision (i) at the rate of 1% of Standard Assets in respect of Commercial Real Estates other than Residential Housing, (ii) at the rate of 0.75% of Standard Assets in respect of Commercial Real Estate – Residential Housing and (iii) at the rate of 0.25% individual housing loans which are Standard Assets other than (i) and (ii) above and 0.40% on all non housing loans. Loans to individuals for 3rd dwelling units onwards shall be treated as Commercial Real Estate (CRE) exposure. The Company carries a cumulative provision of ₹9,783.14 lakhs (Previous Year ₹ 7,837.30 lakhs).

Particulars	2021-22		2020-21	
	Outstanding	Provisions	Outstanding	Provisions
(i). Standard Assets – Commercial Real Estate	398,436.19	3,984.36	298,657.73	2,986.58
(ii). Standard Assets – Commercial Real Estate – Residential Housing	40.84	0.31	377.50	2.83
(iii). Standard Assets – Other than (i) & (ii) above	2,255,585.71	5,798.47	1,891,257.67	4,847.89
Total Standard Assets & Provisions required	2,654,062.74	9,783.14	2,190,292.90	7,837.30
Total Provision held for Standard Assets		9,783.14		7,837.30

Provisions and Contingencies

Break up of Provisions and Contingencies	As at	
	March 31, 2022	March 31, 2021
Provision for depreciation on Investment	-	-
Provision made towards Income Tax (net) - refer Note 17	41.90	41.90
Provision towards NPA - refer Note 5.4	8,987.61	6,758.21
Provisions for Standard Assets (for CRE, CRE-RH & Others) - refer note 5.6	9,783.14	7,837.30
Additional Provision for Standard Assets	1,500.00	-
Provision for restructured loan accounts	6,768.84	765.81
Other Provisions & Contingencies- Disputed Income Taxes -refer note 17	35.60	197.88

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5.8

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2022

Particulars	In Days					In Months					In Years					Total		
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years								
Liabilities-																		
Deposits	1,730.88	290.35	946.55	1,920.06	702.32	4,774.88	13,998.23	19,319.45	5,373.02	52.12							49,107.87	
Borrowings from Banks**	20,680.97	1,083.33	138,216.92	54,183.35	53,845.44	185,595.72	02,724.63	562,508.41	324,192.84	253,500.93							1,796,532.55	
Market Borrowings-																		
NCD and CP*	-	30,000.00	-	95,000.00	35,000.00	129,500.00	50,000.00	140,000.00	136,000.00	-							615,500.00	
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-							-	
Assets-																		
Advances**	14,613.15	1,911.15	4,671.70	21,098.09	24,385.59	77,115.46	155,062.96	340,126.40	342,931.28	1,689,433.97							2,671,349.75	
Investments (Includes bank deposits)	-	-	30,000.00	26.35	20.00	470.64	1,400.57	100.00	-	111,649.99							143,667.55	
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-							-	

(₹ in Lakhs)

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 5.8

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2021

Particulars	In Days			In Months			In Years				Total	
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years		
Liabilities-												
Deposits	284.39	326.22	937.48	949.55	660.30	5,177.95	13,834.34	15,755.86	6,309.63	11.44	44,247.16	
Borrowings from Banks**	-	-	63,554.40	4,984.94	52,180.18	87,871.69	261,725.48	04,793.49	291,189.44	216,554.30	1,382,853.91	
Market												
Borrowings-												
NCD and CP*	-	-	-	10,000.00	40,000.00	80,000.00	252,200.00	112,500.00	10,000.00	-	504,700.00	
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-	-	
Assets-												
Advances**	7,722.51	8,747.57	7,511.04	21,184.68	22,632.71	69,240.62	142,541.76	276,623.94	278,905.51	375,509.14	2,210,619.49	
Investments (Includes deposits)	-	-	-	25.00	20.00	464.61	1,380.06	-	100.00	4,750.00	6,739.67	
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-	

* NCD and CP taken at face value.

** Excluding Ind AS adjustments.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 6 Investments

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022						
		Amortised Cost	At Fair Value			Sub total	Others	Total
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds						-	
(ii)	Government Securities (refer note 6.1 below)	112,597.47	-	-	-	112,597.47	-	112,597.47
(iii)	Other Approved Securities		-	-		-	-	-
(ix)	Others		-	-		-	-	-
(A)	Total	112,597.47	-	-	-	112,597.47	-	112,597.47
(i)	Investments outside India		-	-		-	-	-
(ii)	Investments in India	112,597.47	-	-		112,597.47	-	112,597.47
(B)	Total		-	-		-	-	-
	(A)-(B)		-	-		-	-	-
	Less: Impairment Loss Allowance		-	-		-	-	-
	Total	112,597.47	-	-	-	112,597.47	-	112,597.47

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2021						
		Amortised Cost	At Fair Value			Sub total	Others	Total
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds	-	-	-	-	-	-	-
(ii)	Government Securities (refer note 6.1 below)	4,960.39	-	-	-	4,960.39	-	4,960.39
(iii)	Other Approved Securities	-	-	-	-	-	-	-
(ix)	Others	-	-	-	-	-	-	-
(A)	Total	4,960.39	-	-	-	4,960.39	-	4,960.39
(i)	Investments outside India	-	-	-	-	-	-	-
(ii)	Investments in India	4,960.39	-	-	-	4,960.39	-	4,960.39
(B)	Total	4,960.39	-	-	-	4,960.39	-	4,960.39
	(A)-(B)	-	-	-	-	-	-	-
	Less: Impairment Loss Allowance	-	-	-	-	-	-	-
	Total	4,960.39	-	-	-	4,960.39	-	4,960.39

Note 6.1: Details of investment held in Government Securities.

(₹ in Lakhs)

Sl. No.	Government securities	At cost	
		As at March 31, 2022	As at March 31, 2021
		1	06.01% GOI 25.03.2028
2	08.26% MAHARASHTRA SDL02.01.2029	500.00	500.00
3	09.19% KERALA SDL 28.05.2024	109.34	109.34
4	08.05% GUJARAT SDL 31.01.2028	511.60	511.60
5	08.16% GUJARAT SDL 09.05.2028	213.08	213.08
6	07.17% KARNATAKA SDL 27.11.2029	547.57	547.57

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 6.1: Details of investment held in Government Securities. (Contd.)

(₹ in Lakhs)

Sl. No.	Government securities	At cost	
		As at March 31, 2022	As at March 31, 2021
7	07.35% KARNATAKA SDL 24.02.2040	2,527.25	2,527.25
8	06.49% KARNATAKA SDL 18.11.2030	3,417.40	-
9	06.51% KARNATAKA SDL 30.12.2030	9,767.00	-
10	06.78% MAHARASHTR SDL 25.05.2031	4,957.50	-
11	06.85% MADHYA PRD SDL 15.09.2031	9,936.00	-
12	06.95% GUJARAT SDL 14.07.2031	2,504.00	-
13	06.95% MAHARASHTR SDL 14.07.2031	2,301.84	-
14	06.95% TAMILNADU SDL 07.07.2031	2,498.00	-
15	06.98% ASSAM SDL 25.08.2031	1,506.00	-
16	07.00% MADHYA PRA SDL 14.07.2031	2,406.00	-
17	07.03% KARNATAKA SDL13.10.2032	5,025.50	-
18	07.04% KERALA SDL 01.09.2034	14,901.00	-
19	07.04% TELANGANA SDL 22.12.2032	2,506.50	-
20	07.05% ANDHRA PRADESH 01.09.2035	2,509.75	-
21	07.10% MAHARASHTR SDL 04.08.2036	6,435.00	-
22	07.12%KARNATAKA SDL 29.12.2034	10,979.10	-
23	07.18% TELANGANA SDL 05.01.2033	6,988.80	-
24	06.91% MAHARASHTRA SDL 15.09.2033	17,672.86	-
	Total	111,221.09	4,908.84

Note 6.2

The above investments (investment Sl No. 1 to 7) are made to comply with the Statutory Liquidity Assets to be maintained under NHB/ Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors. The total investments under Statutory Liquidity Assets include ₹ 4955.26 lakhs (Previous Year ₹ 4,960.39 lakhs) [valued at amortised cost] in Government securities and ₹ 1,917.55 lakhs (Previous Year ₹ 1,889.67 lakhs) in deposits with Nationalised Bank.

Note 6.2.1 Also refer Note 43

Note 6.3

Disclosure of Investment as per the Non Banking Financial Company - Housing Finance Company (Reserve Bank) Direction, 2021.
(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Value of Investments		
i) Gross Value of investments (valued at amortised cost)		
a) In India	112,597.47	4,960.39
b) Outside India	-	-
ii) Provisions for Depreciation		
a) In India	-	-
b) Outside India	-	-
iii) Net value of Investments (valued at amortised cost)		
a) In India	112,597.47	4,960.39
b) Outside India		

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 6.3 (Contd.)

Disclosure of Investment as per the Non Banking Financial Company - Housing Finance Company (Reserve Bank) Direction, 2021.

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Movement of provisions held towards depreciation on investments		
i) Opening Balance	-	-
ii) Add Provisions made during the year	-	-
iii) Less Write-off / Write-back of excess provisions during the year	-	-
iv) Closing Balance	-	-

Note 7 Other Financial Assets

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
(i)	Security deposits	301.62	275.82
(ii)	Interest income accrued but not due on deposits with banks	229.18	42.20
(iii)	Staff advance	63.97	51.64
	Total	594.77	369.66

Note 8

8.1 Current Tax Assets (Net)

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2022	As at March 31, 2021
(i)	Advance Income tax (net of provision)*	2,299.99	1,830.19
	Total	2,299.99	1,830.19

* Includes amounts paid/adjusted under dispute of ₹ 6.38 lakhs

Notes forming part of Financial Statements

for the year ended March 31, 2022

8.2 Deferred Tax Assets (Net)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022	As at March 31, 2021
	Deferred Tax Assets on:		
(i)	Property, plant and equipment	162.83	144.42
(ii)	Expected Credit Loss Provision	2,292.71	385.97
(iii)	Provision for employee benefits	438.92	596.57
(iv)	Financial assets/liabilities carried at amortised cost	1,878.17	1,660.75
(v)	Special Provisioning for RBI regulatory package	-	1,757.75
	Total (A)	4,772.62	4,545.46
	Deferred Tax Liabilities on:		
(i)	Property, plant and equipment	-	-
(ii)	Financial assets/liabilities carried at amortised cost	-	-
	Total (B)		
	Total (A) - (B)	4,772.62	4,545.46

Note 9 Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Tangible Assets									Total
	Land - Free Hold	Owned	Right of use asset (Refer Note 44)	Furniture and Fixtures	Computers	Office equipment	Electrical equipments	Vehicles - cars	Vehicles - Two wheelers	
Gross Carrying Value	98.69	207.45	3,987.30	1,249.24	954.04	52.55	812.76	82.99	126.32	7,571.34
As at April 01, 2021										
Additions	-	-	900.26	137.65	122.27	1.97	76.69	-	9.68	1,248.54
Disposals/ Adjustments	-	-	892.10	14.91	27.24	0.20	31.96	9.01	5.60	981.01
As at March 31, 2022	98.69	207.45	3,995.47	1,371.99	1,049.07	54.33	857.49	73.98	130.40	7,838.86
Accumulated Depreciation										
As at April 01, 2021	-	138.65	1,129.69	915.85	816.37	46.80	577.80	70.46	93.26	3,788.89
Charge for the period	-	4.12	650.42	100.83	136.10	3.41	71.96	3.91	9.84	980.58
Disposals/ Adjustments	-	-	308.99	13.70	27.23	0.19	28.38	8.84	5.26	392.60
As at March 31, 2022	-	142.77	1,471.12	1,002.97	925.24	50.03	621.38	65.53	97.84	4,376.87
Net Carrying Value as at March 31, 2022	98.69	64.68	2,524.35	369.01	123.84	4.30	236.11	8.45	32.56	3,461.99
Gross Carrying Value										
As at April 01, 2020	98.69	207.45	3,383.00	1,202.79	863.45	74.46	794.87	87.58	123.76	6,836.04
Additions	-	-	790.21	74.06	108.16	3.11	45.81	-	3.10	1,024.45
Disposals/ Adjustments	-	-	185.90	27.61	17.57	25.02	27.91	4.59	0.55	289.16
As at March 31, 2021	98.69	207.45	3,987.30	1,249.24	954.04	52.55	812.76	82.99	126.32	7,571.34
Accumulated Depreciation										
As at April 01, 2020	-	134.26	619.57	835.37	713.84	66.30	525.41	68.82	82.73	3,046.30
Charge for the period	-	4.39	631.82	103.70	120.09	4.47	75.88	5.86	11.06	957.27
Disposals/ Adjustments	-	-	121.70	23.23	17.55	23.97	23.49	4.21	0.53	214.68
As at March 31, 2021	-	138.65	1,129.69	915.85	816.37	46.80	577.80	70.46	93.26	3,788.89
Net Carrying Value as at March 31, 2021	98.69	68.80	2,857.61	333.39	137.67	5.75	234.96	12.53	33.05	3,782.44

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 10 Other Non-financial Assets

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
(i)	Advance to employees	0.65	0.23
(ii)	Advance to capital vendors	6.50	0.62
(iii)	GST Input Credit	125.88	103.35
(iv)	Surplus in Gratuity Fund (net of provision)	46.35	197.72
(v)	Others	201.23	210.83
	Total	380.61	512.75

Note 11: Payables

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
	A. Trade Payables:		
(i)	total outstanding dues of micro enterprises and small enterprises	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	555.15	432.58
	B. Other Payables		
(i)	total outstanding dues of micro enterprises and small enterprises	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
	Total	555.15	432.58

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction as at March 31, 2022				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
		(i)	MSME	-	-	
(ii)	Others	555.15	-	-	-	555.15
(iii)	Disputed dues - MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction as at March 31, 2021				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
		(i)	MSME	-	-	
(ii)	Others	432.58	-	-	-	432.58
(iii)	Disputed dues - MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

11.1 Trade payables include ₹ Nil (Previous Year ₹ Nil) payable to "Suppliers" registered under The Micro, Small & Medium Enterprises Development Act 2006. No interest has been paid by the company during the year to the "suppliers" covered under The Micro, Small & Medium Enterprises Development Act, 2006. The above information takes into account only those suppliers who have responded to enquiries made by the company for this purpose.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 12 Debt Securities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022				As at March 31, 2021			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(i)	Liability component of compound financial instruments	-	-	-	-	-	-	-	-
(ii)	Others: Secured								
	Redeemable Non Convertible Non-Cumulative Debentures (refer Note 12.1 & 12.2 below)	332,000.22	-	-	332,000.22	129,771.24	-	-	129,771.24
(iii)	Others: Unsecured								
	Commercial Paper (Refer Note 12.3 below)	275,201.51	-	-	275,201.51	359,379.00	-	-	359,379.00
(A)	Total	607,201.73			607,201.73	489,150.24			489,150.24
	Debt securities in India	607,201.73	-	-	607,201.73	489,150.24	-	-	489,150.24
	Debt securities outside India	-	-	-	-	-	-	-	-
(B)	Total	607,201.73			607,201.73	489,150.24			489,150.24
	(A) - (B)								

12.1 During the year the Company has issued Secured Redeemable Non-Convertible Non-Cumulative Taxable Debentures. These debentures are secured by way of floating charge on the assets i.e., loan receivables specifically earmarked for this purpose are as follows.

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
6.10% CFHL 1SRNCD2021 2025	10/11/2021	10/02/2025	6.10%	27,500.00
6.70% CFHL 2SRNCD2021 2025	25/02/2022	25/02/2025	6.70%	50,000.00
6.80% CFHL 3SRNCD2021 2025	10/03/2022	10/06/2025	6.80%	70,000.00
6.80% CFHL 4SRNCD 2021 2025	25/03/2022	25/06/2025	6.80%	26,000.00
6.85% CFHL 5SRNCD 2021 2025	30/03/2022	30/06/2025	6.85%	40,000.00
Total				213,500.00

During the previous year Company had issued Secured Redeemable Non-Convertible Non-Cumulative Taxable Debentures. These debentures are secured by way of floating charge on the assets i.e., loan receivables specifically earmarked for this purpose are as follows.

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
6.25% CFHL 1SRNCD2020 2023	24/12/2020	24/12/2023	6.25%	27,500.00

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 12 Debt Securities (Contd.)

The details of the Secured Redeemable Non Convertible Taxable Debentures as on March 31, 2022 are as follows:

Particulars	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.89% SRNCD 2016 Serier - 6	18/05/2017	18/05/2022	7.89%	60,000.00
7.85% SRNCD 2019 Series - 1	27/02/2020	27/05/2023	7.85%	25,000.00
6.25% CFHL 1SRNCD2020 2023	24/12/2020	24/12/2023	6.25%	27,500.00
6.10% CFHL 1SRNCD2021 2025	10/11/2021	10/02/2025	6.10%	27,500.00
6.70% CFHL 2SRNCD2021 2025	25/02/2022	25/02/2025	6.70%	50,000.00
6.80% CFHL 3SRNCD2021 2025	10/03/2022	10/06/2025	6.80%	70,000.00
6.80% CFHL 4SRNCD 2021 2025	25/03/2022	25/06/2025	6.80%	26,000.00
6.85% CFHL 5SRNCD 2021 2025	30/03/2022	30/06/2025	6.85%	40,000.00
Total				326,000.00

The details of the Secured Redeemable Non Convertible Taxable Debentures as on March 31, 2021 are as follows:

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.77% SRNCD 2016 Series - 3	15/11/2016	15/11/2021	7.77%	12,200.00
7.89% SRNCD 2016 Serier - 6	18/05/2017	18/05/2022	7.89%	60,000.00
7.85% CFHL SRNCD 2019 Series - 1	27/02/2020	27/05/2023	7.85%	25,000.00
6.25% CFHL 1SRNCD 2020 2023	24/12/2020	24/12/2023	6.25%	27,500.00
Total				124,700.00

12.2 Nature of security and terms of repayment

Secured by first and exclusive floating charge on specified assets by hypothecation of book debts and loan receivables. Interest will be paid annually and principal amount will be paid on maturity.

12.3 Commercial Paper of the Company have a maturity value of ₹ 2,79,500 lakhs, (Previous year ₹ 3,70,000 lakhs) the details of the same are as follows:

(₹ in Lakhs)

Sl. No.	Issue date	No. of units	Due Date	Period in days	Discount Rate	Face value in lakhs
1	21/01/2022	5,000	28/07/2022	188	4.66%	25000.00
2	01/10/2021	6,000	08/04/2022	189	4.25%	30000.00
3	05/01/2022	5,900	25/07/2022	201	4.80%	29500.00
4	15/09/2021	7,000	02/05/2022	229	4.18%	35000.00
5	08/02/2022	10,000	27/10/2022	261	5.20%	50000.00
6	23/11/2021	5,000	31/08/2022	281	4.86%	25000.00
7	30/08/2021	7,000	20/06/2022	294	4.19%	35000.00
8	01/10/2021	10,000	27/09/2022	361	4.77%	50000.00
Total						279,500.00

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 13 Borrowings (other than debt Securities)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022				As at March 31, 2021			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(a)	Term Loans								
	Secured								
(i)	from Banks [1] & [2]	1,318,656.02	-	-	1,318,656.02	973,832.18	-	-	973,832.18
(ii)	from other parties	6,250.00	-	-	6,250.00	-	-	-	-
	Unsecured								
(i)	from Banks	74,029.20	-	-	74,029.20	101,893.98	-	-	101,893.98
(ii)	from others		-	-		-	-	-	-
(b)	Loans from related parties								
	-From Canara Bank								
	-Term Loans (Secured)	75,235.24	-	-	75,235.24	92,353.14	-	-	92,353.14
	-Loans repayable on demand (Secured)	27,000.00	-	-	27,000.00	135,116.56	-	-	135,116.56
(c)	Finance lease obligations	-	-	-	-	-	-	-	-
(d)	Liability component of compound financial instruments	-	-	-	-	-	-	-	-
(e)	Loans repayable on demand								-
	Secured:								-
(i)	from Banks [1]	215,229.03	-	-	215,229.03	50,000.00	-	-	50,000.00
(ii)	from other parties		-	-		-	-	-	-
	Unsecured								-
(i)	from Banks [1]	81,784.38	-	-	81,784.38	32,425.61	-	-	32,425.61
(f)	Other loans		-	-		-	-	-	-
(A)	Total	1,798,183.87	-	-	1,798,183.87	1,385,621.47	-	-	1,385,621.47
	Borrowings in India	1,798,183.87	-	-	1,798,183.87	1,385,621.47	-	-	1,385,621.47
	Borrowings outside India	-	-	-	-	-	-	-	-
(B)	Total	1,798,183.87	-	-	1,798,183.87	1,385,621.47	-	-	1,385,621.47
	(A) - (B)		-	-		-	-	-	-

[1] Borrowings from Banks which are also related parties are shown separately under Loan from related parties in Sl No. (b.) above

[2] Includes borrowings outstanding aggregating to ₹ 5,38,249.59 lakhs (Previous Year ₹ 3,95,494.08 lakhs) from National Housing Bank.

13.1 Secured loans includes borrowings from National Housing Bank, Canara Bank, HDFC Bank, and State Bank of India etc., are secured by way of specific charge on book debts, outstanding, receivables, etc., of the Company. The tenure of the Long term borrowings are more than one year and upto 15 years and that of short term borrowings is less than 1 year.

13.2 There is no amount of continuing default as on the Balance Sheet date in terms of repayment of loans & interest on Borrowings of the Company.

13.3 There is no pending charges or satisfaction yet to be registered with ROC within the statutory period as on March 31, 2022.

Notes forming part of Financial Statements

for the year ended March 31, 2022

13.4 Details of Rate of Interest and Terms of Repayment in case of term loans and other loans:

Sl. No.	Name of the Bank	Facility	Sanction (₹ in lakhs)	Outstanding (₹ in lakhs)	Date of Sanction	Interest Rate CY (Previous Year)	Terms of Repayment
1	Canara Bank	Term loan	150,000	75,000.00	21/08/2017	6.55% (6.95%)	Each Tranche Repayable in 10 equal yearly installments after a moratorium/repayment holiday period of 12 months from the date of first disbursement
2	State Bank of India	Term loan	100,000	72,496.00	23/04/2018	5.91%(6.27%)	Repayable in 40 quarterly instalments of ₹ 25.00 Cr.
3	State Bank of India	Term loan	50,000	33,681.00	29/01/2018	5.91%(6.65%)	Repayable in 40 quarterly instalments of ₹ 12.50 Cr.
4	State Bank of India	Term loan	100,000	67,498.00	31/12/2018	5.91%(6.06%)	Repayable in 40 quarterly instalments of ₹ 25.00 Cr
5	State Bank of India	Term loan	100,000	77,499.00	13/09/2019	6.01%(6.65%)	Repayable in 40 quarterly instalments of ₹ 25.00 Cr.
6	HDFC Bank	Term loan	30,000	12,857.00	20/01/2018	5.70%(5.65%)	28 Equal Quarterly Installments.
7	HDFC Bank	Term loan	25,500	11,839.00	16/05/2018	4.46% (4.27%)	28 Equal Quarterly Installments.
8	HDFC Bank	Term loan	50,000	25,000.00	22/03/2019	5.50% (5.50%)	6 years Equal Monthly Principal Installments.
9	HDFC Bank	Term loan	100,000	74,486.00	29/11/2019	5.50% (5.50%)	6 years Equal Monthly Principal Installments.
10	HDFC Bank	Term loan	100,000	62,857.00	27/07/2020	5.70%(5.50%)	4 years Equal Monthly Principal Installments.
11	Federal Bank	Term loan	25,000	10,711.00	08/02/2018	5.99%(5.99%)	28 Equal Quarterly Installments.
12	Federal Bank	Term loan	25,000	10,712.00	08/02/2018	5.99%(5.99%)	28 Equal Quarterly Installments.
13	Federal Bank	Term loan	25,000	15,177.00	11/06/2019	5.99%(5.99%)	28 Equal Quarterly Installments.
14	Federal Bank	Term loan	8,500	5,463.00	20/07/2019	5.99%(5.99%)	28 Equal Quarterly Installments.
15	Federal Bank	Term loan	10,000	7,142.00	27/12/2019	5.99%(5.99%)	28 Equal Quarterly Installments.
16	Federal Bank	Term loan	25,000	20,535.00	21/09/2020	5.99%(5.99%)	28 Equal Quarterly Installments.
17	Indian Bank	Term loan	30,000	18,333.00	19/09/2020	5.55%(5.55%)	Each Tranche Repayable in 12 equal quarterly installments.
18	Indian Bank	Term loan	70,000	62,999.00	19/09/2020	5.55%(5.55%)	Each Tranche Repayable in 40 equal quarterly installments.
19	State Bank of India	Term loan	50,000	46,153.00	09/03/2021	6.08%(NA)	Repayable in 39 quarterly instalments of ₹ 12.82 Cr.
20	State Bank of India	Term loan	100,000	12,500.00	21/01/2022	6.08%(NA)	Repayable in 40 quarterly instalments of ₹ 25.00 Cr.

Notes forming part of Financial Statements

for the year ended March 31, 2022

13.4 Details of Rate of Interest and Terms of Repayment in case of term loans and other loans: (Contd.)

Sl. No.	Name of the Bank	Facility	Sanction (₹ in lakhs)	Outstanding (₹ in lakhs)	Date of Sanction	Interest Rate CY (Previous Year)	Terms of Repayment
21	HDFC Bank	Term loan	65,000	60,868.00	12/01/2021	6.45%(NA)	5 years with equal monthly principal instalment.
22	Federal Bank	Term loan	10,000	9,643.00	01/09/2021	5.50%(NA)	28 Equal Quarterly Installments.
23	Bank of India	Term loan	30,000	10,000.00	11/10/2021	6.85%(NA)	Each Tranche Repayable in 6 equal yearly installments from 12 months from the date of first disbursement.
24	Bank of India	Term loan	100,000	88,892.00	11/10/2021	5.90%(NA)	Each Tranche Repayable in 36 equal monthly installments from 12 months from the date of first disbursement.
25	Bank of India	Short Term loan	50,000	44,988.29	05/03/2021	5.70%(6.00%)	Repayable within one year from the date of first disbursement.
26	Indian Bank	Term loan	100,000	500.00	07/12/2021	6.50%(NA)	Each Tranche Repayable in 7 equal yearly installments.
27	Punjab National Bank	Term loan	100,000	12,500.00	10/02/2022	5.75%(NA)	Each Tranche Repayable in 39 equal quarterly installments from 12 months from the date of first disbursement.
28	IDBI	Short Term loan	50,000	50,000.00	31/12/2021	5.25%(NA)	Repayable on demand
29	Union Bank of India	Short Term loan	100,000	100,000.00	15/11/2021	5.60%(NA)	Bullet paymentg within 180 days from the date of disbursement.
30	RBL Bank	Term loan	25,000	22,917.00	19/10/2021	5.55%(NA)	Each Tranche Repayable in 12 equal quarterly installments commence at the end of 90 days from the date of first disbursement.
31	Citi Corp Finance India Ltd.	Term loan	10,000	6,250.00	05/02/2021	5.09%(NA)	Each Tranche Repayable in 8 equal quarterly installments from the date of drawdown
32	Federal Bank	WCDL	100,000	19,999.99	01/09/2021	5.50%(NA)	Repayable in lumpsum between 7 days to 180 days
33	State Bank of India	Overdraft and WCDL	10,000	81,088.67	13/09/2019	6.90%(6.90%)	WCDL can be repaid by way of installments or bullet payments. CC Repayable on demand.
34	HDFC Bank	Overdraft and WCDL	10,000	695.02	29/09/2019	7.15%(7.00%)	WCDL can be repaid by way of installments or bullet payments. CC Repayable on demand.
35	Canara Bank	Overdraft	27,000.00	27,000.00	11/01/2022	4.10%(7.35%)	Repayable on demand

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 14 Deposits

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022			As at March 31, 2021				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
	Deposits								
(i)	Public Deposits [refer note 14.1 & 14.2 below]	48,854.14	-	-	48,854.14	43,400.09	-	-	43,400.09
(iii)	From Banks					-	-	-	-
(iii)	From Others:								
	Deposits from others	253.73	-	-	253.73	847.07	-	-	847.07
	Total	49,107.87	-	-	49,107.87	44,247.16	-	-	44,247.16

14.1 As per the directions of the National Housing Bank, the Company has created floating charge on Statutory Liquid Assets (Investments in Govt. Securities (including other approved securities) and Deposits in Commercial Banks) in favour of the Trustees of the depositors in terms of Paragraph 42.2 of the Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 read with by the National Housing Bank in terms of sub-sections (1) & (2) of section 29B of the NHB Act, 1987 [Refer Note 3.1 and 6.1].

14.2 The Company has not received any money from the Directors during the current financial year and previous financial year.

14.3 Also refer note no. 16.1 of financial statement.

Note 15 Subordinated Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022			As at March 31, 2021				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
1	Unsecured Redeemable Non Convertible Debenture (refer Note 15.1 below)	10,274.28	-	-	10,274.28	10,271.46	-	-	10,271.46
	- in India	10,274.28	-	-	10,274.28	10,271.46	-	-	10,271.46
	- outside India	-	-	-	-	-	-	-	-
(B)	Total	10,274.28	-	-	10,274.28	10,271.46	-	-	10,271.46

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 15.1

The details of the Unsecured Non Convertible Debentures in the nature Tier II capital as on March 31, 2022 and March 31, 2021 is as follows:

(₹ in Lakhs)

Particulars	Date of Issue	Date of Redemption	Rate of Interest	Amount in lakhs (Face value)
8.94% CFHL UNCD 2014	03/12/2014	03/12/2024	8.94%	10,000.00

Further, the Company has issued Unsecured Debentures in the nature of Tier II capital worth ₹ 10,000 lakhs in the financial year 2014-15 for a term of 10 years through private placement. These Debentures are subordinated to present and future senior indebtedness of the Company and qualify as Tier II Capital under the National Housing Bank (NHB) guidelines for assessing capital adequacy. Based on the balance term to maturity as at March 31, 2022, 40% of the book value of the subordinated debt is considered as Tier II Capital for the purpose of Capital Adequacy computation.

Note 16 Other Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022	As at March 31, 2021
(i)	Book overdraft	12,456.42	-
(ii)	Unpaid matured deposits and interest accrued thereon (refer note 16.1 below)	1,393.48	1,177.56
(iii)	Unclaimed Dividend (refer note 16.2 below)	220.43	185.52
(iv)	Due to customers/borrowers	75.37	97.98
(v)	Lease Liability (refer Note 45)	3,218.80	3,617.04
(vi)	Other Liabilities	417.86	-
	Total	17,782.36	5,078.10

Temporary Book Overdraft of ₹ 12,456.42 lakhs (Previous Year ₹ Nil) represents cheques issued towards disbursements to borrowers but not encashed as at March 31, 2022

16.1 As required under Section 125 of the Companies Act, 2013, the Company has transferred ₹ 32.47 lakhs as unclaimed deposits including interest accrued thereon (Previous Year ₹ 16.94 lakhs), except to the extent of ₹ 39.70 lakhs (PY ₹ 41.16 lakhs) in respect of claims that are disputed deposits and ₹ 33.09 lakhs (PY ₹ 25.56 lakhs) where claims are pending for non-completion of documentation by claimants. As of March 31, 2022, no amount was due for transfer to the IEPF.

16.2 As required under Section 125 of the Companies Act, 2013, the Company has transferred ₹ 19.67 lakhs as unclaimed dividend to Investor Education and Protection Fund (IEPF) during the year as of March 31, 2022. There are no dividends which are pending to be transferred to Investor Education and Protection Fund as per Sec 125 of the Companies Act, 2013 as at year end.

Note 17 Provisions

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022	As at March 31, 2021
(i)	Provision for Income Tax (net of advance tax)	41.90	41.90
(ii)	Provision for Employee Benefit (Refer Note 37)	2,396.15	3,001.51
(iii)	Special provisioning for RBI regulatory package (Refer note 47.1)	-	6,984.05
(iv)	Provision for contingencies (income taxes)	35.60	197.88
(v)	Provision on other receivables (Refer note 17.1)	73.01	-
	Total	2,546.66	10,225.34

17.1 Provision has been made for the balance amount receivable under Scheme for grant of ex-gratia RBI/2020-21/61 DOR.No.BP. BC.26/21.04.048/2020-21, payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts (1.3.2020 to 31.8.2020).

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 18 Other Non Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at	
		March 31, 2022	March 31, 2021
(i)	Revenue received in advance	666.21	569.94
(ii)	Statutory Dues	335.00	220.43
(iii)	Other Payables:		
	(i) Cheques pending presentation	5.05	5.34
	(ii) Cheques pending realisation	76.96	1.24
	(iii) Time barred cheques	46.46	38.47
	(iv) Other monies received in advance	302.95	341.02
	(v) Others	687.86	190.91
	Total	2,120.49	1,367.35

Note 19 Equity Share Capital

(₹ in Lakhs)

Sl. No.	Particulars	As at	
		March 31, 2022	March 31, 2021
(i)	Authorised:		
	35,00,00,000 Equity Shares of ₹ 2 each (Previous Year : 35,00,00,000 Equity Shares of ₹ 2 each)	7,000.00	7,000.00
(ii)	Issued and Subscribed:		
	13,32,27,875 Equity Shares of ₹ 2 each (Previous Year : 13,32,27,875 Equity Shares of ₹ 2 each)	2,664.56	2,664.56
(iii)	Paid up:		
	13,31,54,125 Equity shares of ₹ 2 each (Previous Year : 13,31,54,125 Equity shares of ₹ 2 each)	2,663.08	2,663.08
	Add : Forfeited Shares	0.23	0.23
	Total	2,663.31	2,663.31

Note 19.1 Reconciliation of number of shares outstanding and the amount of share capital at the beginning and end of the year

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	₹ in lakhs	No. of shares	₹ in lakhs
Equity Shares outstanding as at the beginning of the year	133,154,125	2,663.31	133,154,125	2,663.31
Add: Equity shares issued during the year	-	-	-	-
Equity Shares outstanding as at the end of the year	133,154,125	2,663.31	133,154,125	2,663.31

Note 19.2 Details of shareholding more than 5% of equity shares in the company

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	% of shares held to total shares	No. of shares	% of shares held to total shares
Canara Bank (sponsor bank)	39,930,365	29.99	39,930,365	29.99
Chhattisgarh Investments Ltd	8,635,330	6.85	9,564,655	7.18

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 19.3 Details of promoters shareholding

Shares held by promoters at the end of the year March 31, 2022

Sl. No.	Particulars	No. of Shares	% of total shares	% Change during the year
1	Canara Bank (sponsor bank)	39,930,365	29.99	-

Note 19.3 Terms and rights attached to Equity Shares: The Company has one class of Equity shares having a face value of ₹ 2/- per share and each shareholder is eligible for one vote per share held. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion to their shareholdings.

Note 19.4 For the period of five years immediately preceding the FY 2021-22

- (A) Aggregate number and class of shares allotted as fully paid-up pursuant to contract(s) without payment being received in cash is NIL
- (B) Aggregate number and class of shares allotted as fully paid-up by way of bonus shares is NIL
- (C) Aggregate number and class of shares bought back is NIL

Note 19.5 During the FY 2021-22 The Company has not :

- A) Issued any securities convertible into equity/preference shares.
- B) Issued any shares where calls are unpaid.
- C) Forfeited any shares.
- D) Issued any shares reserved for issue under options and contracts or commitments for sale of shares or divestment.

Note 20 Other Equity

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022	As at March 31, 2021
(i)	Special Reserve (created as per requirement of Income Tax Act - Section 36(1)(viii)):		
	Balance at the beginning of the year	77,897.62	65,843.00
	Transferred from statement of profit and loss (refer Note 20.1 below)	13,188.88	12,054.62
	Balance at the end of the year (A)	91,086.50	77,897.62
	Cumulative Tax effect on special reserve at the beginning of the year	14,115.46	11,081.55
	Tax effect for the year	3,319.38	3,033.91
	Cumulative Tax effect at the end of the year (B)	17,434.84	14,115.46
	Total (A)+(B)	108,521.34	92,013.08
(ii)	General Reserve		
	Balance at the beginning of the year	72,091.97	62,971.35
	Add: Transferred from statement of profit and loss	9,404.48	9,120.62
	Balance at the end of the year	81,496.45	72,091.97
(iii)	Statutory Reserve (created as per the requirement of Section 29C of the NHB Act, 1987)		
	Balance at the beginning of the year	41,144.17	32,023.55
	Add: Transferred from statement of profit and loss (refer Note 20.1 below)	9,404.48	9,120.62
	Balance at the end of the year	50,548.65	41,144.17

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 20 Other Equity (Contd.)

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2022	March 31, 2021
(iv)	Securities Premium Reserve		
	Balance at the beginning of the year	27,297.54	27,297.54
	Add: Received during the year	-	-
	Balance at the end of the year	27,297.54	27,297.54
(v)	Profit and loss account (Including Other Comprehensive Income)		
	Balance at the beginning of the year	25,770.70	13,126.55
	Add: Total comprehensive income for the year	47,022.42	45,603.10
	Add/ (Less):- Transferred to Special Reserve (refer Note 20.1 below)	(13,188.88)	(12,054.62)
	Add/ (Less):- Transferred to Statutory Reserve (refer Note 20.1 below)	(9,404.48)	(9,120.62)
	Add/ (Less):- Transferred to General Reserve	(9,404.48)	(9,120.62)
	Add/ (Less):- Dividend (refer Note 20.2)	(2,663.08)	(2,663.08)
	Add/ (Less):- Dividend (refer Note 20.2)	(1,997.31)	
	Add/ (Less):- Corporate Dividend Tax thereon	-	
	Balance at the end of the year	36,134.88	25,770.70
(vii)	Share application money pending allotment		
	Balance at the beginning of the year	-	-
	Less: Allotted during the year	-	-
	Balance at the end of the year	-	-
	Total	303,998.87	258,317.46

Note 20.1: As per Section 29C of the National Housing Bank Act, 1987, the Company is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared. For this purpose, any Special Reserve created by the Company under Section 36(1) (viii) of the Income Tax Act, 1961 is considered to be an eligible transfer u/s 29C of the NHB Act, 1987 also. The Company has transferred a sum of ₹ 13,188.88 lakhs (Previous Year ₹ 12,054.62 lakhs) to Special Reserve which is in terms of Section 36(1)(viii) of the Income Tax Act, 1961 and ₹ 9,404.48 lakhs (Previous Year ₹ 9,120.62 lakhs) to Additional Reserve u/s 29C of the NHB Act, 1987 during the FY 2021-22.

Note 20.2: The Company has paid dividend of ₹ 2/- per share on the equity shares of face value of ₹ 2/- each pertaining to FY 2020-21, post approval by the members in the 34th AGM held on 8th September, 2021. The Board of Directors had declared an interim dividend of ₹ 1.50 per share for equity share of face value of ₹ 2 each at their meeting held on December 14, 2021 and paid subsequently.

Note 20.3 : The Board of Directors, have recommended final dividend of ₹ 1.5/- per equity share, this proposed dividend is subject to the approval of the members at the ensuing AGM. According to the requirements of Ind AS 10- Events occurring after Balance sheet date, the dividend declared shall only be recognised as a liability in the books of account in the year in which the dividends are declared on approval by members. The total estimated dividend on equity shares to be paid is ₹ 1,997.31 lakhs.

Note 20.4

Reserve Fund u/s 29C of NHB Act, 1987:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Statutory Reserve (As per section 29C of the National Housing Bank Act, 1987)		
Opening Balance	41,144.17	32,023.55
Additions during the year	9,404.48	9,120.62
Appropriations during the year	-	-
Closing Balance	50,548.65	41,144.17

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 20.4 (Contd.)

Reserve Fund u/s 29C of NHB Act, 1987:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Balance at the beginning of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	41,144.17	32,023.55
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 (excluding tax effect)	77,897.62	65,843.00
Total	119,041.79	97,866.55
Addition/ Appropriation / Withdrawal during the year		
Add:		
a) Amount transferred u/s 29C of the NHB Act, 1987	9,404.48	9,120.62
b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	13,188.88	12,054.62
Less:		
a) Amount appropriated from the Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
b) Amount withdrawn from the Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 which has been taken into account for the purpose of provision u/s 29C of the NHB Act, 1987.	-	-
Balance at the end of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	50,548.65	41,144.17
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into Account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	91,086.50	77,897.62
Total	141,635.15	119,041.79

Note 21 Interest Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022			Year ended March 31, 2021		
		On Financial assets measured			On Financial assets measured		
		At FVTOCI	At Amortised Cost	At FVTPL	At FVTOCI	At Amortised Cost	At FVTPL
(i)	Interest on Loans	-	193,767.13	-	-	200,144.86	-
(ii)	Interest income from investments	-	2,872.82	-	-	188.53	-
(iii)	Interest on deposits with Banks	-	300.77	-	-	281.90	-
(iv)	Other Interest income	-	25.84	-	-	21.42	-
	Total	-	196,966.56	-	-	200,636.71	-

Note 22 Fee and Commission Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Processing and other fee	1,187.64	961.95
(ii)	Insurance commission income	629.01	215.32
	Total	1,816.65	1,177.27

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 23 Other Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Profit on sale of property plant and equipment	-	-
(ii)	Provision no longer required written back	-	-
(iii)	Dividend Income from Investment in Mutual funds	-	-
(iv)	Bad debts recovered	67.51	29.13
	Total	67.51	29.13

Note 24 Finance Costs

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
	Financial Instruments recognised at Amortised cost:		
(i)	Interest on deposits	3,217.64	2,327.04
(ii)	Interest on borrowings	82,683.51	93,203.86
(iii)	Interest on debt securities	27,888.68	23,809.12
(iv)	Interest on Subordinated liabilities	894.00	894.00
(v)	Interest on lease liability	304.57	296.48
(vi)	Other charges	362.19	302.16
	Total	115,350.59	120,832.66

Note 25 Fees and Commission Expense

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Direct Selling Agents' Commission	2,447.47	1,142.79
(ii)	CIBIL and other Fee	74.50	56.26
	Total	2,521.97	1,199.05

Note 26 Impairment of Financial Instruments

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Loans*	4,694.22	6,853.17
	Total	4,694.22	6,853.17

* Includes ₹ 1,500 lakhs additional provision for standard assets for the current year, also refer note 5.4 (PY includes special provision for RBI regulatory package)

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 27 Employee Benefits Expenses

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Salaries and wages	6,550.83	6,099.71
(ii)	Contribution to provident and other funds (refer note 37)	669.40	556.97
(iii)	Staff welfare expenses	395.80	303.88
(iv)	Others	64.94	37.86
	Total	7,680.97	6,998.42

Note 28 Depreciation Expense

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation on property, plant and equipment and right of use assets (refer Note 9)	980.58	957.27
Total	980.58	957.27

Note 29 Other Expenses

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(i)	Rent, taxes and energy costs	326.22	223.35
(ii)	Repairs and maintenance	146.53	123.49
(iii)	Communication costs	403.73	282.31
(iv)	Printing and stationery	43.83	36.47
(v)	Advertisement and publicity	119.00	167.14
(vi)	Director's sitting fees	32.60	28.20
(vii)	Auditor's fees and expenses (refer Note 29.1 below)	77.43	58.26
(viii)	Legal and professional charges (refer Note 29.2 below)	656.38	473.00
(ix)	Corporate Social Responsibility Expenses (refer Note 48)	1,243.37	1,107.58
(x)	Insurance charges	145.71	93.46
(xi)	Travelling and conveyance	305.94	193.50
(xii)	Bank charges	101.10	77.86
(xiii)	General expenses	99.25	72.98
(xiv)	Rates and tax	237.45	193.22
(xv)	Loss on sale of property plant equipment	0.44	5.94
(xvi)	Miscellaneous expenses	177.62	107.76
	Total	4,116.60	3,244.52

29.1 Auditor's remuneration (net of GST)

(₹ in Lakhs)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Audit Fees (Including Statutory Branch Auditors fees and Tax audit)	68.11	50.27
Tax Matters	-	-
Other Services (Certification etc.,)	2.87	4.99
Out of Pocket Expenses	6.45	3.00
Total	77.43	58.26

Notes forming part of Financial Statements

for the year ended March 31, 2022

29.2 The Company has entered into lease cum licence agreement with M/S ThemePro Technologies Pvt Ltd., for implementation of Integrated Business Suit (IBS) software. The expenditure incurred in this regard amounting to ₹ 389.97 lakhs (Previous Year ₹ 297.24 lakhs) is charged to the P & L account under Legal and Professional charges.

Note 30 Financial Instruments: Financial Assets (at amortised cost)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
(i) Cash and Cash Equivalents	269.88	79.25
(ii) Bank Balances other than (i) above	32,138.08	2,075.30
(iii) Trade Receivables	112.77	70.80
(iv) Loans		
Term Loans	2,664,845.99	2,204,509.55
Less: Impairment Loss Allowance [refer Note 5.4 and 5.6]	27,039.58	15,361.32
Sub Total	2,637,806.41	2,189,148.23
(v) Investments	112,597.47	4,960.39
(vi) Other Financial Assets	594.77	369.66
Total	2,783,519.38	2,196,703.63

Note 31 Financial Instruments: Financial Liabilities (at amortised cost)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
(i) Trade Payables	555.15	432.58
(ii) Debt Securities	607,201.73	489,150.24
(iii) Borrowings	1,798,183.87	1,385,621.47
(iv) Deposits	49,107.87	44,247.16
(v) Subordinated liabilities	10,274.28	10,271.46
(vi) Other Financial Liabilities	17,782.36	5,078.10
Total	2,483,105.26	1,934,801.01

Note 32 Provisions

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Provision for Expected Credit Loss (refer Note 5.4 & 32.1)	27,039.58	15,361.32
Provision for Employee Benefits (refer Note 32.2 below)	2,396.15	3,001.51
Provision for contingencies (taxes) (refer Note 32.3 below)	35.60	197.88
Special Provisioning on RBI regulatory package (refer Note 47.1)	-	6,984.05
Total	29,471.33	25,544.76

Notes forming part of Financial Statements

for the year ended March 31, 2022

The disclosure of provisions movement as required under IND AS 37- Provision, Contingent Liabilities and Contingent Assets is as follows

32.1 Provision for Expected Credit Loss [refer note 5.4 and 5.6]

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Balance at the beginning of the year	15361.32	11,837.75
Provisions made during the year	12638.61	3,899.69
Utilisations during the year	-	-
Released during the year	960.35	376.11
Provision at the end of the year	27039.58	15,361.32

32.2 Provision for Employee Benefits

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Balance at the beginning of the year	3,001.51	1,761.96
Provisions made during the year	258.70	1,055.53
Utilisations during the year	(1,063.53)	184.02
Released during the year	-	-
Provision at the end of the year	2,396.15	3,001.51

32.3 Provision for Contingencies (taxes)

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Balance at the beginning of the year	197.88	1,050.97
Provisions made during the year	-	-
Utilisations during the year	162.28	853.09
Released during the year	-	-
Provision at the end of the year	35.60	197.88

Note 33 Income Tax

33.1 Income Tax Expense in statement of profit and loss

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Current income tax:		
In respect of the current year	17,039.02	17,163.72
In respect of earlier years	(446.20)	143.50
Deferred tax:		
In respect of the current year	(197.54)	(1,155.23)
Income tax expense recognised in the statement of profit or loss	16,395.28	16,151.99
Income tax recognised in other comprehensive income		
(i) Current tax arising on income and expense recognised in other comprehensive income	-	-
Net loss / (gain) on remeasurement of defined benefit plan	-	-
(ii) Deferred tax arising on income and expense recognised in other comprehensive income	29.63	0.99
Total	29.63	0.99

Notes forming part of Financial Statements

for the year ended March 31, 2022

33.2 Reconciliation between provision of Income Tax of the company and amounts computed by applying the Indian Statutory Income tax rate to profit before taxes :

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Profit Before Tax	63,505.79	61,758.02
Enacted Income Tax Rate in India (%)	25.17	25.17
Computed Tax Expense	15,983.14	15,543.26
Effect of :		
Income tax pertaining to earlier years	(446.20)	143.50
Allowances/exemptions under income tax	(0.17)	(52.37)
Non-deductible expenses for tax purposes	802.75	412.23
Due to change in tax rate		-
Others	55.76	105.37
Income tax expense recognised in the statement of profit and loss	16,395.28	16,151.99

The tax rates under Indian Income Tax Act, for the year ended March 31, 2022 and March 31, 2021 is 25.168%.

Note 34: Deferred Tax assets/(liabilities) as at March 31, 2022 in relation to :

(₹ in Lakhs)

Particulars	As at 1st April 2021	Recognised in profit and loss	Recognised in OCI	As at March 31, 2022
Property, plant and Equipment	144.42	18.41	-	162.83
Expected Credit Loss	385.97	1,906.74	-	2,292.71
Provision for employee benefits	596.57	(187.28)	29.63	438.92
Financial assets carried at amortised cost	1,660.75	217.42	-	1,878.17
Special Provision RBI regulatory package	1,757.75	(1,757.75)	-	-
Total	4,545.46	197.54	29.63	4,772.62

Deferred Tax assets/(liabilities) as at March 31, 2021 in relation to :

(₹ in Lakhs)

Particulars	As at 1st April 2020	Recognised in profit and loss	Recognised in OCI	As at March 31, 2021
Property, plant and Equipment	118.02	26.40	-	144.42
Expected Credit Loss	193.23	192.74	-	385.97
Provision for employee benefits	393.75	202.82	0.99	596.57
Financial assets carried at amortised cost	1,764.50	(103.74)	-	1,660.75
Special Provision RBI regulatory package	919.75	837.99	-	1,757.75
Total	3,389.25	1,156.22	0.99	4,545.46

The company has not created deferred tax assets on the following :

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Nil		

Note 35:

During the financial year ended 31st March 2022 the Company has not created DTL on special reserve due to differences in treatment of deferred tax on special reserves between Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 and Ind AS 12 "Income Taxes".

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 36: Contingent Liabilities and commitments (to the extent not provided for)

(i) Contingent Liabilities (to the extent not provided for)

(₹ in Lakhs)

Nature of claims	Risk involved	As at	As at
		March 31, 2022	March 31, 2021
Claims made by borrowers of the company before various Consumer Forums.	One case is pending before District Consumer forum where compensation is sought against the Company	0.50	-
	There are two(2) cases in Consumer Forums, out of which one case is pending before State Consumer redressal Forum and one case is pending before High Court where compensation is sought against the Company.	-	8.46
Based on the professional advice no material liabilities are expected, and hence no provision is made in the financial statements for the same.			
(ii) Commitments (not provided for)			
Disbursements – Undrawn lines		133,351.52	117,410.21

Note 37 Employee Benefit Expenses

Defined Benefit Plans:

1. Gratuity is an Employee Benefit payable on retirement / superannuation / resignation on completion of 5 years of service.
2. Privilege Leave is an employee benefit wherein confirmed Officer/Employee is entitled to 30 days of PL every year, which can be accumulated upto a maximum of 240 days.
3. Provident Fund is a statutory employee benefit wherein contributions are made by the employee and employer in prescribed proportion.
4. Sick Leave is a Benefit, which an Officer/Employee is entitled to 15 days in a year, which can be accumulated upto a maximum of 270 days.
5. Leave Fare Concession is an employee benefit wherein all confirmed Employees/Officers are entitled once in two years.

I. Reconciliation of present value of Projected Benefit Obligation:

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF*	
	For the year ended		For the year ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Present value of Projected Benefit obligation	1,942.54	1,819.24	5,947.94	4,949.47
Current Service Cost	157.61	139.95	511.20	822.68
Past Service Cost	-	-	414.54	-
Net interest on net defined liability/ (asset)	126.33	116.52	1,022.28	441.60
Benefits paid and charges deducted	(254.94)	(139.40)	(532.92)	420.24
Re-measurement - actuarial (gain)/ loss recognised	32.66	6.23	(78.13)	(686.05)
Net Present value of Projected Benefit obligation	2,004.19	1,942.54	7,284.91	5,947.94

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 37 Employee Benefit Expenses (Contd.)

(₹ in Lakhs)

Particulars	Long Term Compensated Absence		Sick Leave	
	For the year ended		For the year ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Present value of Projected Benefit obligation	1,528.74	1,317.39	118.71	107.44
Current Service Cost	87.43	76.65	17.55	14.97
Past Service Cost	-	-	-	-
Net interest on net defined liability/ (asset)	96.81	84.51	8.26	7.16
Benefits paid and charges deducted	(275.67)	(96.82)	-	-
Re-measurement - actuarial (gain)/ loss recognised	523.40	147.01	(0.38)	(10.86)
Net Present value of Projected Benefit obligation	1,960.71	1,528.74	144.14	118.71

II. Expenses recognised in the statement of Profit and Loss account under the head "Employee Benefits Expenses" for the year ended March 31, 2022

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Current Service Cost	157.61	139.95	511.20	822.68
Past Service Cost	-	-	-	-
Interest Cost	126.33	116.52	1,022.28	441.60
Benefits Settled	-	-	-	-
Obligations at end of the year	283.94	256.47	1,533.48	1,264.28

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Current Service Cost	17.55	14.97	87.44	76.65
Past Service Cost	-	-	-	-
Interest Cost	8.26	7.16	96.81	84.51
Benefits Settled	-	-	-	-
Obligations at end of the year	25.82	22.12	184.25	161.16

III. Reconciliation of Opening balances and Closing balances of Plan Assets

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Plan assets at the beginning of the year, at fair value	2,140.27	1,896.93	6,456.63	4,848.42
Re-measurement - actuarial gain/ (loss)	(85.06)	2.31	(78.64)	(793.04)
Expected return on plan assets	143.80	130.03	468.24	365.84
Contributions from Employees	106.49	250.40	1,074.69	822.68
Benefits Settled	(254.94)	(139.40)	(532.91)	420.24
Plan assets at the end of the year at fair value	2,050.55	2,140.27	7,388.01	5,664.14

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 37 Employee Benefit Expenses (Contd.)

III. Reconciliation of Opening balances and Closing balances of Plan Assets

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31,2022	March 31,2021	March 31,2022	March 31,2021
Plan assets at the beginning of the year, at fair value	-	-	-	-
Interest income on plan assets	-	-	-	-
Re-measurement - actuarial gain/ (loss)	-	-	-	-
Return on plan assets greater/ (lesser) than discount rate	-	-	-	-
Contributions from Employees	-	-	275.67	96.82
Benefits Settled	-	-	(275.67)	(96.82)
Plan assets at the end of the year at fair value	-	-	-	-

IV Amount recognised in Other Comprehensive income (OCI)

(₹ in Lakhs)

Description	Gratuity	
	For the year ending	
	March 31, 2022	March 31, 2021
Actuarial (gain)/loss	32.66	6.23
Return or loss on plan asset	85.06	(2.31)
Net amount recognised in OCI	117.72	3.92

Actuarial Assumptions

(₹ in Lakhs)

Description	As at	As at
	March 31, 2022	March 31, 2021
Discount rate per annum	7.35%	6.96%
Expected rate of return on Plan Assets	Gratuity-7.35%	Gratuity-6.96%
	Exempted PF-7.35%	Exempted PF-6.96%
The estimates of future salary increases considered in actuarial valuation, take into account escalation, inflation, seniority, Promotion and other relevant factors	7.00%	7.00%

Investment pattern (in %)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Gratuity - Funded		
Funds managed by Insurer	100%	100%
Total	100%	100%
Exempt PF- Funded		
Government of India and State Government Securities	52.04%	56.11%
High Quality Corporate Bonds	30.03%	31.95%
Special Deposits Scheme	1.51%	1.74%
Mutual Funds	6.96%	6.77%
Bank Deposits	9.46%	3.43%
Total	100%	100%

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 37 Employee Benefit Expenses (Contd.)

Amounts recognised in Balance Sheet

Gratuity

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Present value of defined benefit obligation	(2,004.19)	(1,942.55)
Fair value of plan assets	2,050.55	2,140.26
Asset/ (liability) recognized	46.35	197.72

Exempt PF

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Present value of defined benefit obligation	(7,284.93)	(5,947.94)
Fair value of plan assets	7,388.01	5,664.13
Asset/ (liability) recognized	-	(283.81)

Sick Leave

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Present value of defined benefit obligation	(144.14)	(118.70)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(144.14)	(118.70)

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Present value of defined benefit obligation	(1,960.71)	(1,528.74)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(1,960.71)	(1,528.74)

Maturity profile of defined benefit obligation

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Average duration of the define benefit obligation (in years):		
- Gratuity	9.30	9.30
- Long Term Compensated Absence	10.90	10.90

Sensitivity Analysis

The sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of reporting year, which is same as that applied in calculating the defined benefit obligation liability recognized in the balance sheet.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 37 Employee Benefit Expenses (Contd.)

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Gratuity

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	1,921.79	196,580.97	1,862.90	2,028.76
Impact on Current Service cost	153.69	178.33	146.18	170.37
- Salary Growth				
Impact on Defined benefit obligation	2,059.42	1,949.30	1,995.84	1,889.48
Impact on Current Service cost	173.74	157.69	165.62	150.22

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	1,867.42	2,062.63	1,456.16	1,608.03
Impact on Current Service cost	92.46	103.90	82.34	92.97
- Salary Growth				
Impact on Defined benefit obligation	2,062.48	1,866.70	1,607.61	1,455.86
Impact on Current Service cost	103.90	92.42	92.94	82.32

Sick Leave

(₹ in Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	139.87	148.70	115.17	122.48
Impact on Current Service cost	19.86	21.44	16.88	18.29
- Salary Growth				
Impact on Defined benefit obligation	148.70	139.84	122.46	115.16
Impact on Current Service cost	21.44	19.85	18.28	16.87

Maturity profile of defined benefit obligation:

(₹ in Lakhs)

Particulars	Gratuity		Long Term Compensated Absence	
	As at March 31, 2022	As at March 31, 2021	As at March 31, 2022	As at March 31, 2021
Year 1	128.79	98.86	78.94	48.03
Year 2	282.59	208.37	153.80	97.94
Year 3	208.78	214.77	124.20	100.03
Year 4	225.82	215.19	131.15	105.61
Year 5	235.27	268.08	124.14	122.42
Next 5 years	869.20	872.10	596.50	468.95

Note: Maturity profile of defined benefit obligation is not applicable to Sick Leave and Exempted PF.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 38 Reconciliation of number of equity shares used in the computation of basic and diluted earnings per share

(₹ in Lakhs)

Particulars	For the year ended			
	March 31, 2022		March 31, 2021	
	Basic EPS	Diluted EPS	Basic EPS	Diluted EPS
Weighted average number of equity shares outstanding during the year (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Equity shares issued during the year (Number In Lakhs)				
Weighted average number of equity shares for calculation of earnings per share (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Profit for the year, as per Profit & Loss Statement (excluding Other Comprehensive income.)	47,110.51	47,110.51	45,606.03	45,606.03
Earning per share [Basic EPS/Dilutive EPS] (In ₹)	35.38	35.38	34.25	34.25

Note 39 Components of Other Comprehensive Income

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
(a) Items that will not be reclassified to profit and loss:		
(i) Actuarial Gain / (loss)	(117.72)	(3.92)
(ii) Income Tax relating to items that will not be reclassified to profit and loss	29.63	0.99
Total	(88.09)	(2.93)

Note 40

In compliance with RBI circular number RBI/2019-20/170/DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020, the comparison between provisions required under IRACP and impairment allowances made under Ind AS 109 is tabulated below

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Performing Assets						
Standard	Stage 1	2,526,947.84	5,321.55	2,526,947.84	9,551.80	(4230.25)
	Stage 2	127,114.90	3,488.20	127,114.90	231.34	3256.86
Subtotal		2,654,062.74	8,809.75	2,654,062.74	9,783.14	(973.39)
Non-Performing Assets (NPA)						
Substandard	Stage 3	1,230.35	163.04	1,230.35	193.85	(30.81)
Doubtful - up to 1 year	Stage 3	4,059.00	537.89	4,059.00	1,169.21	(631.32)
1 to 3 years	Stage 3	7,282.78	965.09	7,282.78	3,137.86	(2172.77)
More than 3 years	Stage 3	2,487.26	2,487.26	2,487.26	2,487.26	-
Subtotal for doubtful		15,059.39	4,153.28	15,059.39	6,988.18	(2834.90)
Loss		1,999.43	1,999.43	1,999.43	1,999.43	0.00
Subtotal for NPA		17,058.82	6,152.71	17,058.82	8,987.61	(2834.90)

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 40 (Contd.)

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal	Stage 1	2,526,947.84	5,321.55	2,526,947.84	9,551.80	(4230.25)
Total	Stage 2	127,114.90	3,488.20	127,114.90	231.34	3,256.86
	Stage 3	17,058.82	6,152.71	17,058.82	8,987.61	(2834.90)

Note 40.1

In compliance with RBI notification number RBI/DNBS/2016-17/49/Master Direction DNBS. PPD.01/66.15.001/2016- 17 dated September 29, 2016, during the year and subsequent to end of the year the Company has reported 38 fraud case in relation to loans advanced to the borrowers amounting to ₹ 419.82 lakhs to NHB (Previous year ₹ Nil).

Note 41 Financial Risk Management

i) Credit Risk

It is defined as the inability or unwillingness of the counterparty to meet the commitment in relation to lending, trading, hedging, settlement and other financial transactions. Also it is defined as the possibility of losses associated with diminution in the credit quality of borrowers or counter parties. The Credit policy articulates credit risk strategy to effectively communicate it throughout the company and all relevant personnel to understand company's approach to grant of credit. The Policy covers products/borrower category, frame work for appraisal process, guidelines for takeover of accounts, entry level matrix (credit scoring system) and flexibility in pricing, dispensation of credit, monitoring and review mechanism, limit structure/prudential exposure levels, reporting frame work. The Company has put in place a proper Loan Review Mechanism with responsibilities assigned in various areas such as, evaluating the effectiveness of loan administration, maintaining the integrity of credit grading process, assessing the loan loss provision, portfolio quality, etc. Credit grading involves assessment of credit quality, identification of problem loans, and assignment of risk ratings. Monitoring is being done through guidelines to branches; follow up by overseeing executives and other regular follow up.

As at balance sheet date, the Company does not have significant concentration of credit risk (Refer Note 46.10(ii)).

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 41 Financial Risk Management (Contd.)

An analysis of changes in the gross carrying amount of loans and the corresponding ECL allowances in relation to loans are, as follows:

(₹ in Lakhs)

Particulars	2021-22				2020-21			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	2,071,892.30	118,400.61	20,191.36	2,210,484.27	1,910,406.08	123,348.99	36,807.88	2,070,562.95
Increase in EAD - new assets originated or purchased / further increase in existing assets [Net]	727,599.12	71,808.63	368.12	799,775.87	377,333.47	2,796.40	-	380,129.87
Assets repaid in part or full (excluding write offs) [Net]	(324,313.84)	(12,573.71)	(2,251.04)	(3,391,38.59)	(2,31,499.61)	(6,099.52)	(2,609.41)	(2,40,208.54)
Assets Derecognised (Loans Assigned)				-				-
Transfers to Stage 1	98,112.13	(9,595.96)	(2,153.17)	-	61,092.14	(5,625.05)	(4,836.10)	-
Transfers to Stage 2	(4,561.55)	45,842.59	(2,31.04)	-	(4,42,44.34)	57,378.79	(1,31,34.44)	-
Transfers to Stage 3	(730.32)	(4,04.26)	1,134.58	-	(1,195.43)	(2,768.00)	3,963.44	-
Total	2,526,947.84	127,114.90	17,058.82	2,671,121.56	2,071,892.30	118,400.61	20,191.36	2,210,484.28

Reconciliation of ECL balance is given below

(₹ in Lakhs)

Particulars	2021-22				2020-21			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
ECL opening balance	1,612.32	1,753.35	3,375.84	6,741.51	803.56	925.34	5,846.71	7,575.61
ECL Remeasurements due to changes in EAD / assumptions [Net]	2,977.07	2,270.42	2,973.46	8,220.95	(246.82)	(520.65)	(66.63)	-834.10
Assets written off	-	-	-	-	-	-	-	-
Transfers to Stage 1	777.54	(5,94.08)	(1,83.46)	-	1,074.69	(4,21.95)	(6,52.74)	-
Transfers to Stage 2	(4,48.2)	64.50	(1,9.69)	-	(1,8.61)	1,791.37	(1,772.76)	-
Transfers to Stage 3	(0.57)	(5.99)	6.55	-	(0.50)	(20.76)	21.26	-
Total	5,321.55	3,488.20	6,152.71	14,962.46	1,612.32	1,753.35	3,375.84	6,741.51

ii) Financial Risk

The market risk is the possibility of loss to the Company prices of security due to changes in the market factors, mainly the changes in interest rates, and competition. It is the risk to the Company's earnings and capital due to the changes in the market interest rates. Market Risk also includes company's ability to meet its obligations as and when due. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The Company has an Investment Policy/ Borrowing Policy in place which addresses the Market Risk which defines safety and liquidity will have preference over returns. Our majority of investment is by way of Bank Deposits and Govt. securities for the purpose of maintenance of SLR as prescribed by NHB. All these deposits are held to maturity. There is an ALM Committee of Executives at RO (ALCO), which functions as the operational unit for managing the balance sheet and asset liability mismatches. All the borrowing decisions and raising short term funds in the form of Non Convertible Debentures, Commercial Papers, Securitization and such other modes, are taken at appropriate level as per the Board approved policy on borrowings. Refer Note 5.8 for Asset Liability Management.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 41 Financial Risk Management (Contd.)

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2022, March 31, 2021.

Particulars	As at March 31, 2022			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	547,810.47	384,291.27	326,181.22	1,258,282.96
Borrowings from NHB	108,519.89	178,217.14	251,512.55	538,249.59
Deposits	24,363.28	19,319.45	5,425.15	49,107.87
Debentures and Commercial Papers (face value)	339,500.00	130,000.00	136,000.00	605,500.00
Subordinated Liabilities (face value)	-	10,000.00	-	10,000.00
Others (excluding lease liability)	14,563.56	-	-	14,563.56

(₹ in Lakhs)

Particulars	As at March 31, 2021			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	367,129.67	293,400.42	329,717.14	990,247.23
Borrowings from NHB	106,074.30	111,393.06	178,026.72	395,494.08
Deposits	22,170.23	15,755.86	6,321.06	44,247.16
Debentures and Commercial Papers (face value)	382,200.00	60,000.00	52,500.00	494,700.00
Subordinated Liabilities (face value)	-	-	10,000.00	10,000.00
Others (excluding lease liability)	1,461.06	-	-	1,461.06

iii) Liquidity Risk

Probability of loss arising from a situation where (1) there will not be enough cash and/or cash equivalents to meet the needs of depositors and borrowers, (2) sale of illiquid assets will yield less than their fair value, or (3) illiquid assets will not be sold at the desired time due to lack of buyers. ALM Policy is in place which has set prudential limits for structural liquidity and interest rate risk. The ALCO committee of the Company analyzes the ALM position of the Company as at the end of each quarter and appraises the Board the ALM position of the respective quarters along with the proposed measure to improve the ALM position.

Maturity Analysis of Assets and Liabilities

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled after factoring in rollover and prepayment assumptions-

(₹ in Lakhs)

Particulars	2021-22			2020-21		
	Within 12 months	After 12 month	Total	Within 12 months	After 12 month	Total
Financial Assets						
Cash and Cash equivalents	269.88	-	269.88	79.25	-	79.25
Bank Balances other than (a) above	32,138.08	-	32,138.08	2,075.30	-	2,075.30
Receivables	112.77	-	112.77	70.80	-	70.80
Loans	298858.1	2,338,948.31	2,637,806.41	279,580.90	1,909,567.34	2,189,148.23
Investments	-	112,597.47	112,597.47	60.01	4,900.38	4,960.39
Other Financial Assets	293.15	301.62	594.77	93.84	275.82	369.66
Non-Financial Assets						
Current Tax Assets (Net)	-	2,299.99	2,299.99	-	1,830.19	1,830.19
Deferred Tax Assets (Net)	-	4,772.62	4,772.62	-	4,545.46	4,545.46
Property, Plant and Equipment	-	3,461.99	3,461.99	-	3,782.44	3,782.44
Other non-financial assets	-	380.61	380.61	0.67	512.08	512.75
Total Assets	331,671.98	2,462,762.61	2,794,434.59	281,960.76	1,925,413.71	2,207,374.47

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 41 Financial Risk Management (Contd.)

(₹ in Lakhs)

Particulars	2021-22			2020-21		
	Within 12 months	After 12 month	Total	Within 12 months	After 12 month	Total
LIABILITIES						
Financial Liabilities						
Trade Payables	555.15		555.15	432.58		432.58
Debt Securities	335,201.51	272,000.22	607,201.73	371,578.99	117,571.24	489,150.23
Borrowings (Other than debt securities)	656,330.37	1,141,853.50	1,798,183.87	470,316.68	915,304.79	1,385,621.47
Deposits	24,363.28	24,744.59	49,107.87	22,170.23	22,076.93	44,247.16
Subordinated Liabilities	-	10,274.28	10,274.28		10,271.46	10,271.46
Other Financial Liabilities	14,563.56	3,218.80	17,782.36	1,461.06	3,617.04	5,078.10
Provisions	197.89	2,348.77	2,546.66	165.87	10,059.47	10,225.34
Other non-financial liabilities	2,120.49		2,120.49	1,367.35		1,367.35
Equity Share capital		2,663.31	2,663.31		2,663.31	2,663.31
Other Equity		303,998.87	303,998.87		258,317.46	258,317.46
Total Liabilities	1,033,332.25	1,761,102.34	2,794,434.59	867,492.76	1,339,881.70	2,207,374.47

iv) Interest rate risk

Earnings risk is the danger that income may fluctuate due to changes in economic conditions or other factors. It is also the potential negative impact on the net interest income. The risk refers to vulnerability to movement in interest rates. Changes in interest rates effects earning, value of asset and cash flow. Asset Liability Management Committee (ALCO) meets at periodical intervals and assesses the earning risk and gives proper directions to the management to improve the NIM. Company shall monitor the income earned by way of interest and other income at quarterly intervals and place suitable notes to Board while placing notes on quarterly/ half yearly/annual financial results of the Company. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The credit rating of our borrowings also have a significant impact on our net interest margin. Refer Note 46.4 for credit rating details.

Sensitivity Analysis on Net Interest:

(₹ in Lakhs)

Particulars	2021-22		2020-21	
	Increase by 25bps	Decrease by 25bps	Increase by 25bps	Decrease by 25bps
Impact on profit before tax- Gain/ (Loss)	6,102.33	(6,102.33)	5,302.15	(5,302.15)

Note 42: Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company monitors the return on capital as well as the level of dividends on its equity shares. The Company's objective when managing capital is to maintain an optimal structure so as to maximize shareholder value.

The Company monitors the capital structure on the basis of total debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Total Capital	2,771,429.93	2,190,271.10
Total Equity attributable to the Equity Shareholders of the Company	306,662.18	260,980.77
As percentage of Total Capital	11.07%	11.92%
Total Borrowings (including deposits and debt securities)	2,464,767.75	1,929,290.33
As percentage of Total Capital	88.93%	88.08%
Total Capital (Equity and Borrowings)	2,771,429.93	2,190,271.10

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43 (Contd.)

Assets side	Amount outstanding
5 Break-up of Investments	
Current Investments	
1 Quoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(ii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
2 Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
Long Term investments	
1 Quoted	
(i) Share	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	112,597.47
(v) Others (please specify)	-
2 Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43 (Contd.)

Category	Amount net of provisions		
	Secured	Unsecured	Total
6 Borrower group-wise classification of assets financed as in (3) and (4) above:- (Please see Note 2 below)			
1 Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	25.38	1.13	26.51
2 Other than related parties	2,637,659.72	120.18	2,637,779.90
Total	2,637,685.10	121.31	2,637,806.41

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) : (Please see Note 3 below)		
1 Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2 Other than related parties	110,653.38	112,597.47
Total	-	-

** As per notified Accounting Standard (Please see Note 3)

Particulars	Amount
8 Other information	
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	17,058.82
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	8,071.21
(ii) Assets acquired in satisfaction of debt	

Notes:

- As defined in Paragraph 4.1.30 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions.
- All notified Accounting Standards are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43 (Contd.)

Assets side	Amount outstanding
5 Break-up of Investments	
Current Investments	
1 Quoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(ii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
2 Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
Long Term investments	
1 Quoted	
(i) Share	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	4,960.39
(v) Others (please specify)	-
2 Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43 (Contd.)

Category	Amount net of provisions		
	Secured	Unsecured	Total
6 Borrower group-wise classification of assets financed as in (3) and (4) above:- (Please see Note 2 below)			
1 Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	26.96	1.32	28.28
2 Other than related parties	2,188,955.64	164.30	2,189,119.95
Total	2,188,982.61	165.62	2,189,148.23

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) : (Please see Note 3 below)		
1 Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2 Other than related parties	5,086.86	4,960.39
Total	-	-

** As per notified Accounting Standard (Please see Note 3)

Particulars	Amount
8 Other information	
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	20,191.36
(ii) Net Non-Performing Assets	
(a) Related parties	
(b) Other than related parties	13,433.15
(ii) Assets acquired in satisfaction of debt	

Notes:

- As defined in Paragraph 4.1.30 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions.
- All notified Accounting Standards are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43.1 Disclosure as per RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016."

Appendix I

LCR Disclosure Template

Particulars	Total Unweighted Value (average)*	Total Weighted Value (average)**
High Quality Liquid Assets		
1 **Total High Quality Liquid Assets (HQLA)	1,069.00	1,069.00
Cash Outflows		
(b) Companies in the same group	17.33	19.93
(c) Other related parties	300.00	345.00
2 Deposits (for deposit taking companies)	687.85	791.03
3 Unsecured wholesale funding		
4 Secured wholesale funding		
5 Additional requirements, of which		
(i) Outflows related to derivative exposures and other collateral requirements		
(ii) Outflows related to loss of funding on debt products		
(iii) Credit and liquidity facilities		
6 Other contractual funding obligations	938.37	1,079.13
7 Other contingent funding obligations		
8 Total Cash Outflows	1,943.55	2,235.08
Cash Inflows		
9 Secured lending		
10 Inflows from fully performing exposures	188.35	141.26
11 Other cash inflows	3,819.12	2,864.34
12 Total Cash Inflows	4,007.47	3,005.60
		Total Adjusted Value
13 Total HQLA	1,069.00	1,069.00
14 Total Net Cash Outflows	558.77	558.77
15 Liquidity Coverage Ratio (%)	191.31	191.31

**Components of HQLA (Refer note 6.1 SI no. 8 to 24)

* Unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows).

** Weighted values must be calculated after the application of respective haircuts (for HQLA) and stress factors on inflow and outflow

Appendix I

Public disclosure on liquidity risk

i) Funding Concentration based on significant counterparty (both deposits and borrowings)

Number of Significant Counterparties	Amount (₹ Cr)	% of Total deposits	% of Total Liabilities
8	11,564.41	2,354.89	46.49

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 43 (Contd.)

ii) Top 20 large deposits (amount in ₹ Cr and % of total deposits)

Amount (₹ In Cr)	% of Total Deposit
202.19	41.17

iii) Top 10 borrowings (amount in ₹ Cr and % of total borrowings)

Amount (₹ In Cr)	% of Total Borrowings
22.19	0.09

iv) Funding Concentration based on significant instrument/product

Name of the instrument/product	Amount (₹ Cr)	% of Total Liabilities
Secured Non-Convertible Debentures	3,260.00	13.1
Commercial Papers	2,795.00	11.23
Refinance Facility from NHB	5,382.50	21.64
Bank Facilities	12,251.94	49.25
Deposits	491.08	1.97
Subordinated Tier-II Non-Convertible Debentures	100.00	0.4
Total Borrowings	24,280.52	97.6
Total Liabilities	24,877.72	

v) Stock Ratios

Particulars	as a % of total public funds	as a % of total liabilities	as a % of total assets
Commercial papers	11.50	11.23	10.00
Non-convertible Debentures	-	-	-
Other short term liabilities*	18.56	18.14	16.15

* Includes short term funds with original maturity of less than 1 year and includes funds from Refinance from NHB, Short Term Lines / OD / WC DL

vi) Institutional set-up for liquidity risk management

The Board shall have the overall responsibility for management of liquidity risk. The Board shall decide the strategy, policies and procedures of the Company to manage liquidity risk in accordance with the liquidity risk tolerance/limits decided by it.

The Risk Management Committee, which reports to the Board and consisting of Chief Executive Officer (CEO)/ Managing Director, Chief Risk Officer (CRO) and heads of various verticals, shall be responsible for evaluating the overall risks faced by the Company including liquidity risk.

The ALCO, consisting of the Company's top management shall be responsible for ensuring adherence to the risk tolerance/ limits set by the Board as well as implementing the liquidity risk management strategy of the Company. The role of the ALCO with respect to liquidity risk should include, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, sale of assets as a source of funding, the structure, responsibilities and controls for managing liquidity risk.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 44

A. Related Party

Name of Related Party	Nature of Relationship
Canara Bank	Sponsor Bank
1. Canbank Factors Ltd.	
2. Canbank Computer Services Ltd	
3. Canbank Financial Services Ltd.	Subsidiaries of Canara Bank
4. Canbank Venture Capital Fund	
5. Canara Bank Securities Ltd	
1. Can Fin Homes Limited Employees Provident Fund	Employees PF Trust
1. Canara HSBC Oriental Bank of Commerce Life Insurance Company Ltd.	Joint Venture with Canara Bank
2. Canara Robeco Asset Management Company Ltd.	
1. Subodh Kumar	
2. Ajay Kumar Singh	Staff Deputed from Canara Bank (from 31/03/2022)
3. Vasudha	
Key Managerial Personnel:	
1. Girish Kousgi	Managing Director
2. Amitabh Chatterjee (from 15/07/2021)	Whole Time Director
2. Shreekant M Bhandiwad (till 27/04/2021)	Whole Time Director
3. Shamila Mangalore	General Manager
4. Veena G Kamath	Company Secretary
5. Prashanth Joishy	Chief Financial Officer
Relatives of KMP with whom company has transactions:	
1. Yadunand G Kamath	Son of Veena G Kamath
2. Prathima Joishy	Wife of Prashanth Joishy

B. Transactions with the above Related Party during the year

(₹ in Lakhs)

Name of Related Party	Nature of Transaction	For the period	
		2021-22	2020-21
Girish Kousgi	Remuneration	120.66	125.67
Amitabh Chatterjee (from 15/07/2021)	Remuneration	0.42	-
Shreekant M Bhandiwad (till 27/04/2021)	Remuneration	3.00	3.01
Shamila Mangalore	Remuneration	26.28	24.96
Shamila Mangalore	Staff advance given	1.50	1.40
Veena G Kamath	Remuneration	21.54	17.61
Prashanth Joishy	Remuneration	20.74	18.03
	Term Loans & other credit facilities outstanding at the year end	114,691.66	227,094.92
	Interest paid for the year	8,598.85	19,281.42
	Deposits matured during the year	1,889.67	1,838.94
	Deposits made with Bank (including renewals)	31,917.55	1,889.67
	Interest earned for the year	260.68	159.55
Canara Bank	Rent and maintenance expense paid for the year	60.49	76.33
	Bank charges for the year	123.22	77.11
	Sitting Fees to Directors	9.20	6.25
	Salary & other benefits of Whole Time Director	28.26	33.36
	Dividend Paid	1,397.57	798.61
	Processing Fee	-	236.00
	Cash and cash equivalents and other bank balances	203.87	186.19

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 44 (Contd.)

B. Transactions with the above Related Party during the year

(₹ in Lakhs)

Name of Related Party	Nature of Transaction	For the period	
		2021-22	2020-21
Canbank Computer Services Ltd	Registrar & Transfer Agency charges for the year	13.62	10.48
Canara Bank- (Employee Pension Fund, Provident Fund & Gratuity Fund)	Borrowings by way of SRNCD	-	-
	Interest paid on SRNCD	-	228.09
Can Fin Homes Limited Employees Provident Fund	Reimbursement of expenses	48.81	23.32
	Borrowings by way of SRNCD	500.00	500.00
Canara HSBC OBC Insurance Co. Ltd	Interest paid on SRNCD	39.45	39.45
	Commission earned for the year	306.19	121.50
Total		160,283.25	252,791.87

C. Balances Payable to Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Nature of Balances	As at	As at
		March 31, 2022	March 31, 2021
Canara Bank	Term Loan and Credit Facilities	117,718.88	227,094.92
	Deposits Received/Renewed	-	2.48
Veena G Kamath - CS	Deposit Outstanding	2.78	2.59
	Deposit Interest Earned	0.20	0.11
Prashanth Joishy - CFO	Deposits Received/Renewed	0.76	0.70
	Deposit Outstanding	0.81	0.76
	Deposit Interest Earned	0.06	0.06
	Deposits Received/Renewed	-	3.30
Yadunand G Kamath	Deposit Outstanding	3.60	3.40
	Deposit Interest Earned	0.23	0.10
	Deposits Received/Renewed	11.02	10.03
Prathima Joishy	Deposit Outstanding	11.67	10.96
	Deposit Interest Earned	0.72	0.93
Total		117,750.71	227,130.34

D. Balances Receivable from Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Nature of Balances	As at	As at
		March 31, 2022	March 31, 2021
Canara Bank	Fixed Deposits	31,917.55	1,889.67
Canara HSBC OBC Insurance Co. Ltd	Trade receivable (Commission)	55.28	34.19
	Employee Loans & Advances -outstanding	1.43	1.75
Shamila Mangalore - Manager	Interest paid	0.14	0.16
	Principal Repayment	0.32	0.18
	Employee Loans	25.43	27.03
Prashanth Joishy - CFO	Interest paid	1.31	1.43
	Principal Repayment	1.61	1.36

The Company has not made where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are (a) repayable on demand; or (b) without specifying any terms or period of repayment.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 44 (Contd.)

E. Compensation to Key Managerial Personnel

(₹ in Lakhs)

Particulars	For the year Ended	
	March 31, 2022	March 31, 2021
Short term employee benefit	189.22	186.27
Post-employment benefits*	-	-
Total Compensation paid to Key Managerial Personnel	189.22	186.27

* The post employment benefits namely provision for gratuity and compensated absences cannot be determined employee wise since the provision is based on the actuarial valuation of the company as a whole.

F. Group Structure

Diagrammatic representation of group structure as follows:

Canara Bank (Sponsor Bank) ₹ Associate company ₹ Can Fin Homes Limited - 29.99%

G. Consolidated Financial Statements (CFS)

Indicative list of Balance Sheet Disclosure of HFCs Annex IV as per Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 para 4.10 is not applicable to the Company.

Note 45: Ind AS 116-Leases

a. Right-of-use assets- Buildings

(₹ in Lakhs)

Particulars	March 31, 2022	March 31, 2021
Opening Balance	2,857.61	2,763.43
Additions to right of use asset	900.26	790.21
Depreciation charge for the year	650.42	631.82
Derecognition of right of use assets	583.10	64.21
Closing Balance	2,524.35	2,857.61

b. Maturity analysis of lease liabilities (undiscounted)

(₹ in Lakhs)

Particulars	March 31, 2022	March 31, 2021
Upto one year	884.67	838.84
From one to 5 years	2,146.28	2,400.82
More than 5 Years	801.91	771.11

- Interest on lease liabilities is ₹ 304.57 Lakhs (Previous Year ₹ 296.48 Lakhs) for the year ended on March 31, 2022.
- The Company incurred ₹ 88.74 Lakhs (Previous Year ₹ 26.68 lakhs) for the year ended 31 March 2022 towards expenses relating to short term leases. The Company does not have any low value leases.
- The total cash outflow for leases is ₹ 928.53 Lakhs (Previous Year ₹ 921.88 Lakhs) for the year ended March 31, 2022
- The Company has applied the practical expedient to all rent concessions that meet the conditions in paragraph 46B.
- Profit recognised for the reporting period of ₹ 1.31 lakhs (Previous Year ₹ 21.77 lakhs) to reflect changes in lease payments that arise from rent concessions to which the lessee has applied the practical expedient in paragraph 46A.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.

Noet 46.1 Capital to Risk Assets Ratio (CRAR)

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
i) CRAR (%)	23.15%	25.46%
ii) CRAR – Tier I Capital (%)	21.61%	23.66%
iii) CRAR – Tier II Capital (%)	1.54%	1.79%
iv) Amount of subordinated debt raised as Tier – II Capital (₹ in lakhs)	4000.00	6,000.00
v) Amount raised by issue of Perpetual Debt Instruments (₹ in lakhs)	-	-

Note: Tier II capital includes Provision for Standard Assets.

Note 46.2

A. Exposure to Real Estate Sector

Category	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Direct Exposure		
(i) Residential Mortgages		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	2,161,464.21	2,024,207.30
ii) Commercial Real Estate -		
Lending secured by mortgages on commercial real estate (Office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.,) Exposure would also include non-fund based (NFB) limits:	509,657.34	186,439.08
iii) Investments in Mortgage Backed Securities (MBS) and other Securitised exposures -		
a) Residential	Nil	Nil
b) Commercial Real Estate	Nil	Nil
Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance companies (HFCs)	Nil	Nil

B. Exposure to Capital Market : NIL

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;		
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;		

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

B. Exposure to Capital Market : NIL

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;		
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	NIL	NIL
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;		
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;		
(vii) bridge loans to companies against expected equity flows / issues;		
(viii) All exposures to Venture Capital Funds (both registered and unregistered)		
Total Exposure to Capital Market		

C. Details of financing of parent company products : NIL

D. Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the HFC : NIL

E. Advances against intangible collateral: NIL

Exposure to group companies engaged in real estate business

Sl. No.	Description	Amount (₹ in lakhs)	% of owned fund
(i)	Exposure to any single entity in a group engaged in real estate business	-	-
(ii)	Exposure to all entities in a group engaged in real estate business	-	-

F. Disclosures of penalties imposed by NHB/RBI and other Regulators

The Company has complied with requirements as per Para 29 of the Housing Finance Companies (NHB) Directions 2010 except for one instance detailed below

NHB vide its NHB (ND)/HFC/DoS/Sup/OUT02755/2021 dated June 11, 2021 has imposed a penalty of ₹ 34,37,616/- (inclusive of GST@18%) on account of acceptance or renewal of public deposit for a period of less than 12 months which is in contravention of the provisions of Para 4 of the MFCs (NHB) Directions, 2010 and paid by the Company.

G. Unsecured Advances

Unsecured Advances consists of loans ₹ 544.30 lakhs (Previous Year ₹ 429.53 lakhs)

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

Note 46.3 Registration obtained from other financial sector regulators during the year:

- (i) Renewal of registration of the Company as LEI (Legal Entity Identifier) as required by RBI.
- (ii) Registration of Company on TReDS (Trade Receivables Discounting System) platform through RXIL (Receivables Exchange of India Limited) as required by MCA (Ministry of Corporate Affairs).
- (iii) Registration of the Company as Business user for filing of returns in FIRMS (Foreign Investment Reporting and Management System).
- (iv) Registration of Company as convergence partner with NCH (National Consumer Helpline) through software "INGRAM" as directed by NHB

Note 46.4 Rating assigned by Credit Rating Agencies and migration of rating during the year:

(₹ in Lakhs)

Credit Rating agency	Type	Credit Rating	
		FY 2021-22	FY 2020-21
ICRA	Public Deposits	ICRA MAAA (Stable)	ICRA MAAA
ICRA	Commercial Papers	A1+	A1+
ICRA	Long Term Bank Loans	ICRA AA+ (Stable)	ICRA AA+
ICRA	Short Term Bank Loans	A1+	A1+
ICRA	Non Convertible Debentures	ICRA AA+ (Stable)	ICRA AA+
CARE	Non Convertible Debentures	CARE AAA (Stable)	CARE AAA (Outlook Negative)
CARE	Commercial Papers	A1+	A1+
CARE	Long Term Bank Loans	CARE AAA (Stable)	NA
Ind-Ra	Long Term Bank Loans	IND AA+/Stable	NA
Ind-Ra	Non Convertible Debentures	IND AA+/Stable	NA
Ind-Ra	Subordinated Debt	IND AA+/Stable	NA
Ind-Ra	Commercial Papers	IND A1+	NA

Note 46.5 Revenue Recognition: No revenue recognition has been postponed pending the resolution of significant uncertainties.

- Note 46.6**
- a) During the year, no transaction was accounted which was related to prior period (Previous year ` Nil).
 - b) There is no change in the accounting policies during the year

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

Note 46.7 Indian Accounting Standard 110 – Consolidated Financial Statements

The subject Standard is not applicable for the Company.

Note 46.8 Provisions and Contingencies

Break up of Provisions and Contingencies	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Provision for depreciation on Investment	-	-
Provision made towards Income Tax (net)	41.90	41.90
Provision towards NPA	8,987.61	6,758.21
Provisions for Standard Assets (for details like teaser loan, CRE, CRE-RH etc) -(refer Note 5.6)	9,783.14	7,837.30
Additional Provision for Standard Assets	1,500.00	-
Provision for restructured loan accounts	6,768.84	765.81
Other Provisions & Contingencies- Disputed Income Taxes -(refer Note 32.3)	35.60	197.88

Note 46.9 Draw Down from Reserves

There was no draw down from reserves during the year.

Note 46.10 Concentration of Public Deposits, Advances, Exposures and NPAs

i) Concentration of Public Deposits (for Public Deposit taking/holding HFCs)

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Total Deposits of twenty largest depositors	20,291.29	20,304.88
Percentage of Deposits of twenty largest depositors to Total Deposits of the HFC	41.32%	45.89%

ii) Concentration of Loans & Advances

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Total Loans & Advances to twenty largest borrowers	3,887.00	3,827.14
Percentage of Loans & Advances to twenty largest borrowers to Total Advances of the HFC	0.15%	0.17%

iii) Concentration of all Exposure (including off-balance sheet exposure)

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Total Exposure to Twenty largest borrowers / customers	4,024.60	3,827.14
Percentage of exposure to twenty largest borrowers / customers to Total Exposure of the HFC on borrowers / customers	0.15%	0.17%

iv) Concentration of NPAs

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
Total Exposure to Top ten NPA accounts	797.68	810.02

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

v). Sector-wise NPAs

Particulars	Percentage of NPAs to Total Advances in that sector
A Housing Loan	-
1 Individuals	0.57%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-
B Non – Housing Loans	-
1 Individuals	0.95%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-

vi). Movement of NPAs

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
1 Net NPAs to Net Advances (%)	0.30%	0.61%
2 Movement of NPAs (Gross)		
a Opening balance	20,191.36	15,713.40
b Additions during the year	1,468.86	7,075.31
c Reductions during the year	4,601.41	2,597.35
d Closing balance	17,058.82	20,191.36
3 Movement of Net NPAs		
a Opening balance	13,433.15	11,182.60
b Additions during the year	912.32	4,381.39
c Reductions during the year	6,274.25	2,130.85
d Closing balance	8,071.21	13,433.15
4 Movement of provisions for NPAs (excluding provisions on standard assets)		
a Opening balance	6,758.22	4,530.79
b Provisions made during the year	3,189.74	2,603.54
c Write-off / Write-back of excess provisions	(960.35)	(376.11)
d Closing balance	8,987.61	6,758.22

vii). Overseas Assets

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
	Nil	

viii). Off-Balance Sheet SPVs sponsored (which are required to be consolidated as per accounting Norms) Name of the SPV sponsored

Domestic	Overseas
Nil	Nil

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

ix). Disclosure of Complaints Customer Complaints

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
1) No. of Complaints pending at the beginning of the year	-	-
2) No. of Complaints received during the year	1,328	2,423
3) No. of Complaints redressed during the year	1,328	2,423
4) No. of Complaints pending at the end of the year	-	-

Note 46.11 Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS): No exposure

Particulars	As at	As at
	March 31, 2022	March 31, 2021
(i) The notional principal of swap agreements	NIL	NIL
(ii) Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements		
(iii) Collateral required by the HFC upon entering into swaps		
(iv) Concentration of credit risk arising from the swaps \$		
(v) The fair value of the swap book		

b) Exchange Traded Interest Rate (IR) Derivative: No exposure

(₹ in Lakhs)

Particulars	Amount
(i) Notional principal amount of exchange traded IR derivatives undertaken during the year (instrumentwise)	Nil
(a) Nil	
(ii) Notional principal amount of exchange traded IR derivatives outstanding as on 31st March (instrument-wise)	
(a) Nil	
(iii) Notional principal amount of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	Nil
(a) Nil	
(iv) Mark-to-market value of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	
(a) Nil	

c) Disclosures on Risk Exposure in Derivatives : Not applicable

A. Qualitative Disclosure

Since the Company has not involved in the derivatives transactions, risk management policy of the Company does not cover any such disclosure

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

B Quantitative Disclosure

Number of Significant Counterparties	Currency Derivatives	Interest Rate Derivatives
(i) Derivatives (Notional Principal Amount)		
(ii) Marked to Market Positions [1]		
(a) Assets (+)	NIL	NIL
(b) Liability (-)		
(iii) Credit Exposure [2]		
(iv) Unhedged Exposures		

Note 46.12 Securitisation

Number of Significant Counterparties	No./ Amount
(1) No of SPVs sponsored by the HFC for securitisation transactions	
(2) Total amount of securitised assets as per books of the SPVs sponsored	
(3) Total amount of exposures retained by the HFC towards the MRR as on the date of balance sheet	
(I) Off-balance sheet exposures towards Credit Enhancements	
(II) On-balance sheet exposures towards Credit Enhancements	
(4) Amount of exposures to securitisation transactions other than MRR	Nil
(I) Off-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitizations	
(b) Exposure to third party securitisations	
(II) On-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitisations	
(b) Exposure to third party securitisations	

Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(i) No. of accounts		
(ii) Aggregate value (net of provisions) of accounts sold to SC / RC	Nil	Nil
(iii) Aggregate consideration		
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Details of Assignment transactions undertaken

(₹ in Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(i) No. of accounts		
(ii) Aggregate value (net of provisions) of accounts assigned	Nil	Nil
(iii) Aggregate consideration		
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

Details of non-performing financial assets purchased / sold

A. Details of non-performing financial assets purchased:

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
(a) No. of accounts purchased during the year		
(b) Aggregate outstanding	Nil	Nil
(a) Of these, number of accounts restructured during the year		
(b) Aggregate outstanding		

B. Details of Non-performing Financial Assets sold:

Particulars	(₹ in Lakhs)	
	As at March 31, 2022	As at March 31, 2021
1. No. of accounts sold		
2. Aggregate outstanding	Nil	Nil
3. Aggregate consideration received		

Note 46.13 Gold Loan

The Company has not provided any loans against collateral of gold and gold jewelleryes.

Note 46.14

The Company is a large Corporate as per the applicability criteria given under the SEBI Circular SEBI/HO/DDHS/CIR/P/ 2018/144 dated November 26, 2018.

Particulars	Details
Name of the Company	Can Fin Homes Limited
CIN	L85110GA1987PLC008699
Outstanding Borrowings of the Company as on 31st March'2022, as applicable (in ₹ Cr)	₹ 18,578.69
Highest Credit Rating during the Previous Year along with name of the Credit Rating Agency	CARE AAA (Stable)
Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowings under the framework	NSE

*Outstanding borrowings of the company having original maturity of more than one year and excluding external commercial borrowings but including public deposits with maturity more than 1 year.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021. (Contd.)

Sl. No.	Description	Details
i	2 - year block period	FY 2021-22 and FY 2022-23
ii	Incremental borrowings done in FY 2021-22 (a) (in ₹ Cr)	8,540.00
iii	Mandatory Borrowings to be done through debt securities in FY 2021-22 b=(25% of a) (in ₹ Cr)	2,135.00
iv	Actual borrowings done through debt securities in FY 2021-22 © (in ₹ Cr)	2,135.00
v	Shortfall in the borrowing through debt securities , if any for FY 2020-21 carried forward to FY 2021-22 (d)	NA
vi	Quantum of (d), which has been met from (c) (e)	NA
vii	Shortfall, if any , in the mandatory borrowings through debt securities for FY 2021-22 {after adjusting for any shortfall in borrowings for FY 2020-21 which was carried forward to FY 2021-22 (f)=(b)-[(c) - (e)] } { If the calculated value is zero or negative , write "nil" }	-

Sl. No.	Description	Details
i	2 year block period	FY 2020-21 , FY 2021-22
ii	Amount of fine to be paid for the block , if applicable Fine =0.2% of { (d) -(e) }	NA

Note 47:

- i) Details of resolution plan implemented under the Resolution Framework for COVID-19-related Stress as per RBI circular dated August 6, 2020 are given below.

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	7,285.07	61.17	-	85.53	7,138.38
Corporate persons	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	137.34	-	-	96.50	40.84
Total	7,422.41	61.17	-	182.02	7,179.22

- ii) There were 431 borrower accounts having an aggregate exposure of ₹ 6,184.83 lakhs to the Company, where resolution plans had been implemented under RBI's Resolution Framework 1.0 dated August 6, 2020 and now modified under RBI's Resolution Framework 2.0 dated May 5, 2021.

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 47: (Contd.)

47.1 General provision required to be maintained in respect of accounts in default but standard and asset classification benefit extended, as per RBI Circular on 'COVID-19 Regulatory Package dated 17th April' 2020. Against this, the Company continues to hold a provision of ₹ 6,984.05 lakhs, on account of COVID - 19 Stress. This provision amount is disclosed as Special Provisioning for RBI regulatory package under Note 17: "Provisions"

47.2 Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in April-May 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with significant number of COVID-19 cases. India experienced the "second wave" of COVID -19 pandemic in April-May 2021 and has resulted in re-imposition of localised lockdowns in various parts of the Country. These were gradually lifted as the second wave subsided. The world is now experiencing another outbreak on account of new coronavirus variant and as a precautionary measure India has started to reimpose localised / regional restrictions.

The impact on the Company's operations and financial position, including the credit quality and requirement for provisioning, is uncertain and will depend on future steps taken by the Government/Reserve Bank of India till such time that the economic activities return to normalcy, which is highly unpredictable. The Company will continue to closely monitor any material changes to the future economic/regulatory conditions. However, operating substantially in asset mortgage business, which is relatively stable asset class, no major impact is anticipated at this juncture.

Note 48 Corporate Social Responsibility (CSR)

The Company constituted a Corporate Social Responsibility (CSR) Committee of the Board as prescribed under Section 135 of the Companies Act 2013 and has put the CSR policy in place. The Company has focussed in promoting education including special education, setting up hostels for tribal children, Construction of class room blocks for schools, Scholarships for under privileged, renovation of schools and anganawadis, Sponsorship of child education. The Company also focuses on healthcare by donating advanced medical equipment's to various hospitals. To promote eradicating hunger, Company has contributed for mid day meals at schools through Akshaya Patra Foundation. The company donated Relief materials to Cyclone and Flood affected areas. To promote Environmental Sustainability, donation of tree saplings, Contribution towards "Cauvery Calling", a campaign to revitalize the southern Indian river Cauvery by planting trees in the river basin was undertaken. Contribution to Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES), Karnataka State Disaster management Authority, CM Relief Fund, Karnataka during COVID-19 pandemic, also forms part of its CSR activities.

The activities undertaken by the Company under CSR is Pan India basis and the projects are executed by Registered Office and our branches in those areas. The total amount/ budget under CSR for the FY 2021-22 was ₹ 1,070.00 lakhs and undisbursed amount of Preceding years is ₹ 173.37 lakhs. The total amount spent under the CSR activities in FY 2021-22 is ₹ 825.51 lakhs (Including ₹ 166.19 lakhs- of preceding years). The balance amount of ₹ 410.68 lakhs which is already sanctioned in the FY 2021-22 will be transferred to unspent CSR account as per provisions of Companies Act and will be disbursed as per the progress of the work. The summary of CSR details as on March 31, 2022 is given below:

(₹ in Lakhs)

Activities undertaken	for the year ending March 31, 2022		for the year ending March 31, 2021	
	No. of Beneficiaries	Amount Spent	No. of Beneficiaries	Amount Spent
Animal welfare	1	7.18	-	-
Conservation of Natural Resources	4	13.67	-	-
Construction/ repair & renovation of Schools/ Hostels	18	157.63	7	187.22
Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio economic development and relief and welfare of the Scheduled Caste, Scheduled Tribes, other backward classes, minorities and women.	1	100.00	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 48 Corporate Social Responsibility (CSR) (Contd.)

(₹ in Lakhs)

Activities undertaken	for the year ending March 31, 2022		for the year ending March 31, 2021	
	No. of Beneficiaries	Amount Spent	No. of Beneficiaries	Amount Spent
Desks & benches/Tables/Almirah/Green Board/Chairs etc.	8	17.13	2	6.19
Drinking water facility/supply of other articles of necessity etc.	2	8.41	2	2.40
Scholarship to students and sponsorship of child education	11	89.06	8	77.82
Equipments/Medical vans to Hospitals	20	326.91	20	289.24
Equipments to old age homes	3	14.17	7	23.71
Disaster Management			2	500.00
Providing education materials including books, school bags, etc. to the poor children of government schools or schools situated in rural/backward areas.	3	11.20	-	-
Providing training facilities to enhance vocational skills to the poor section of the society.	2	15.70	-	-
Renewable energy Projects	3	24.96	-	-
Supplementing of Govt-schemes like mid- day meal by Corporates through additional nutrition	1	4.50	-	-
Provide financial support for creating healthcare infrastructure for COVID care, establishment of medical oxygen generation and storage plants, manufacturing and supply of oxygen concentrators, cylinders and other medical equipment for countering Covid-19	1	26.00	-	-
Promoting Tribal Sports	1	9.00	1	21.00
Provision has been created for the unspent amount		417.86		
Total	79	1,243.37	49	1,107.58

Following shall be disclosed with regard to CSR activities:-

a) amount required to be spent by the company during the year	1070.00
(b) amount of expenditure incurred	659.32
(c) shortfall at the end of the year	410.68
(d) total of previous years shortfall	7.18
(e) reason for shortfall	For shortfall amount of ₹ 417.86 lakhs (point c+d) provision has been created.
(f) nature of CSR activities	Promoting Education, Health Care, Contribution To Government, Combat Covid -19, Welfare Measurements, Sports and Environmental Sustainability.
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard.	NA
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	NA

Notes forming part of Financial Statements

for the year ended March 31, 2022

Note 49:

Previous years figures have been re-arranged/ regrouped wherever necessary to correspond with the current year's classification/ disclosure

As per our report of even date attached

For and on behalf of the Board of Directors

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

L V Prabhakar

Chairman
DIN: 08110715

Girish Kousgi

Managing Director & CEO
DIN: 08524205

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Naganathan Ganesan

Director
DIN: 00423686

Prashanth Joishy

Chief Financial Officer

Veena G Kamath

Company Secretary

Place: Bengaluru
Date: 29.04.2022

Independent Auditor's Report

To
The Members of
Can Fin Homes Limited

Report on Audit of the Standalone Financial Statements

Opinion:

We have audited the standalone Ind AS financial statements of Can Fin Homes Limited ("the Company") which comprise of balance sheet as at March 31, 2023, the statement of profit & loss, statement of changes in equity and the cashflow statement for the year then ended, notes to Ind AS financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, profits, changes in equity and its cash flows for the year ended on that date.

Basis of Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters:

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key audit matters	How our audit addressed the key audit matter
<p>Expected Credit loss allowances:</p> <p>Expected credit loss allowances relating to loans and advances are determined on a portfolio basis, with the use of impairment models. These models are based on historical loss experience and use a few key assumptions including probability of default, loss given default (including propensity for possession and forced sale discounts for mortgages) and valuation of recoveries. Our work therefore focused on the appropriateness of modelling methodologies adopted and the significant judgements required.</p> <p>Refer to Note 2 i) to the financial statements accounting policy on accounting for the impairment of financial assets and Note 40 to the financial statements for credit risk disclosures and for Credit impairment charges and other provisions</p>	<p>We have reviewed the expected credit loss model developed and used by the management at the entity level. This included assessing and challenging the appropriateness of key judgements. We tested the formulae applied within the calculation files, the completeness and accuracy of key data inputs, sourced from underlying systems that are applied in the calculation. We also tested the reconciliation of loans and advances between underlying source systems and the expected credit loss models.</p>

Key audit matters	How our audit addressed the key audit matter
<p>Information Technology ('IT') systems and controls:</p> <p>The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in information systems, such that there exists a risk that, gaps in the IT control environment could result in the financial accounting and reporting records being misstated.</p> <p>We have identified 'IT systems and controls' as key audit matter because of significant use of IT system and the scale and complexity of the IT architecture.</p>	<p>Our audit procedures included verifying, testing and reviewing the design and operating effectiveness of the IT system by verifying the reports and other financial and non-financial information generated from the system on a test check basis. Our audit procedures included:</p> <ul style="list-style-type: none"> • Evaluation of the design and testing the operating effectiveness of certain automated controls that were considered as key internal controls over financial reporting including the completeness and accuracy of data feeds, and automated calculations. • Ensuring that deficiencies noticed in our verification were informed to the management for corrective action, which is already been done; • Carrying out independent alternative audit procedures like substantive testing in areas where deficiencies were noticed; • We have considered the report given by IT audit specialists on design and operating effectiveness of the General IT Controls and assessed its impact on the key financial accounting and reporting systems; <p>Performing substantive tests on sample automated controls and comparing them with the manual outputs.</p>

Other Information, [such as "Information Other than the Financial Statements and Auditor's Report Thereon"]:

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Report of Directors including Annexures to Directors Report, Corporate Governance, Information to Shareholders and Management Discussion and Analysis but does not include the financial statements and our auditor's report thereon, which are expected to be made available to us after the date of this report.

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 statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the reports which we are expected to be made available to us after the date of this auditor's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. In case of uncorrected material misstatements, we are required to

communicate to other stakeholders as appropriate as well as to take action under the applicable laws and regulations, if any.

Management's Responsibility for Standalone Ind AS Financial Statements:

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement 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 Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements:

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

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

- Identify and assess the risks of material misstatement of the standalone 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may

cast significant doubt on the ability of the Company 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 standalone 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 Standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure – A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The reports on the audit of accounts of 149 branches, by statutory branch auditors appointed by the Company in accordance with the guidelines prescribed by Reserve Bank of India have been sent to us in terms of section 143(8) of the Act and have been dealt in the manner considered appropriate, while preparing our report.

- d) The Balance Sheet, the Statement of Profit and Loss, statement of changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act as amended from time to time.
- f) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on that date from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure - B**".
- h) With respect to the other matters to be included in the Auditor's Report in accordance with requirement of Section 197 (16) of the Act, as amended:

In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Company is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Company, is not in excess of the limit laid down under Section 197 of the Act. 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.

- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed its pending litigations in note 36 of the financial statements which would impact its financial position.
 - ii) The Company did not have any long-term contracts as required under the applicable law or accounting standards, and also not entered into any derivative contracts, accordingly no provision is required to be made in respect of material foreseeable losses.

- iii) There has been no delay in transferring amounts, 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. a) The final dividend paid by the Company during the year declared which was proposed in the previous year is in accordance with section 123 of the Act.

- b) The interim dividends declared by the Board of Directors and paid by the Company during the year is in accordance with section 123 of the Act.
- c) As per note 20.3 of the financial statements, the Board of Directors has proposed a final dividend which is subject to approval by the members of the Company in ensuing annual general meeting.
- vi. As per proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting Software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 002878S/S200021

For **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 008763S

(CA C R Deepak)
Partner
Membership No. 215398
UDIN: 23215398BGYCJP3060

(CA Anand Mahendrakar)
Partner
Membership No. 227336
UDIN: 23227336BGQKIC8941

Place: Bengaluru
Date: April 26, 2023

Annexure-A referred to In Paragraph 1 under the heading “Report on other legal and Regulatory Requirements” of our Report to the members of Can Fin Homes Limited.

1.
 - a)
 - A. The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
 - B. Based on the information and explanation furnished to us by the Company, it doesn't have any intangible assets during the year.
 - b) Based on the information and explanation furnished to us by the Company, property, plant and equipment of the Company located at the 193 branches, Centralized Processing Centers and the Head Office have been physically verified and the discrepancies noticed on such verifications is not material and the Company is in the process of adjusting the same in the books of account. In our opinion the frequency of verification of fixed assets of the Company is adequate.
 - c) The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in its favor) disclosed in the financial statements are held in its name.
 - d) The Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets or both during the year and accordingly provisions of clause 3(i)(d) of the Order is not applicable.
 - e) According to the information and explanation given to us by the Company, there are no proceedings initiated or are pending against it for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder and accordingly provisions of clause 3(i)(e) of the Order are not applicable.
2.
 - a) The Company did not hold any Inventories as at the year end and accordingly clause 3(ii)(a) of the Order is not applicable.
 - b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, during any point of time of the year from banks or financial institutions on the basis of security of current assets. The quarterly returns/statements filed by the Company with such banks or financial institutions were in agreement with its books of account of the Company.
3.
 - a) The Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties other than loans given in the normal course of business of the Company. Accordingly, clause 3(iii) (a) of the Order is not applicable.
 - b) Based on the information and explanation furnished to us by the Company it has not made any investments, provided guarantee and security given to the parties referred in section 186 of the Act. Accordingly, clause 3 (iii) (b) of the Order is not applicable.
 - c) Based on the information and explanation furnished to us by the Company, the repayment of principal and interest for the loan to key managerial persons are regular based on the schedule stipulated.
 - d) Based on the information and explanation furnished to us by the Company, there are no overdues on the loans granted to key managerial persons during the year.
 - e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
 - f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment

during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

- 4 Based on the information and explanations given to us, the Company has not granted any loans, made any investments, given guarantees and securities as referred in the provisions of section 185 and 186 of the Act. Accordingly, clause 3(iv) of the Order is not applicable.
- 5 As per the Ministry of Corporate Affairs notification dated March 31, 2014, the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted are not applicable to the Company. However, the Company has accepted deposits as applicable under the directives issued by the Reserve Bank of India and has complied with the same.
- 6 To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act. Accordingly, the provisions of clause 3(vi) of the said Order are not applicable.
- 7 a) According to the records of the Company, it is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, Goods and Service Tax ("GST") and any other statutory dues to the appropriate authorities as of March 31, 2023 except for the following. However, there were delays in payment of employees' state insurance. There are no undisputed dues outstanding for a period of more than six months from the date they became payable.

Name of the Statute	Nature of dues	Amount (₹ In lakhs)	Period to which the amount relates	Due date of payment	Date of Payment
Karnataka CGST and SGST Act, 2017	GST on charges collected from borrowers	1.76	April 2022 to August 2022	20 th of subsequent month	Not yet paid

- b) According to the records of the Company and according to the information and explanation given to us, there are no dues outstanding on account of any disputes in respect of income tax, service tax, customs duty or excise duty or goods and service tax except as detailed below:

Name of the Statute	Nature of the dues	Amount (₹ In Lakhs)	Amount paid/ adjusted out of refunds (₹ in lakhs)	Assessment year to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	15.61	Nil	2004-05	Deputy Commissioner of Income Tax
	Dividend distribution tax under section 115O of Income Tax Act, 1961	16.44	Nil	2011-12	Commissioner of Income Tax (Appeals)
	Income Tax	36.94	7.39	2017-18	Commissioner of Income Tax (Appeals)
	Income Tax	152.41	152.41	2020 - 21	Commissioner of Income Tax (Appeals)
Uttar Pradesh Goods and Service Tax Act, 2017	GST dues	2.30	0.21	June 2017 to March 2018	Appellate Authority

- 8 According to the information and explanation provided and as represented to us by the management, there are no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the provisions of clause 3(viii) of the said Order is not applicable.
- 9 a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender

- b) As represented to us by the Company, the Company has not been declared as a willful defaulter by any bank or financial institution or other lender.
- c) As per the information and explanations provided by the Company, all term loans were applied for the purpose for which the loans were obtained.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) According to the information and explanation provided by the Company and as represented to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The Company has no subsidiaries or joint ventures at any time during the year.
- f) According to the information and explanation provided by the Company and as represented to us, the Company did not hold any securities in its associate. It did not have any subsidiaries or joint ventures during the year. Accordingly, the provisions of clause 3(ix)(f) of the Order are not applicable.
- 10 a) According to the information and explanation provided by the Company and as represented to us, there were no moneys raised by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of clause 3(x)(a) of the Order are not applicable.
- b) According to the information and explanation provided by the Company and as represented to us, there were no preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the provisions of clause 3(x)(b) of the Order are not applicable.
- 11 a) According to the information and explanation provided by the Company and as represented to us, the following frauds on it have been noticed or reported during the year:

Nature of fraud	Amount involved (to the extent quantified by the Company) (₹ in lakhs)	Remarks
Loans granted on the strength of improper documents of borrower and/or guarantor	198.10	The Company has reported 40 accounts as fraud of which 35 accounts have been closed and balance outstanding as at March 31, 2023 was ₹37.13 lakhs for which 100% provision has been made by the Company.
Amount received from borrower not credited to borrower account by the employees of the Company	4.63	Amount has been recovered by the Company
Misrepresenting facts and manipulation of documents	68.96	The Company has reported 4 accounts as fraud of which 1 account has been closed and balance outstanding as at March 31, 2023 was ₹47.48 lakhs for which 100% provision has been made by the Company.
Multiple financing for the same property	18.76	Current outstanding as at March 31, 2023 was ₹18.30 lakhs for which 100% provision has been made by the Company.

- b) We have not filed any report under sub-section (12) of section 143 of the Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, since frauds as referred to in para 11(a) above were identified/detected by the Company. Company during the year and accordingly, provisions of the clause 3 (xi)(c) of the Order is not applicable.
- c) Based on the information and explanation given to us, there are no whistle blower complaints received by the Company.
- 12 In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable.
- 13 In our opinion and according to the information and explanation given to us and as represented to us by

management, all transactions with the related parties are in compliance with section 177 and 188 of the Act and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.

- 14 a) According to the information and explanation given to us and as represented to us by the management, the Company has an internal audit system to commensurate with the size and nature of its business.
- b) The reports of the Internal Auditors for the year under audit were considered by us to the extent furnished to us.
- 15 As represented to us by the management and according to the information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable.
- 16 a) According to the information and explanation given, the Company is required to be registered under section 29A of the National Housing Bank Act, 1987 and has obtained such registration.
- b) According to the information and explanation given, the Company has conducted its housing finance activities with a valid Certificate of Registration (CoR) from the National Housing Bank of India (NHB). In terms of report dated June 17, 2020 of the Reserve Bank of India (RBI), existing HFCs holding CoR issued by NHB need not approach RBI for fresh CoR.
- c) According to the information and explanation given, the Company is not a core investment company (CIC) as defined in the regulations made by the RBI. Accordingly, clause 3(xvi)(c) of the Order is not applicable to the Company.
- d) According to the information and explanation given, the Group has no Core Investment Company as part of the Group. Accordingly, clause 3(xvi)(d) of the Order is not applicable to the Company.
- 17 The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- 18 According to the information and explanation furnished to us by the Company, there is no resignation of statutory auditors during the year. Accordingly, the provisions of clause 3 (xviii) of the Order is not applicable.
- 19 According to the information and explanation furnished and as represented to us by the Company and 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, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company will be 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.
- 20 According to the information and explanation furnished and as represented to us by the Company in respect of other than ongoing projects, it had no unspent amount to be transferred to a Fund specified in Schedule VII to the Act in compliance with second proviso to section 135 (5) of the Act. Accordingly, clause 3(xx)(a) of the Order is not applicable to the Company. The amount remaining unspent under section 135 (5) of the Act, pursuant to ongoing projects, has been transferred to special account in compliance with the provision of section 135(6) of the Act;
- 21 The Company doesn't have any subsidiaries and consolidated financial statements is not applicable to the Company. Accordingly, the provisions of clause 3(xx) of the said Order are not applicable.

For **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 0028785/S200021

(CA C R Deepak)
Partner
Membership No. 215398
UDIN: 23215398BGYJCJP3060

Place: Bengaluru
Date: April 26, 2023

For **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 0087635

(CA Anand Mahendrakar)
Partner
Membership No. 227336
UDIN: 23227336BGQKIC8941

Annexure-B referred to In Paragraph 2 (g) under the heading “Report on other legal and Regulatory Requirements” of our Report to the members of Can Fin Homes 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 Can Fin Homes Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the Ind AS 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 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 (“the Act”).

Auditors’ Responsibility:

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and

perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s 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 Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting:

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

Inherent Limitations of Internal Financial Controls Over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in

conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion:

In our opinion, the Company, has an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively in all material respects as at March 31, 2023, 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 **B. K. RAMADHYANI & CO LLP**
Chartered Accountants
Firm Registration No. 002878S/S200021

(CA C R Deepak)

Partner
Membership No.215398
UDIN: 23215398BGYCJP3060

Place: Bengaluru
Date: April 26, 2023

For **B. Srinivasa Rao & Co**
Chartered Accountants
Firm Registration No. 008763S

(CA Anand Mahendrakar)

Partner
Membership No. 227336
UDIN: 23227336BGQKIC8941

Balance Sheet

As at March 31, 2023

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
ASSETS				
I	Financial Assets			
	a) Cash and Cash equivalents	3(a)	187.64	269.88
	b) Bank Balances other than (a) above	3(b)	30,658.87	32,138.08
	c) Receivables	4		
	(i) Trade Receivables		113.91	112.77
	(ii) Other Receivables			-
	d) Loans	5	31,19,332.65	26,37,806.41
	e) Investments	6	1,45,903.13	1,12,597.47
	f) Other Financial Assets	7	1,097.28	594.77
II	Non-Financial Assets			
	a) Current Tax Assets (Net)	8.1	-	2,299.99
	b) Deferred Tax Assets (Net)	8.2	4,842.99	4,772.62
	c) Property, Plant and Equipment	9	4,540.38	3,461.99
	d) Other non-financial assets	10	372.19	380.61
	Total Assets		33,07,049.04	27,94,434.59
LIABILITIES AND EQUITY				
	a) Payables	11		
	(A) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises			-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		804.92	555.15
	(B) Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
	b) Debt Securities	12	6,31,098.98	6,07,201.73
	c) Borrowings (Other than debt securities)	13	22,21,905.86	17,98,183.87
	d) Deposits	14	43,516.18	49,107.87
	e) Subordinated Liabilities	15	10,285.68	10,274.28
	f) Other Financial Liabilities	16	29,036.05	17,782.36
II	Non-Financial Liabilities			
	a) Current tax liabilities (Net)	8.1	562.89	-
	b) Provisions	17	3,389.19	2,546.66
	c) Deferred tax liabilities (Net)			-
	d) Other non-financial liabilities	18	1,721.17	2,120.49
III	EQUITY			
	a) Equity Share capital	19	2,663.31	2,663.31
	b) Other Equity	20	3,62,064.81	3,03,998.87
	Total Liabilities and Equity		33,07,049.04	27,94,434.59

Significant Accounting Policies

See accompanying notes forming part of the financial statements

As per our report of even date attached

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

C R Deepak

Partner
Membership No: 215398

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

Anand M R

Partner
Membership No: 227336

1 & 2

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For and on behalf of the Board of Directors

Satyanarayana Raju K

Chairman
DIN: 08607009

Suresh S Iyer

Managing Director & CEO
DIN: 10054487

Arvind N Yennemadi

Director
DIN: 07402047

Apurav Agarwal

Chief Financial Officer
Membership No: 514170

Veena G Kamath

Company Secretary
Membership No: A23788

Place: Bengaluru

Date: 26.04.2023

Statement of Profit and Loss

for the year ended March 31, 2023

(₹ in Lakhs)

Sl. No.	Particulars	Note No.	Year ended 31 st , March 2023	Year ended 31 st , March 2022
	Revenue from Operations			
	i) Interest Income	21	2,71,541.67	1,96,966.56
	ii) Fees and Commission Income	22	2,658.02	1,816.65
I	Total Revenue from Operations		2,74,199.69	1,98,783.21
II	Other Income	23	113.42	67.51
III	Total Income (I+II)		2,74,313.11	1,98,850.72
	Expenses			
	i) Finance Costs	24	1,70,086.29	1,15,350.59
	ii) Fees and Commission Expense	25	3,198.78	2,544.65
	iii) Impairment on financial instruments	26	4,175.76	4,694.22
	iv) Employee Benefit Expenses	27	8,373.05	7,680.97
	v) Depreciation, Amortisation and Impairment	28	1,245.54	980.58
	vi) Other expenses	29	4,830.52	4,093.92
IV	Total Expenses		1,91,909.94	1,35,344.93
V	Profit before exceptional items and tax (III-IV)		82,403.17	63,505.79
	Prior Period Items			
VI	Exceptional items		-	-
VII	Profit before tax (V-VI)		82,403.17	63,505.79
VIII	Tax Expense			
	a Current Tax		19,970.99	17,039.02
	b Tax expense of earlier years		360.92	(446.20)
	c Deferred Tax		(49.97)	(197.54)
IX	Profit for the period from continuing operations (VII-VIII)		62,121.23	47,110.51
X	Profit from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit from discontinued operations (after tax) (X-XI)		-	-
XIII	Profit for the period (IX+XII)		62,121.23	47,110.51
XIV	Other Comprehensive income	39		
	A. Items that will not be reclassified to profit or loss			
	(i) Actuarial Gain/(loss)		(81.07)	(117.72)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		20.40	29.63
	B. Items that will be reclassified to profit or loss			
	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Other Comprehensive income (A+B)		(60.67)	(88.09)
XV	Total Comprehensive Income for the year (XIII+XIV)		62,060.56	47,022.42
XVI	Earnings per equity share (for continuing and discontinued operations)	38		
	Basic (₹)		46.65	35.38
	Diluted (₹)		46.65	35.38

Significant Accounting Policies

See accompanying notes forming part of the financial statements

As per our report of even date attached

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

C R Deepak

Partner
Membership No: 215398

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

Anand M R

Partner
Membership No: 227336

1 & 2

3 - 49

For and on behalf of the Board of Directors

Satyanarayana Raju K

Chairman
DIN: 08607009

Suresh S Iyer

Managing Director & CEO
DIN: 10054487

Arvind N Yennemadi

Director
DIN: 07402047

Apurav Agarwal

Chief Financial Officer
Membership No: 514170

Veena G Kamath

Company Secretary
Membership No: A23788

Place: Bengaluru

Date: 26.04.2023

Statement of Changes in Equity

for the year ended March 31, 2023

A Share Capital

(1) Balance as at 31 March 2023

(₹ in Lakhs)

Balance at the 1 st April 2022	Changes in Equity Share Capital due to prior period	Restated balance at the beginning of the current reporting period	Changes in Equity share capital during the current year	Balance as at 31 March 2023
2,663.31	-	-	-	2,663.31

(2) Balance as at 31 March 2022

(₹ in Lakhs)

Balance at the 1 st April 2022	Changes in Equity Share Capital due to prior period	Restated balance at the beginning of the current reporting period	Changes in Equity share capital during the current year	Balance as at 31 March 2022
2,663.31	-	-	-	2,663.31

B. Other Equity

Current Reporting Period

(₹ in Lakhs)

Particulars	Other Equity						Total
	Share application money pending allotment	Reserves and Surplus				Retained Earnings (refer note below)	
		Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)		
Balance as at April 01, 2022	-	27,297.54	50,548.65	81,496.45	1,08,521.34	36,134.88	3,03,998.87
Changes in accounting policy/ prior period error	-	-	-	-	-	-	-
Restated balance at April 01, 2022	-	27,297.54	50,548.65	81,496.45	1,08,521.34	36,134.88	3,03,998.87
Total Comprehensive income for the current year	-	-	-	-	-	62,060.56	62,060.56
Dividends	-	-	-	-	-	(3,994.62)	(3,994.62)
Transfer to /from retained earnings	-	-	12,412.11	12,412.11	16,864.94	(41,689.16)	-
Any other change	-	-	-	-	-	-	-
Balance as at March 31, 2023	-	27,297.54	62,960.77	93,908.57	1,25,386.28	52,511.66	3,62,064.81

Statement of Changes in Equity

for the year ended March 31, 2023

(₹ in Lakhs)

Particulars	Share application money pending allotment	Other Equity					Total
		Reserves and Surplus					
		Securities Premium	Statutory Reserves	General Reserve	Special Reserve (Including Tax Effect)	Retained Earnings (refer note below)	
Balance as at April 01, 2021	-	27,297.54	41,144.17	72,091.97	92,013.08	25,770.70	2,58,317.46
Changes in accounting policy/prior period error	-	-	-	-	-	-	-
Restated balance at April 01, 2021	-	27,297.54	41,144.17	72,091.97	92,013.08	25,770.70	2,58,317.46
Total Comprehensive Income for the As at March 31, 2022	-	-	-	-	-	47,022.42	47,022.42
Remeasurement of defined benefit plans	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	(4,660.39)	(4,660.39)
Transfer to /from retained earnings	-	-	9,404.48	9,404.48	16,508.26	(31,997.85)	3,319.38
Others	-	-	-	-	-	-	-
Balance as at March 31, 2022	-	27,297.54	50,548.65	81,496.45	1,08,521.34	36,134.88	3,03,998.87

Note: Loss (net off tax) from remeasurement of defined benefit plan of ₹ 60.67 lakhs for the current year (As at March 31, 2022 ₹ 88.09 lakhs) recognised as a part of retained earnings.

Significant Accounting Policies

See accompanying notes forming part of the financial statements

As per our report of even date attached

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For and on behalf of the Board of Directors

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

Satyanarayana Raju K

Chairman
DIN: 08607009

Suresh S Iyer

Managing Director & CEO
DIN: 10054487

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Arvind N Yennemadi

Director
DIN: 07402047

Apurav Agarwal

Chief Financial Officer
Membership No: 514170

Veena G Kamath

Company Secretary
Membership No: A23788

Place: Bengaluru

Date: 26.04.2023

Cash Flow Statement

for the year ended March 31, 2023

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2023	Year ending March 31, 2022
A)	Cash Flow from Operating Activities		
	Net Profit Before Tax and Exceptional Items	82,403.17	63,505.79
	Add:		
	i) Adjustment For:		
	Depreciation and Amortization	1,245.54	980.58
	Loss/(profit) on Sale of Assets [net]	(11.05)	0.44
	Interest on lease liability	296.66	304.57
	Winding of leases liability and right of use assets	(100.26)	(91.47)
	Interest expense accrued but not paid	10,090.11	10,138.46
	Interest income accrued but not received	(690.89)	(229.18)
	Impairment of financial instruments	4,175.76	4,694.22
	Fair Value adjustments on Debentures	45.03	33.73
	Fair Value adjustments on Investments	4.23	(9.67)
	Operating Profit before Working Capital Changes	97,458.30	79,327.47
	ii) Adjustment For Working Capital:		
	(Increase)/Decrease in Trade Receivables	(1.14)	(41.97)
	Increase/(Decrease) in Trade Payables	249.77	122.57
	(Increase)/Decrease in Other Financial Assets	188.38	4.07
	(Increase)/Decrease in Loans	(4,85,702.00)	(4,53,352.40)
	Increase/(Decrease) in Provisions	761.46	(7,796.40)
	(Increase)/Decrease in Other non-financial assets	8.42	132.14
	Increase/(Decrease) in Other financial liabilities	501.93	2,964.04
	Increase/(Decrease) in Other non-financial liabilities	(399.32)	753.15
		(4,84,392.50)	(4,57,214.80)
	Cash Generated from Operations	(3,86,934.20)	(3,77,887.33)
	Less: Income Tax Paid	17,469.03	13,743.24
	Net Cash Flow from Operating Activities	(4,04,403.23)	(3,91,630.57)
B)	Cash Flow from Investing Activities		
	Purchase of Property, Plant and Equipment	(919.61)	(348.27)
	Sale of Property, Plant and Equipment	23.66	4.89
	Investment in Government Securities	(33,309.90)	(1,07,627.41)
	(Increase)/Decrease in Other Bank balances	1,479.21	(30,062.78)
	Net Cash Flow from Investing Activities	(32,726.64)	(1,38,033.57)
C)	Cash Flow from Financing Activities		
	Short term borrowings (net)	1,19,362.11	1,06,471.24
	Long Term Borrowings taken	6,55,000.00	6,40,500.00
	Long Term Borrowings repaid	(3,50,640.12)	(3,34,408.84)
	Proceeds from deposits accepted (net)	(5,591.69)	4,860.71
	Debt Securities (net)	23,863.62	1,18,020.58
	Payment of lease liability	(951.67)	(928.53)
	Dividend	(3,994.62)	(4,660.39)
	Net Cash Flow from Financing Activities	4,37,047.63	5,29,854.77
	Increase/ (Decrease) in Cash & Cash Equivalents	(82.24)	190.63
	Cash & Cash Equivalents at the Beginning of the Year	269.88	79.25
	Cash & Cash Equivalents at the end of the Year [refer note 3(a)]	187.64	269.88

Cash Flow Statement

for the year ended March 31, 2023

(₹ in Lakhs)

Sl. No.	Particulars	Year ending March 31, 2023	Year ending March 31, 2022
	Other Notes:		
	Cash and Cash equivalents include:		
	Cash on hand	25.56	33.29
	Cheques on hand	10.00	5.05
	Balance with Banks		
	- Current Accounts	152.08	231.54
	- Fixed Deposits		-
	Total	187.64	269.88

Significant Accounting Policies

See accompanying notes forming part of the financial statements

1 & 2

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For and on behalf of the Board

Satyanarayana Raju K

Chairman
DIN: 08607009

Suresh S Iyer

Managing Director & CEO
DIN: 10054487

Arvind N Yennemadi

Director
DIN: 07402047

Apurav Agarwal

Chief Financial Officer
Membership No: 514170

Veena G Kamath

Company Secretary
Membership No: A23788

As per our report of even date attached

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Place: Bengaluru

Date: 26.04.2023

Notes forming part of Financial Statements

for the year ended March 31, 2023

1. Company Overview

Can Fin Homes Ltd (The Company), set up under the sponsorship of Canara Bank, was incorporated in the year 1987, The Company is a housing finance institution approved by National Housing Bank (NHB), the apex authority of housing in the country. It is a listed company and its shares are traded in all the major stock exchanges in the country. The company has its head office in Bengaluru, Karnataka. The financial statements of the Company has been approved by the Board of Directors at their meeting held on April 26, 2023.

2. Summary of Significant Accounting Policies:

a) Statement of compliance:

The Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III to the Companies Act, 2013 (the 'Act'). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 'Statement of Cash Flows'. The Balance Sheet, Statement of Profit and Loss, Statement of Cash Flow and Statement of Changes in Equity are together referred as the financial statement of the Company.

The financial statements of the Company are prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 under Section 133 of Act and relevant amendment rules issued thereafter ("Ind AS"). The financial statements are prepared and presented on going concern basis and the relevant provisions of Act and the guidelines and directives issued by the Reserve Bank of India (RBI) and National Housing Bank ("NHB") to the extent applicable.

b) Basis of measurement

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- i. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments);
- ii. Defined benefit and other long-term employee benefits

c) Use of estimates and judgment

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, and disclosure of Contingent liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are as below:

1. Measurement of Expected Credit Loss
2. Measurement of useful life of Property, Plant & Equipment
3. Estimation of Taxes on Income
4. Estimation of Employee Benefit Expense

d) Financial instruments

Initial recognition and measurement:

All financial instruments are recognised initially at fair value. Transaction costs that are directly attributable to the acquisition of the financial asset are recognised in determining the carrying amount, if it is not classified as at fair value through profit or loss.

Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognised on trade date. Loans, borrowings and payables are recognised net of directly attributable transaction costs. Subsequently, financial instruments are measured according to the category in which they are classified.

Subsequent measurement:

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following

Notes forming part of Financial Statements

for the year ended March 31, 2023

categories: non- derivative financial assets comprising amortised cost, debt instruments at fair value through other comprehensive income (FVTOCI), equity instruments at FVTOCI or fair value through profit and loss account (FVTPL), non-derivative financial liabilities at amortised cost or FVTPL and derivative financial instruments (under the category of financial assets or financial liabilities) at FVTPL.

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition.

a) Non-derivative financial assets

(i) Financial assets at amortised cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

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

They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest rate method, less any impairment loss.

Financial assets at amortised cost are represented by trade receivables, certain investments, security deposits, cash and cash equivalents, employee and other advances and eligible current and non-current assets. Cash and cash equivalents are highly liquid instruments that are readily convertible into cash and which are subject to an insignificant risk of changes in value and comprise cash on hand and in banks and demand deposits with banks which can be withdrawn at any time without prior notice or penalty on the principal.

(ii) Debt instruments at FVTOCI

A debt instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- (a) the objective of the business model is achieved by both collecting contractual cash flows and selling financial assets and
- (b) the asset's contractual cash flow represents SPPI

Debt instruments included within FVTOCI category are measured initially as well as at each reporting period at fair value plus transaction costs. Fair value movements are recognised in other comprehensive income (OCI). However, the Company recognises interest income, impairment losses & reversals and foreign exchange gain/(loss) in statement of profit and loss. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from equity to profit and loss. Interest earned is recognised under the effective interest rate (EIR) model.

(iii) Debt Instruments at FVTPL

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income.

b) Non-derivative financial liabilities

(i) Financial liabilities at amortised cost

Financial liabilities at amortised cost represented by borrowings, trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

e) Statement of Cash Flows:

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand, book overdraft and are considered part of the Company's cash management system.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Cash flows are reported using the indirect method whereby profit or loss is adjusted for the effects of the transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows.

f) Property, plant and equipment

i) Recognition and measurement: Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Costs include directly attributable expenditure incurred up to the date the asset is ready for its intended use.

Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital advances and capital work-in-progress respectively. Depreciation is not recorded on capital work-in-progress until installation is complete and the asset is ready for its intended use.

Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or disposition of the asset and the resultant gains or losses are recognized in the statement of profit and loss.

ii) Depreciation:

Depreciation on tangible assets is provided on the Written Down Value method over the estimated useful life of the assets as prescribed in Schedule II of the Companies Act, 2013, except in case of servers, where the useful life is estimated to be 3 years considering its nature, estimated usage, operating conditions, anticipated technological changes, manufacturers warranties and maintenance support.

Depreciation methods, useful life and residual values are reviewed at least at each year end. Changes in expected useful life are treated as change in accounting estimate.

When parts of an item of property, plant and equipment have different useful life, they are accounted for as separate items (major components) of property, plant and equipment.

g) Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairments. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors.

The estimated useful lives of intangible assets for the current and comparative period are as follows:

Asset	Estimated useful life
Software	5 Years

h) Lease

The Company recognises assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. The Company is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. The Company measures right-of-use assets similarly to other non-financial assets (such as property, plant and equipment) and lease liabilities similarly to other financial liabilities. As a consequence, the Company recognises depreciation on the right-of-use asset and interest on the lease liability. The depreciation would usually be on a straight-line basis. Assets and liabilities arising from a lease are initially measured on a present value basis. The measurement includes non-cancellable lease payments (including inflation-linked payments), and also includes payments to be made in optional periods if the Company is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease.

i) Impairment

i) Financial assets

Ind AS 109 establishes a credit risk impairment model based on expected losses. This model will apply to

Notes forming part of Financial Statements

for the year ended March 31, 2023

loans and debt instruments measured at amortised cost or at fair value through shareholders' equity (on a separate line), to loan commitments and financial guarantees not recognised at fair value, as well as to lease receivables. The impairment model under Ind AS 109 requires accounting for 12-month expected credit losses (that result from the risk of default in the next 12 months) on the financial instruments issued or acquired, as of the date of initial recognition on the balance sheet. Expected credit losses at maturity (that result from the risk of default over the life of the financial instrument) will be recognised if the credit risk has increased significantly since initial recognition (Stage 2) or have become credit impaired (Stage 3). Stage wise classification will be made in accordance with the guidelines issued by National Housing Bank / Reserve Bank of India and accordance with applicable laws and Indian Accounting Standards.

Under the standard, there is also a rebuttable presumption that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due. Based on past experience, the company has developed the ECL model based on this presumption and uses 30 days past due as the trigger for confirming a significant increase in credit risk. The structure of the ECL model developed by the company is :

The Company assesses periodically and at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. Impairment allowances represent management's best estimate of the losses incurred within the loan portfolios at the balance sheet date. They are calculated on a collective basis for portfolios of loans of a similar nature and on an individual basis for significant loans. The calculation of both collective and specific impairment allowances is inherently judgmental. Collective impairment allowances are calculated using models which approximate the impact of current economic and credit conditions on large portfolios of loans. The inputs to these models are based on historical loss experience with judgement applied to determine the assumptions (for example the value of collateral) used to calculate impairment. The amount of provision for loan losses is calculated by multiplying the exposure at default (EAD), Probability of Default (PD) and Loss Given Default (LGD).

EAD: The exposure at default (EAD) represents the gross carrying amount of the financial assets subject to the impairment calculation.

PD: is the probability of whether borrowers will default on their obligations which are calculated based on historical default rate summary of past years.

LGD: The loans are secured by adequate property. The present value of such collateral property is considered while calculating the Expected Credit Loss. The Company initiates recovery process of Non Performing accounts within the statutory time limit as prescribed under SARFAESI Act, 2002 and other applicable laws and accordingly the realizable period has been considered for computing the Realisable Present Value of Collateral.

Stage 1: 12-months ECL The Company assesses ECL on exposures where there has not been a significant increase in credit risk since initial recognition and that were not credit impaired upon origination. For these exposures, the Company recognises as a collective provision the portion of the lifetime ECL associated with the probability of default events occurring within the next 12 months.

Stage 2: Lifetime ECL – not credit impaired: The Company collectively assesses ECL on exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired. For these exposures, the Company recognises as a collective provision, a lifetime ECL (i.e. reflecting the remaining lifetime of the financial asset).

Stage 3: Lifetime ECL – credit impaired: The Company identifies, both collectively and individually, ECL on those exposures that are assessed as credit impaired based on whether one or more events, that have a detrimental impact on the estimated future cash flows of that asset have occurred. For exposures that have become credit impaired, a lifetime ECL is recognised as a collective or specific provision. The company assumes that the loan is defaulted if the days past due exceeds 90 days.

The measurement of impairment losses (ECL) across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows based on Company's historical experience and collateral values when determining impairment losses along with the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Elements of the ECL models that are considered accounting judgements and estimates include:

- Bifurcation of the financial assets into different portfolios when ECL is assessed on collective basis.
- Company's criteria for assessing if there has been a significant increase in credit risk.
- Development of ECL models, including choice of inputs / assumptions used.

ii) Non-financial assets

The Company assesses at each Balance sheet date whether there is any objective evidence that a non-financial asset or a group of non-financial assets maybe impaired. If any such indication exists, the Company estimates the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in the statement of profit and loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through the statement of profit and loss.

j) Employee Benefits

The Company participates in various employee benefit plans. Post-employment benefits are classified as either defined contribution plans or defined benefit plans. Under a defined contribution plan, the Company's only obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks fall on the employee. The expenditure for defined contribution plans is recognized as expense during the period when the employee provides service. Under a defined benefit plan, it is the Company's obligation to provide agreed benefits to the employees. The related actuarial and investment risks fall on the Company. The present value of the defined benefit obligations is calculated using the projected unit credit method.

The Company has the following employee defined contribution plans:

i) Employee State Insurance

The Company's contribution to state plans namely Employee's State Insurance Scheme is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

ii) Employee Pension Scheme

The Company's contribution to state plans namely Employee's Pension Scheme is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which the employee renders services.

iii) Employee Provident Fund.

Liability in respect of contribution to Employee Provident fund is estimated on the basis of valuation in a manner similar to gratuity liability and is recognised in the balance sheet net of the fair value of the plan assets.

iv) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump-sum payment to employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days of last drawn salary for every completed year of service. Vesting occurs upon completion of five years of service. The Company make annual contributions to gratuity funds established as trusts and accounts for the liability for Gratuity benefits payable in the future based on actuarial valuation.

Actuarial gains or losses are recognized in other comprehensive income. Further, the statement of profit and loss does not include an expected return on plan assets. Instead net interest recognized in statement of profit and loss is calculated by applying the discount rate used to measure the defined benefit obligation to the net defined benefit liability or asset. The actual return on the plan assets above or below the discount rate is recognized as part of re-measurement of net defined liability or asset through other comprehensive income.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Re-measurements comprising actuarial gains or losses and return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are not reclassified to statement of profit and loss in subsequent periods.

v) Compensated absences

The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilised accumulating compensated absences and utilise it in future periods or receive cash at retirement or termination of employment. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognizes accumulated compensated absences based on actuarial valuation. Non-accumulating compensated absences are recognized in the period in which the absences occur. The Company recognizes actuarial gains and losses immediately in the statement of profit and loss.

vi) Leave Travel Concessions:

All confirmed employees are entitled to leave travel concession once in two years, the liability in this respect is recognised in the year the related service is rendered at the undiscounted amount of the benefit expected to be paid in exchange for that service.

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is

virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

k) Revenue recognition

Revenue is measured at fair value of consideration received or receivable. Revenues are recognised when collectability of the resulting receivables is reasonably assured.

i) Interest

Interest income and expense are recognised in the statement of profit or loss using the effective interest (EIR) method. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Company estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses.

For credit impaired assets overdue interest is treated to accrue on realization, due to uncertainty of realization and is accounted for accordingly.

Fees that are integral part of EIR are recognised as interest income.

ii) Fees and Commission

Fees and commission income include fees other than those that are an integral part of EIR. The company recognises such fee and commission income in accordance with terms of the relevant contracts / agreements with the customers.

iii) Insurance Commission

Commission on sale of insurance policies are recognised on an accrual basis in accordance with the agreed rates with the Insurer.

iv) Income from Investments

Interest Income on Investments in government securities is recognized as it accrues in the statement of profit and loss, using the effective interest method and interest on other investments is recognised on accrual basis.

Notes forming part of Financial Statements

for the year ended March 31, 2023

v) Dividend Income

Dividend income is recognized in the statement of profit and loss on the date that the Company's right to receive payment is established.

vi) Other income

Other Income represents income earned from the activities incidental to the business of the Company and is recognised when the right to receive the income is established as per the terms of the contracts.

l) Finance expense

Finance expenses consist of interest expense on loans and borrowings. Borrowing costs are recognized in the statement of profit and loss using the effective interest method.

m) Foreign Currency

i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (i.e. the "functional currency"). The financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the Company.

ii) Transactions and Translations

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date. Exchange differences arising on settlement of transactions are recognised in the statement of profit and loss.

Foreign currency gains and losses are reported on a net basis. This includes changes in the fair value of foreign exchange derivative instruments, which are accounted at fair value through profit or loss.

n) Income tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly

recognized in equity or in other comprehensive income in which case is also recognised outside the statement of profit and loss.

a) Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amount are those that are enacted or substantively enacted by the reporting date and applicable for the period. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the asset and liability simultaneously.

b) Deferred taxes

Deferred tax is recognized using the balance sheet approach. Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilised business loss and depreciation carry forwards and tax credits.

Deferred tax asset is recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

o) Earnings per share (EPS)

Basic earnings per share is computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the period.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Diluted EPS is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

p) Borrowing Costs

Borrowing costs include interest, commission/brokerage on deposits and exchange differences arising from foreign currency borrowings to the extent they are regarded as adjustment to interest cost. Interest expenses are accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate (EIR) applicable. The effective interest method is a method of calculating the amortised cost of a financial liability and allocating interest expenses over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

q) Provisions and contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation

at the end of each reporting period, taking into account the risks and uncertainties surrounding the obligation. When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably. Contingent liabilities are not recognized but are disclosed in the notes to financial statements. Contingent assets are not recognized but are disclosed in the notes to financial statements when economic inflow is probable.

r) Onerous contracts

Provision for onerous contracts i.e., contracts where the expected unavoidable costs of meeting the obligations under the contract exceed benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

s) Segment

The Company is engaged mainly in the business of Housing finance. The Company is also involved in the corporate insurance agency business activity, however it is not a separate reportable segment as per the Ind AS 108 "Operating Segments", specified under Section 133 of the Companies Act, 2013. This in the context of Ind AS 108 – operating segments reporting are considered to constitute one reportable segment.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 3

(a) Cash and Cash Equivalents

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Cash on hand	25.56	33.29
(ii)	Balances with Banks	152.08	231.54
(iii)	Cheques, drafts on hand	10.00	5.05
	Total	187.64	269.88

(b) Balances with Banks other than in (a) above

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Unclaimed Dividend (earmarked)	221.92	220.53
(ii)	Share Application Money Pending Allotment	-	-
(iii)	Balances with Bank held for SLR [refer Note 3.1 below]	436.95	1,917.55
(iv)	Balances with bank held as security for overdraft facility [refer Note 3.2 below]	30,000.00	30,000.00
	Total	30,658.87	32,138.08

3.1 The above deposits are held to comply with the Statutory Liquidity Assets required to be maintained as per NHB /Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors.

3.2 Deposit are under lien as security for overdraft facility.

Note 4 Trade Receivables

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Unsecured (considered good)- Insurance commission receivable (refer note 44)	113.91	112.77
(ii)	Receivables Secured (considered good)	-	-
(iii)	Receivables which have significant increase in Credit Risk	-	-
(iv)	Receivables - credit impaired	-	-
	Total	113.91	112.77
	Less: Allowance for impairment loss		
	Net Total	113.91	112.77

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 4 Trade Receivables (Contd.)

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction - as on 31 st March 2023					Total
		Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i)	Undisputed trade receivables considered good	54.34	-	-	-	-	54.34
(ii)	Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed trade receivables credit impaired	-	-	-	-	-	-
(iv)	Disputed trade receivables considered good	-	-	-	-	-	-
(v)	Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed trade receivables credit impaired	-	-	-	-	-	-
(vii)	Unbilled revenue	59.57	-	-	-	-	59.57

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction - as on 31 st March 2022					Total
		Less than 6 months	6 months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
(i)	Undisputed trade receivables considered good	-	-	-	-	-	-
(ii)	Undisputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed trade receivables credit impaired	-	-	-	-	-	-
(iv)	Disputed trade receivables considered good	-	-	-	-	-	-
(v)	Disputed trade receivables which have significant increase in credit risk	-	-	-	-	-	-
(vi)	Disputed trade receivables credit impaired	-	-	-	-	-	-
(vii)	Unbilled revenue	112.77	-	-	-	-	112.77

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023					Sub total	Total
		Amortised Cost	At Fair Value					
			Through OCI	At FVTPL	Designated at FVTPL			
A	Loans							
(i)	Term Loans (refer note 5.1 below)	31,50,107.42	-	-	-	-	31,50,107.42	
(ii)	Others	-	-	-	-	-	-	
	Total	31,50,107.42	-	-	-	-	31,50,107.42	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	30,774.77	-	-	-	-	30,774.77	
	Total	31,19,332.65	-	-	-	-	31,19,332.65	
B.							-	
(i)	Sec ured by tangible assets (refer note 5.2 below)	31,49,312.50	-	-	-	-	31,49,312.50	
(ii)	Secured by intangible assets	-	-	-	-	-	-	
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	-	
(iv)	Unsecured	794.92	-	-	-	-	794.92	
	Total	31,50,107.42	-	-	-	-	31,50,107.42	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6)	30,774.77	-	-	-	-	30,774.77	
	Total	31,19,332.65	-	-	-	-	31,19,332.65	
C.								
	Loans in India		-	-	-	-	-	
(i)	Public Sector	-	-	-	-	-	-	
(ii)	Others:							
a)	Individual	31,50,107.42					31,50,107.42	
b)	Corporate	-					-	
	Total	31,50,107.42	-	-	-	-	31,50,107.42	
	Less: Impairment Loss Allowance (refer note 5.4 below)	30,774.77	-	-	-	-	30,774.77	
	Total (C I)	31,19,332.65	-	-	-	-	31,19,332.65	
	II Loans outside India							
	Less: Impairment Loss Allowance	-	-	-	-	-	-	
	Total (C II)	-	-	-	-	-	-	
	Total (CI+CII)	31,19,332.65	-	-	-	-	31,19,332.65	

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans (Contd..)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022				Sub total	Total
		Amortised Cost	At Fair Value				
			Through OCI	At FVTPL	Designated at FVTPL		
A	Loans						
(i)	Term Loans (refer note 5.1 below)	26,64,845.99	-	-	-	26,64,845.99	
(ii)	Others	-	-	-	-	-	
	Total	26,64,845.99	-	-	-	26,64,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	27,039.58	-	-	-	27,039.58	
	Total	26,37,806.41	-	-	-	26,37,806.41	
B.						-	
(i)	Secured by tangible assets (refer note 5.2 below)	26,64,301.69	-	-	-	26,64,301.69	
(ii)	Secured by intangible assets	-	-	-	-	-	
(iii)	Covered by Bank/Government Guarantees	-	-	-	-	-	
(iv)	Unsecured	544.30	-	-	-	544.30	
	Total	26,64,845.99	-	-	-	26,64,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	27,039.58	-	-	-	27,039.58	
	Total	26,37,806.41	-	-	-	26,37,806.41	
C.							
	I Loans in India					-	
(i)	Public Sector	-	-	-	-	-	
(ii)	Others:						
	a) Individual	26,64,805.15				26,64,805.15	
	b) Corporate	40.84				40.84	
	Total	26,64,845.99	-	-	-	26,64,845.99	
	Less: Impairment Loss Allowance (refer note 5.4 and 5.6 below)	27,039.58	-	-	-	27,039.58	
	Total (C I)	26,37,806.41	-	-	-	26,37,806.41	
	II Loans outside India					-	
	Less: Impairment Loss Allowance	-	-	-	-	-	
	Total (C II)	-	-	-	-	-	
	Total (CI+CII)	26,37,806.41	-	-	-	26,37,806.41	

Note 5.1 Loans outstanding is net of processing fee which is recognised as interest income using EIR method.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans (Contd..)

Note 5.2 Loans and instalments due from borrowers are secured, partly secured or otherwise by:

- Registered mortgage of property and/or
- Other securities, assignment of life insurance policies and/or
- Personal Guarantees and/or
- Undertaking to create a security or perfection security
- Vehicles Loan given to employees are secured by hypothecation of vehicles

Note 5.3

The Company has acquired certain assets under SARFAESI Act which are retained for the purpose of sale under the rules and regulations of SARFAESI Act involving realisable value of ₹ 4,666.53 lakhs (Market value as at March 31, 2022 : ₹ 2,963.79 lakhs), which are part of NPA portfolio aggregating to ₹ 4,220.43 lakhs (As at March 31, 2022: ₹ 2,134.75 lakhs) for which necessary provisions have already been made. These assets are accounted as and when they are realised.

Note 5.4 Break up of Loans & Advances and Provisions thereon

(₹ in Lakhs)

Particulars	Housing		Non - Housing	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Standard Assets:				
a) Total Outstanding Amount	24,95,501.78	21,49,288.06	6,43,439.66	5,04,774.68
b) Provision made	10,424.69	5,373.42	2,791.06	4,409.72
Sub-Standard Assets:				
a) Total Outstanding Amount	2509.88	953.55	914.87	276.80
b) Provision made	899.65	149.96	219.99	43.89
Doubtful Assets - Category I:				
a) Total Outstanding Amount	664.11	3,208.23	172.90	850.77
b) Provision made	323.54	915.66	31.88	253.55
Doubtful Assets - Category II:				
a) Total Outstanding Amount	4494.73	4,648.71	2,454.67	2,634.07
b) Provision made	2,394.42	2,000.20	1,055.76	1,137.66
Doubtful Assets - Category III:				
a) Total Outstanding Amount	2856.69	1,668.22	1,272.77	819.04
b) Provision made	1,538.56	1,668.22	644.34	819.04
Loss Assets:				
a) Total Outstanding Amount	1817.53	1,738.28	226.54	261.15
b) Provision made	1,762.31	1,738.28	219.74	261.15
Total				
a) Total Outstanding Amount	25,07,844.72	21,61,505.05	6,48,481.41	5,09,616.51
b) Provision made	17,343.17	11,845.74	4,962.77	6,925.01

Note:

- The Total Outstanding Amount means Principal + accrued interest + other charges pertaining to loans excluding Ind AS adjustments

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans (Contd..)

- b. The category of Doubtful Assets will be as under:
- c. As on March 31, 2023 the NHL category includes Commercial Housing Loan of ₹. 2,88,590.92 Lakhs (As at March 31, 2022 - ₹ 2,19,125.56 Lakhs)

Period for which the assets has been considered Doubtful	Category
Upto one year	Category - I
One to three years:	Category - II
More than three years :	Category - III

- d. Provisions disclosed above excludes additional provision of ₹ 1,700 lakhs (as at March 31, 2022 ₹ 1,500 lakhs) and restructured provision ₹ 6,768.84 lakhs (as at March 31, 2022 ₹ 6,768.84 lakhs)

Note 5.5

As per the Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 defined the principal business criteria for HFCs.

Details of principal business criteria as on March 31, 2023 and March 31, 2022 are as follows ;

As at	% of total assets towards housing finance	% of total assets towards housing finance for individuals
March 31, 2023	75.89%	75.89%
March 31, 2022	77.48%	77.48%

Note 5.6:

- (i) The above asset classification are as per the Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Directions, 2021 as on March 31, 2023.

The Company has calculated ECL based on the days past due (DPD) as it existed before the loan was considered for one time restructure (OTR). However, the OTR cases are shown in Stage 2 in all cases, except those which are above 90 DPD, which is shown in Stage 3 refer note 40.

Note 5.7:

OTR cases, the classification of the assets has been kept as on the date of the loan considered for one time restructure (OTR) the OTR cases are classified in Stage 2 in all cases, except those which are above 90 DPD, which is shown in Stage 3 refer note 40.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans (Contd..)

Note 5.8

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2023

(₹ in Lakhs)

Particulars	In Days				In Months				In Years				Total
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years			
Liabilities-													
Deposits	713.52	339.75	944.33	1,906.86	2,655.81	6,092.35	18,450.50	11,064.89	1,348.17	-	-	-	43,516.18
Borrowings from Banks**	27,147.24	1,127.19	97,601.36	1,96,429.01	1,44,196.04	1,11,861.03	1,11,861.03	6,11,060.25	4,48,133.99	3,33,823.70			20,83,240.84
Market Borrowings-													
NCD and CP*	-	-	75,000.00	25,000.00	60,000.00	-	27,500.00	3,23,500.00	1,23,600.00	-	-	-	6,34,600.00
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-
Assets-													
Advances**	18,177.70	3,045.19	6,960.43	24,604.64	27,060.16	80,929.57	1,64,215.40	4,05,174.39	4,08,515.69	20,17,642.96			31,56,326.13
Investments (Includes bank deposits)	-	-	-	30,027.61	-	-	409.35	100.00	-	1,44,150.00			1,74,686.95
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 5 Loans (Contd..)

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2022

Particulars	In Days				In Months			In Years			Total
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years	
Liabilities-											
Deposits	1,730.88	290.35	946.55	1,920.06	702.32	4,774.88	13,998.23	19,319.45	5,373.02	52.12	49,107.87
Borrowings from Banks**	20,680.97	1,083.33	1,38,216.92	54,183.35	53,845.44	1,85,595.72	2,02,724.63	5,62,508.41	3,24,192.84	2,53,500.93	17,96,532.55
Market Borrowings-											
NCD and CP*	-	30,000.00	-	95,000.00	35,000.00	1,29,500.00	50,000.00	1,40,000.00	1,36,000.00	-	6,15,500.00
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-	-
Assets-											
Advances**	14,613.15	1,911.15	4,671.70	21,098.09	24,385.59	77,115.46	1,55,062.96	3,40,126.40	3,42,931.28	16,89,433.97	26,71,349.75
Investments (Includes deposits)	-	-	30,000.00	26.35	20.00	470.64	1,400.57	100.00	-	1,11,649.99	1,43,667.55
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-

* NCD and CP taken at face value.

** Excluding Ind AS adjustments.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 6 Investments

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023						
		Amortised Cost	At Fair Value			Sub total	Others	Total
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds	-	-	-	-	-	-	
(ii)	Government Securities (refer note 6.1 below)*	1,45,903.13	-	-	-	1,45,903.13	1,45,903.13	
(iii)	Other Approved Securities	-	-	-	-	-	-	
(iv)	Others	-	-	-	-	-	-	
(A)	Total	1,45,903.13	-	-	-	1,45,903.13	1,45,903.13	
(i)	Investments outside India	-	-	-	-	-	-	
(ii)	Investments in India	1,45,903.13	-	-	-	1,45,903.13	1,45,903.13	
(B)	Total	1,45,903.13	-	-	-	1,45,903.13	1,45,903.13	
	Less: Impairment Loss Allowance	-	-	-	-	-	-	
	Total	1,45,903.13	-	-	-	1,45,903.13	1,45,903.13	

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2022						
		Amortised Cost	At Fair Value			Sub total	Others	Total
			Through OCI	At FVTPL	Designated at FVTPL			
(i)	Mutual Funds	-	-	-	-	-	-	
(ii)	Government Securities (refer note 6.1 below)*	1,12,597.47	-	-	-	1,12,597.47	1,12,597.47	
(iii)	Other Approved Securities	-	-	-	-	-	-	
(iv)	Others	-	-	-	-	-	-	
(A)	Total	1,12,597.47	-	-	-	1,12,597.47	1,12,597.47	
(i)	Investments outside India	-	-	-	-	-	-	
(ii)	Investments in India	1,12,597.47	-	-	-	1,12,597.47	1,12,597.47	
(B)	Total	1,12,597.47	-	-	-	1,12,597.47	1,12,597.47	
	Less: Impairment Loss Allowance	-	-	-	-	-	-	
	Total	1,12,597.47	-	-	-	1,12,597.47	1,12,597.47	

*Above investment value includes interest accrued but not due.

Note 6.1: Details of investment held in Government Securities.

(₹ in Lakhs)

Sl. No.	Government securities	At cost	
		As at March 31, 2023	As at March 31, 2022
		1	6.01% GOI 25.03.2028
2	8.26% MAHARASHTRA SDL02.01.2029	500.00	500.00
3	9.19% KERALA SDL 28.05.2024	109.34	109.34
4	8.05% GUJARAT SDL 31.01.2028	511.60	511.60
5	8.16% GUJARAT SDL 09.05.2028	213.08	213.08
6	7.17% KARNATAKA SDL 27.11.2029	547.57	547.57
7	7.70% MAHARASHTRA SDL 2032	1,494.45	-
8	7.81% UP SDL 2034	1,000.00	-
9	7.35% KARNATAKA SDL 24.02.2040	2,527.25	2,527.25

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 6 Investments (Contd..)

(₹ in Lakhs)

Sl. No.	Government securities	At cost	
		As at March 31, 2023	As at March 31, 2022
10	6.49% KARNATAKA SDL 18.11.2030	3,417.40	3,417.40
11	6.51% KARNATAKA SDL 30.12.2030	9,767.00	9,767.00
12	6.78% MAHARASHTR SDL 25.05.2031	4,957.50	4,957.50
13	6.85% MADHYA PRD SDL 15.09.2031	9,936.00	9,936.00
14	6.95% GUJARAT SDL 14.07.2031	2,504.00	2,504.00
15	6.95% MAHARASHTR SDL 14.07.2031	2,301.84	2,301.84
16	6.95% TAMILNADU SDL 07.07.2031	2,498.00	2,498.00
17	6.98% ASSAM SDL 25.08.2031	1,506.00	1,506.00
18	7.00% MADHYA PRA SDL 14.07.2031	2,406.00	2,406.00
19	7.03% KARNATAKA SDL13.10.2032	5,025.50	5,025.50
20	7.04% KERALA SDL 01.09.2034	14,901.00	14,901.00
21	7.04% TELANGANA SDL 22.12.2032	2,506.50	2,506.50
22	7.05% ANDHRA PRADESH 01.09.2035	2,509.75	2,509.75
23	7.10% MAHARASHTR SDL 04.08.2036	6,435.00	6,435.00
24	7.12%KARNATAKA SDL 29.12.2034	10,979.10	10,979.10
25	7.18% TELANGANA SDL 05.01.2033	6,988.80	6,988.80
26	6.91% MAHARASHTRA SDL 15.09.2033	17,672.86	17,672.86
27	7.85% Kerala SDL 2035	22,761.00	-
28	7.84% Telangana SDL 2036	7,582.50	-
	Total	1,44,059.04	1,11,221.09

Note 6.2

The above investments (investment SI No. 1 to 9) are made to comply with the Statutory Liquidity Assets to be maintained under NHB/Non-Banking Financial Company-Housing Finance Company (Reserve Bank) Direction, 2021. These carry a floating charge created in favour of trustees of depositors. The total investments under Statutory Liquidity Assets include ₹ 7,403.29 lakhs (As at March 31, 2022 - ₹ 4,955.26 lakhs) [valued at amortised cost] in Government securities and ₹ 436.95 lakhs (As at March 31, 2022 - ₹ 1,917.55 lakhs) in deposits with Nationalised Bank.

Note 6.2.1 Also refer Note 43

Note 6.3

Disclosure of Investment as per the Non Banking Financial Company - Housing Finance Company (Reserve Bank) Direction, 2021.
(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Value of Investments		
i) Gross Value of investments (valued at amortised cost)		
a) In India	1,45,903.13	1,12,597.47
b) Outside India	-	-
ii) Provisions for Depreciation		
a) In India	-	-
b) Outside India	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 6 Investments (Contd..)

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
iii) Net value of Investments (valued at amortised cost)		
a) In India	1,45,903.13	1,12,597.47
b) Outside India		
Movement of provisions held towards depreciation on investments		
i) Opening Balance	-	-
ii) Add Provisions made during the year		-
iii) Less Write-off / Write-back of excess provisions during the year		-
iv) Closing Balance	-	-

Note 7 Other Financial Assets

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2023	As at March 31, 2022
(i)	Security deposits	325.17	301.62
(ii)	Interest income accrued but not due on deposits with banks	690.89	229.18
(iii)	Staff advance	81.22	63.97
	Total	1,097.28	594.77

Note 8

8.1 Current Tax Assets (Net)

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2023	As at March 31, 2022
(i)	Advance Income tax (net of provision)*	-	2,299.99
	Total	-	2,299.99

8.1 Current Tax Liability (Net)

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2023	As at March 31, 2022
(i)	Provision for tax (net of advance payment of tax)*	562.89	-
	Total	562.89	-

* Includes amounts paid/adjusted under dispute of ₹ 7.39 lakhs

8.2 Deferred Tax Assets (Net)

Sl. No.	Particulars	(₹ in Lakhs)	
		As at March 31, 2023	As at March 31, 2022
	Deferred Tax Assets on:		
(i)	Property, plant and equipment	197.49	162.83
(ii)	Expected Credit Loss Provision	2,343.04	2,292.71
(iii)	Provision for employee benefits	529.93	438.91

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 8 (Contd..)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(iv)	Financial assets/liabilities carried at amortised cost	1,772.53	1,878.17
	Total (A)	4,842.99	4,772.62
	Deferred Tax Liabilities on:		
(i)	Property, plant and equipment	-	-
(ii)	Financial assets/liabilities carried at amortised cost	-	-
	Total (B)		
	Total (A) - (B)	4,842.99	4,772.62

Note 9 Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Tangible Assets									Total
	Land - Free Hold	Owned	Right of use asset (Refer Note 45)	Furniture and Fixtures	Computers	Office equipment	Electrical equipments	Vehicles - cars	Vehicles - Two wheelers	
Gross Carrying Value	98.69	207.45	3,995.47	1,371.99	1,049.07	54.33	857.49	73.98	130.40	7,838.86
As at April 01, 2022										
Additions	-	-	1,457.93	237.80	473.20	6.46	172.23	-	29.92	2,377.54
Disposals/ Adjustments	-	-	385.59	23.17	164.96	3.99	60.71	17.46	13.13	669.01
As at March 31, 2023	98.69	207.45	5,067.81	1,586.62	1,357.31	56.79	969.01	56.52	147.19	9,547.39
Accumulated Depreciation	-	142.77	1,471.12	1,002.97	925.24	50.03	621.38	65.53	97.84	4,376.87
As at April 01, 2022										
Charge for the period	-	3.87	684.33	130.18	321.61	3.22	87.36	2.60	12.38	1,245.54
Disposals/ Adjustments	-	-	344.66	20.86	163.92	3.98	52.98	16.90	12.09	615.40
As at March 31, 2023	-	146.64	1,810.78	1,112.29	1,082.93	49.26	655.76	51.22	98.13	5,007.02
Net Carrying Value as at March 31, 2023	98.69	60.81	3,257.03	474.33	274.39	7.53	313.25	5.29	49.06	4,540.38
Gross Carrying Value	98.69	207.45	3,987.30	1,249.24	954.04	52.55	812.76	82.99	126.32	7,571.34
As at April 01, 2021										
Additions	-	-	900.26	137.65	122.27	1.97	76.69	-	9.68	1,248.54
Disposals/ Adjustments	-	-	892.10	14.91	27.24	0.20	31.96	9.01	5.60	981.01
As at March 31, 2022	98.69	207.45	3,995.47	1,371.99	1,049.07	54.33	857.49	73.98	130.40	7,838.86
Accumulated Depreciation										
As at April 01, 2021	-	138.65	1,129.69	915.85	816.37	46.80	577.80	70.46	93.26	3,788.89
Charge for the period	-	4.12	650.42	100.83	136.10	3.41	71.96	3.91	9.84	980.58
Disposals/ Adjustments	-	-	308.99	13.70	27.23	0.19	28.38	8.84	5.26	392.60
As at March 31, 2022	-	142.77	1,471.12	1,002.97	925.24	50.03	621.38	65.53	97.84	4,376.87
Net Carrying Value as at March 31, 2022	98.69	64.68	2,524.35	369.01	123.84	4.30	236.11	8.45	32.56	3,461.99

i. Freehold land includes value of undivided share in the land in case of certain properties owned by the Company.

ii. The Company has not revalued any property, plant and equipments during the years reported above.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 10 Other Non-financial Assets

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2023	March 31, 2022
(i)	Advance to employees	0.41	0.65
(ii)	Advance to capital vendors	0.50	6.50
(iii)	GST Input Credit	42.25	125.88
(iv)	Surplus in Gratuity Fund (net of provision)	-	46.35
(v)	Others	329.03	201.23
	Total	372.19	380.61

Note 11: Payables

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2023	March 31, 2022
	A. Trade Payables:		
(i)	total outstanding dues of micro enterprises and small enterprises		-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	804.92	555.15
	B. Other Payables		
(i)	total outstanding dues of micro enterprises and small enterprises	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
	Total	804.92	555.15

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction as at March 31, 2023				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
		(i)	MSME	-	-	
(ii)	Others	804.92	-	-	-	804.92
(iii)	Disputed dues - MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

(₹ in Lakhs)

Sl. No.	Particulars	Outstanding for following periods from the date of the transaction as at March 31, 2022				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
		(i)	MSME	-	-	
(ii)	Others	555.15	-	-	-	555.15
(iii)	Disputed dues - MSME	-	-	-	-	-
(iv)	Disputed dues - Others	-	-	-	-	-

11.1 Trade payables include ₹ Nil (As at March 31, 2022 Nil) payable to "Suppliers" registered under The Micro, Small & Medium Enterprises Development Act 2006. No interest has been paid by the company during the year to the "suppliers" covered under The Micro, Small & Medium Enterprises Development Act, 2006. The above information has been presented based on the information received by the Company in this regard from the suppliers.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 12 Debt Securities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023				As at March 31, 2022			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(i)	Liability component of compound financial instruments	-	-	-	-	-	-	-	-
(ii)	Others: Secured								
	Redeemable Non Convertible Non-Cumulative Debentures (refer Note 12.1 & 12.2 below)	4,97,525.51	-	-	4,97,525.51	3,32,000.22	-	-	3,32,000.22
(iii)	Others: Unsecured								
	Commercial Paper (Refer Note 12.3 below)	1,33,573.47	-	-	1,33,573.47	2,75,201.51	-	-	2,75,201.51
(A)	Total	6,31,098.98			6,31,098.98	6,07,201.73			6,07,201.73
	Debt securities in India	6,31,098.98	-	-	6,31,098.98	6,07,201.73	-	-	6,07,201.73
	Debt securities outside India	-	-	-	-	-	-	-	-
(B)	Total	6,31,098.98			6,31,098.98	6,07,201.73			6,07,201.73

12.1 During the year the Company has issued Secured Redeemable Non-Convertible Non-Cumulative Taxable Debentures. These debentures are secured by way of floating charge on the assets i.e., loan receivables specifically earmarked for this purpose are as follows.

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.80% CFHL 6SRNCP2021 2025	24-08-2022	24-11-2025	7.80%	1,00,000.00
8.08% CFHL 1SRNCD 2022 2026	23-12-2022	23-03-2026	8.08%	30,100.00
8.45% CFHL 2SRNCD 2022 2026	27-02-2023	27-05-2026	8.45%	93,500.00
Total				2,23,600.00

During the prior years company had issued Secured Redeemable Non-Convertible Non-Cumulative Taxable Debentures. These debentures are secured by way of floating charge on the assets i.e., loan receivables specifically earmarked for this purpose are as follows.

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
6.10% CFHL 1SRNCD2021 2025	10-11-2021	10-02-2025	6.10%	27,500.00
6.70% CFHL 2SRNCD2021 2025	25-02-2022	25-02-2025	6.70%	50,000.00
6.80% CFHL 3SRNCD2021 2025	10-03-2022	10-06-2025	6.80%	70,000.00
6.80% CFHL 4SRNCD 2021 2025	25-03-2022	25-06-2025	6.80%	26,000.00
6.85% CFHL 5SRNCD 2021 2025	30-03-2022	30-06-2025	6.85%	40,000.00
Total				2,13,500.00

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 12 Debt Securities (Contd.)

The details of the Secured Redeemable Non Convertible Taxable Debentures as on March 31, 2023 are as follows:

Particulars	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.85% SRNCD 2019 Series - 1	27-02-2020	27-05-2023	7.85%	25,000.00
6.25% CFHL 1SRNCD2020 2023	24-12-2020	24-12-2023	6.25%	27,500.00
6.10% CFHL 1SRNCD2021 2025	10-11-2021	10-02-2025	6.10%	27,500.00
6.70% CFHL 2SRNCD2021 2025	25-02-2022	25-02-2025	6.70%	50,000.00
6.80% CFHL 3SRNCD2021 2025	10-03-2022	10-06-2025	6.80%	70,000.00
6.80% CFHL 4SRNCD 2021 2025	25-03-2022	25-06-2025	6.80%	26,000.00
6.85% CFHL 5SRNCD 2021 2025	30-03-2022	30-06-2025	6.85%	40,000.00
7.80% CFHL 6SRNCP2021 2025	24-08-2022	24-11-2025	7.80%	1,00,000.00
8.08% CFHL 1SRNCD 2022 2026	23-12-2022	23-03-2026	8.08%	30,100.00
8.45% CFHL 2SRNCD 2022 2026	27-02-2023	27-05-2026	8.45%	93,500.00
Total				4,89,600.00

The details of the Secured Redeemable Non Convertible Taxable Debentures as on March 31, 2022 are as follows:

(₹ in Lakhs)

Debentures	Date of Issue	Date of Redemption	Rate of Interest	Rupees In lakhs (Face Value)
7.89% SRNCD 2016 Serier - 6	18-05-2017	18-05-2022	7.89%	60,000.00
7.85% SRNCD 2019 Series - 1	27-02-2020	27-05-2023	7.85%	25,000.00
6.25% CFHL 1SRNCD2020 2023	24-12-2020	24-12-2023	6.25%	27,500.00
6.10% CFHL 1SRNCD2021 2025	10-11-2021	10-02-2025	6.10%	27,500.00
6.70% CFHL 2SRNCD2021 2025	25-02-2022	25-02-2025	6.70%	50,000.00
6.80% CFHL 3SRNCD2021 2025	10-03-2022	10-06-2025	6.80%	70,000.00
6.80% CFHL 4SRNCD 2021 2025	25-03-2022	25-06-2025	6.80%	26,000.00
6.85% CFHL 5SRNCD 2021 2025	30-03-2022	30-06-2025	6.85%	40,000.00
Total				3,26,000.00

12.2 Nature of security and terms of repayment

Secured by first and exclusive floating charge on specified assets by hypothecation of book debts and loan receivables. Interest will be paid annually and principal amount will be paid on maturity.

12.3 Commercial Paper of the Company have a maturity value of ₹ 1,35,000 lakhs, (As at March 31, 2022 ₹ 2,79,500 lakhs) the details of the same are as follows:

As at March 31, 2023

(₹ in Lakhs)

Sl. No.	Issue date	No. of units	Due Date	Period in days	Discount Rate	Maturity value in lakhs
1	01-02-2023	10,000	28-04-2023	86	7.46%	50,000
2	27-01-2023	5,000	28-04-2023	91	7.46%	25,000
3	02-12-2022	12,000	23-06-2023	203	7.80%	60,000
Total						1,35,000.00

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 12 Debt Securities (Contd.)

As at March 31, 2022

(₹ in Lakhs)

Sl. No.	Issue date	No. of units	Due Date	Period in days	Discount Rate	Face value in lakhs
1	01-10-2021	6,000	08-04-2022	189	4.25%	30000
2	15-09-2021	7,000	02-05-2022	229	4.18%	35000
3	30-08-2021	7,000	20-06-2022	294	4.19%	35000
4	05-01-2022	5,900	25-07-2022	201	4.80%	29500
5	21-01-2022	5,000	28-07-2022	188	4.66%	25000
6	23-11-2021	5,000	31-08-2022	281	4.86%	25000
7	01-10-2021	10,000	27-09-2022	361	4.77%	50000
8	08-02-2022	10,000	27-10-2022	261	5.20%	50000
Total						2,79,500.00

The above CPs are unsecured, issued at discount and repaid at par.

Note 13 Borrowings (other than debt Securities)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023				As at March 31, 2022			
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
(a)	Term Loans								
	Secured								
(i)	from Banks [1] & [2]	16,57,060.79	-	-	16,57,060.79	13,18,656.02	-	-	13,18,656.02
(ii)	from other parties	-	-	-	-	6,250.00	-	-	6,250.00
	Unsecured								
(i)	from Banks	46,164.34	-	-	46,164.34	74,029.20	-	-	74,029.20
(ii)	from others	-	-	-	-	-	-	-	-
(b)	Loans from related parties								
	- From Canara Bank								
	- Term Loans (Secured)	75,305.21	-	-	75,305.21	75,235.24	-	-	75,235.24
	- Loans repayable on demand (Secured)	77,153.67	-	-	77,153.67	27,000.00	-	-	27,000.00
(c)	Finance lease obligations	-	-	-	-	-	-	-	-
(d)	Liability component of compound financial instruments	-	-	-	-	-	-	-	-
(e)	Loans repayable on demand								
	Secured:								
(i)	from Banks [1]	3,25,027.85	-	-	3,25,027.85	2,15,229.03	-	-	2,15,229.03
(ii)	from other parties	-	-	-	-	-	-	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 13 Borrowings (other than debt Securities) (Contd..)

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023			As at March 31, 2022				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
	Unsecured								
(i)	from Banks [1]	41,194.00	-	-	41,194.00	81,784.38	-	-	81,784.38
(f)	Other loans					-	-	-	
(A)	Total	22,21,905.86	-	-	22,21,905.86	17,98,183.87	-	-	17,98,183.87
	Borrowings in India	22,21,905.86			22,21,905.86	17,98,183.87			17,98,183.87
	Borrowings outside India	-	-	-	-	-	-	-	-
(B)	Total	22,21,905.86	-	-	22,21,905.86	17,98,183.87	-	-	17,98,183.87

[1] Borrowings from Banks which are also related parties are shown separately under Loan from related parties in Sl No. (b) above

[2] Includes borrowings outstanding aggregating to ₹ 6,54,441.72 lakhs (As at March 31, 2022 ₹ 5,38,249.59 lakhs) from National Housing Bank.

13.1 Secured loans includes borrowings from National Housing Bank, Canara Bank, HDFC Bank, and State Bank of India etc., are secured by way of specific charge on book debts, outstanding, receivables, etc., of the Company. The tenure of the Long term borrowings are more than one year and upto 10 years and that of short term borrowings is less than 1 year.

13.2 There is no amount of continuing default as on the Balance Sheet date in terms of repayment of loans & interest on Borrowings of the Company.

13.3 There is no pending charges or satisfaction yet to be registered with ROC within the statutory period as on March 31, 2023.

13.4 Details of Rate of Interest and Terms of Repayment in case of term loans and other loans:

Sl. No.	Name of the Bank	Facility	Sanction (₹ in lakhs)	Outstanding (₹ in lakhs)	Date of Sanction	Terms of Repayment
1	Bank of Baroda	WCDL	50,000	50,000.00	06-03-2023	Repayable on demand
2	Bank of India	Term loan	30,000	20,541.63	11-10-2021	Each Tranche Repayable in 7 equal yearly installments from 12 months from the date of first disbursement.
3	Bank of India	Demand Loan	1,00,000	55,567.90	11-10-2021	Each Tranche Repayable in 36 equal monthly installments from 12 months from the date of first disbursement.
4	Bank of India	Short Term loan	50,000	50,000.00	05-03-2021	Repayable within one year from the date of first disbursement.
5	Canara Bank	Term loan	1,50,000	75,305.21	21-08-2017	Each Tranche Repayable in 10 equal yearly installments after a moratorium/repayment holiday period of 12 months from the date of first disbursement
6	Canara Bank	Overdraft	27,000	27,000.00	11-01-2022	Repayable on demand
7	Canara Bank	WCDL	50,000	50,153.67	23-09-2022	Repayable on demand
8	Central Bank of India	Term loan	50,000	48,214.02	23-09-2022	28 Equal Quarterly Installments at the end of 3 months from the Date of first disbursement.
9	Federal Bank	Term loan	50,000	14,280.11	08-02-2018	28 Equal Quarterly Installments.
10	Federal Bank	Term loan	25,000	11,605.67	11-06-2019	28 Equal Quarterly Installments.
11	Federal Bank	Term loan	8,500	4,248.88	20-07-2019	28 Equal Quarterly Installments.
12	Federal Bank	Term loan	10,000	5,713.79	27-12-2019	28 Equal Quarterly Installments.
13	Federal Bank	Term loan	25,000	16,963.58	21-09-2020	28 Equal Quarterly Installments.
14	Federal Bank	Term loan	10,000	8,214.10	01-09-2021	28 Equal Quarterly Installments.
15	Federal Bank	WCDL	50,000	39,999.90	22-08-2022	Repayable on demand

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 13 Borrowings (other than debt Securities) (Contd..)

Sl. No.	Name of the Bank	Facility	Sanction (₹ in lakhs)	Outstanding (₹ in lakhs)	Date of Sanction	Terms of Repayment
16	HDFC Bank	Term loan	30,000	8,627.05	20-01-2018	28 Equal Quarterly Installments.
17	HDFC Bank	Term loan	25,500	8,252.28	16-05-2018	28 Equal Quarterly Installments.
18	HDFC Bank	Term loan	50,000	16,782.02	22-03-2019	6 years Equal Monthly Principal Installments.
19	HDFC Bank	Term loan	1,00,000	56,546.50	29-11-2019	6 years Equal Monthly Principal Installments.
20	HDFC Bank	Term loan	1,00,000	37,113.18	27-07-2020	4 years Equal Monthly Principal Installments.
21	HDFC Bank	Term loan	65,000	47,657.11	12-01-2021	5 years with equal monthly principal instalment.
22	HDFC Bank	Term loan	1,00,000	50,094.93	16-09-2022	Equal monthly principal payments from 1 disbursement.
23	HDFC Bank	Overdraft and WCDL	40,000	(1,272.79)	16-09-2022	Repayable on demand
24	IDBI	Short Term loan	50,000	45,151.03	31-12-2021	Repayable on demand
25	Indian Bank	Term loan	30,000	9,134.00	19-09-2020	Each Tranche Repayable in 12 equal quarterly installments.
26	Indian Bank	Term loan	70,000	56,030.00	19-09-2020	Each Tranche Repayable in 40 equal quarterly installments.
27	Indian Bank	Term loan	1,00,000	25,428.21	07-12-2021	Each Tranche Repayable in 7 equal yearly installments.
28	Punjab & Sindh Bank	Term loan	75,000	55,000.00	18-01-2023	20 Equal quarterly instalment from the date of first disbursement.
29	Punjab National Bank	Term loan	75,000	20,024.75	17-01-2023	Repaid in Quaterly installments wit door to door of 9.5 years of each trench.
30	Punjab National Bank	Term loan	1,00,000	92,935.54	10-02-2022	Each Tranche Repayable in 39 equal quarterly installments from 12 months from the date of first disbursement.
31	RBL Bank	Term loan	25,000	14,586.22	19-10-2021	Each Tranche Repayable in 12 equal quarterly installments commence at the end of 90 days from the date of first disbursement.
32	South Indian Bank	Term loan	20,000	17,999.96	20-07-2022	20 Equal quarterly instalment from the date of first disbursement.
33	State Bank of India	Term loan	50,000	28,635.08	29-01-2018	Repayable in 40 quarterly instalments of ₹12.50 crores.
34	State Bank of India	Term loan	1,00,000	62,500.00	23-04-2018	Repayable in 40 quarterly instalments of ₹25.00 crores.
35	State Bank of India	Term loan	1,00,000	57,477.42	31-12-2018	Repayable in 40 quarterly instalments of ₹25.00 crores
36	State Bank of India	Term loan	1,00,000	67,478.47	13-09-2019	Repayable in 40 quarterly instalments of ₹25.00 crores
37	State Bank of India	Term loan	50,000	41,008.01	09-03-2021	Repayable in 39 quarterly instalments of ₹12.82 crores.
38	State Bank of India	Term loan	1,00,000	89,971.46	21-01-2022	Repayable in 40 quarterly instalments of ₹25.00 crores.
39	State Bank of India	Overdraft and WCDL	1,00,000	42,467.64	13-09-2019	Repayable on demand
40	Union Bank of India	Short Term loan	1,50,000	1,40,027.95	16-09-2022	LOC to be availed as Short Term Loan and bullet payment at the end of agreed period of each such Short Term Loan.

The Company's term loan rate of interest ranges from 7.55% to 8.10%, short term loan rate of interest ranges from 6.79% to 8.00% and Overdraft facilities rate of interest ranges from 7.80% to 8.10%.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 14 Deposits

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023			As at March 31, 2022				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
	Deposits								
(i)	Public Deposits [refer note 14.1 & 14.2 below]	43,500.64	-	-	43,500.64	48,854.14	-	-	48,854.14
(iii)	From Banks					-	-	-	-
(iii)	From Others:								
	Deposits from others	15.54	-	-	15.54	253.73	-	-	253.73
	Total	43,516.18	-	-	43,516.18	49,107.87	-	-	49,107.87

14.1 As per the directions of the National Housing Bank, the Company has created floating charge on Statutory Liquid Assets (Investments in Govt. Securities (including other approved securities) and Deposits in Commercial Banks) in favour of the Trustees of the depositors in terms of Paragraph 42.2 of the Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 read with by the National Housing Bank in terms of sub-sections (1) & (2) of section 29B of the NHB Act, 1987 [Refer Note 3.1 and 6.1].

14.2 The Company has not received any money from the Directors during the current financial year and previous financial year.

14.3 Also refer note no. 16.1 of financial statement.

Note 15 Subordinated Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023			As at March 31, 2022				
		At Amortised Cost	At FVTPL	Designated at FVTPL	Total	At Amortised Cost	At FVTPL	Designated at FVTPL	Total
1	Unsecured Redeemable Non Convertible Debenture (refer Note 15.1 below)	10,285.68	-	-	10,285.68	10,274.28	-	-	10,274.28
	- in India	10,285.68	-	-	10,285.68	10,274.28			10,274.28
	- outside India	-	-	-	-	-	-	-	-
(B)	Total	10,285.68	-	-	10,285.68	10,274.28	-	-	10,274.28

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 15 Subordinated Liabilities (Contd..)

Note 15.1

The details of the Unsecured Non Convertible Debentures in the nature Tier II capital as on March 31, 2023 and March 31, 2022 is as follows:

(₹ in Lakhs)

Particulars	Date of Issue	Date of Redemption	Rate of Interest	Amount in lakhs (Face value)
8.94% CFHL UNCD 2014	03-12-2014	03-12-2024	8.94%	10,000.00

Further, the Company has issued Unsecured Debentures in the nature of Tier II capital worth ₹ 10,000 lakhs in the financial year 2014-15 for a term of 10 years through private placement. These Debentures are subordinated to present and future senior indebtedness of the Company and qualify as Tier II Capital under the National Housing Bank (NHB) guidelines for assessing capital adequacy. Based on the balance term to maturity as at March 31, 2023, 20% (As at March 31, 2022 40%) of the book value of the subordinated debt is considered as Tier II Capital for the purpose of Capital Adequacy computation.

Note 16 Other Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Book overdraft	23,267.28	12,456.42
(ii)	Unpaid matured deposits and interest accrued thereon (refer note 16.1 below)	1,194.42	1,393.48
(iii)	Unclaimed Dividend (refer note 16.2 below)	221.82	220.43
(iv)	Due to customers/borrowers	56.01	75.37
(v)	Lease Liability (refer Note 45) IND AS Lease Liability	3,880.45	3,218.80
(vi)	Other Liabilities	416.07	417.86
	Total	29,036.05	17,782.36

16.1 As required under Section 125 of the Companies Act, 2013, the Company has transferred ₹ 25.11 lakhs as unclaimed deposits including interest accrued thereon (As at March 31, 2022 ₹ 32.47 lakhs), except to the extent of ₹ 35.09 lakhs (As at March 31, 2022 ₹ 39.70 lakhs) in respect of claims that are disputed deposits and ₹ 8.23 lakhs (As at March 31, 2022 ₹ 33.09 lakhs) where claims are pending for non-completion of documentation by claimants. As of March 31, 2023, no amount was due for transfer to the IEPF.

16.2 As required under Section 125 of the Companies Act, 2013, the Company has transferred ₹ 20.13 lakhs as unclaimed dividend to Investor Education and Protection Fund (IEPF) during the year as of March 31, 2023. There are no dividends which are pending to be transferred to Investor Education and Protection Fund as per Sec 125 of the Companies Act, 2013 as at year end.

Note 17 Provisions

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Provision for Income Tax (net of advance tax)	41.90	41.90
(ii)	Provision for Employee Benefit (Refer Note 37)	2,772.71	2,396.15
(iii)	Provision on undrawn loan commitment	438.18	-
(iv)	Provision for contingencies, expenses, etc.,	136.40	108.61
	Total	3,389.19	2,546.66

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 18 Other Non Financial Liabilities

(₹ in Lakhs)

Sl. No.	Particulars	As at	
		March 31, 2023	March 31, 2022
(i)	Revenue received in advance	664.71	666.21
(ii)	Statutory Dues	410.36	335.00
(iii)	Other Payables:		
	(i) Cheques pending presentation	10.00	5.05
	(ii) Cheques pending realisation	-	76.96
	(iii) Time barred cheques	7.50	46.46
	(iv) Other monies received in advance	447.38	302.95
	(v) Others	181.22	687.86
	Total	1,721.17	2,120.49

Note 19 Equity Share Capital

(₹ in Lakhs)

Sl. No.	Particulars	As at	
		March 31, 2023	March 31, 2022
(i)	Authorised:		
	35,00,00,000 Equity Shares of ₹ 2 each (As at March 31, 2022 : 35,00,00,000 Equity Shares of ₹ 2 each)	7,000.00	7,000.00
(ii)	Issued and Subscribed:		
	13,32,27,875 Equity Shares of ₹ 2 each (As at March 31, 2022 : 13,32,27,875 Equity Shares of ₹ 2 each)	2,664.56	2,664.56
(iii)	Paid up:		
	13,31,54,125 Equity shares of ₹ 2 each (As at March 31, 2022 : 13,31,54,125 Equity shares of ₹ 2 each)	2,663.08	2,663.08
	Add : Forfeited Shares	0.23	0.23
	Total	2,663.31	2,663.31

Note 19.1 Reconciliation of number of shares outstanding and the amount of share capital at the beginning and end of the year

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	₹ in lakhs	No. of shares	₹ in lakhs
Equity Shares outstanding as at the beginning of the year	13,31,54,125	2,663.31	13,31,54,125	2,663.31
Equity Shares outstanding as at the end of the year	13,31,54,125	2,663.31	13,31,54,125	2,663.31

Note 19.2 Details of shareholding more than 5% of equity shares in the company

(₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	% of shares held to total shares	No. of shares	% of shares held to total shares
Canara Bank (sponsor bank)	3,99,30,365	29.99	3,99,30,365	29.99
Chhattisgarh Investments Ltd	82,21,505	6.17	86,35,330	6.49

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 19 Equity Share Capital (Contd..)

Note 19.3 Details of promoters shareholding

Shares held by promoters at the end of the year March 31, 2023

Sl. No.	Promoter name	No. of Shares	% of total shares	% Change during the year
1	Canara Bank (sponsor bank)	3,99,30,365	29.99	-

Note 19.3 Terms and rights attached to Equity Shares: The Company has one class of Equity shares having a face value of ₹ 2/- per share and each shareholder is eligible for one vote per share held. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount in proportion to their shareholdings.

Note 19.4 For the period of five years immediately preceding the FY 2022-23

- (A) Aggregate number and class of shares allotted as fully paid-up pursuant to contract(s) without payment being received in cash is NIL
- (B) Aggregate number and class of shares allotted as fully paid-up by way of bonus shares is NIL
- (C) Aggregate number and class of shares bought back is NIL

Note 19.5 During the FY 2022-23 The Company has not :

- A) Issued any securities convertible into equity/preference shares.
- B) Issued any shares where calls are unpaid.
- C) Forfeited any shares.
- D) Issued any shares reserved for issue under options and contracts or commitments for sale of shares or disinvestment.

Note 20 Other Equity

(₹ in Lakhs)

Sl. No.	Particulars	As at March 31, 2023	As at March 31, 2022
(i)	Special Reserve (created as per requirement of Income Tax Act - Section 36(1)(viii)):		
	Balance at the beginning of the year	1,08,521.34	92,013.08
	Transferred from statement of profit and loss (refer Note 20.1 below)	16,864.94	16,508.26
	Balance at the end of the year	1,25,386.28	1,08,521.34
(ii)	General Reserve		
	Balance at the beginning of the year	81,496.45	72,091.97
	Add: Transferred from statement of profit and loss	12,412.11	9,404.48
	Balance at the end of the year	93,908.57	81,496.45
(iii)	Statutory Reserve (created as per the requirement of Section 29C of the NHB Act, 1987)		
	Balance at the beginning of the year	50,548.65	41,144.17
	Add: Transferred from statement of profit and loss (refer Note 20.1 below)	12,412.11	9,404.48
	Balance at the end of the year	62,960.77	50,548.65
(iv)	Securities Premium Reserve		
	Balance at the beginning of the year	27,297.54	27,297.54
	Add: Received during the year	-	-
	Balance at the end of the year	27,297.54	27,297.54

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 20 Other Equity (Contd..)

(₹ in Lakhs)

Sl. No.	Particulars	As at	As at
		March 31, 2023	March 31, 2022
(v)	Profit and loss account (Including Other Comprehensive Income)		
	Balance at the beginning of the year	36,134.88	25,770.70
	Add: Total comprehensive income for the year	62,060.56	47,022.42
	Add/ (Less):- Transferred to Special Reserve (refer Note 20.1 below)	(16,864.94)	(13,188.88)
	Add/ (Less):- Transferred to Statutory Reserve (refer Note 20.1 below)	(12,412.11)	(9,404.48)
	Add/ (Less):- Transferred to General Reserve	(12,412.11)	(9,404.48)
	Add/ (Less):- Dividend (refer Note 20.2)	(1,997.31)	(2,663.08)
	Add/ (Less):- Dividend (refer Note 20.2)	(1,997.31)	(1,997.31)
	Balance at the end of the year	52,511.66	36,134.88
(vii)	Share application money pending allotment		
	Balance at the beginning of the year	-	-
	Less: Allotted during the year	-	-
	Balance at the end of the year	-	-
	Total	3,62,064.81	3,03,998.87

Note 20.1: As per Section 29C of the National Housing Bank Act, 1987, the Company is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared. For this purpose, any Special Reserve created by the Company under Section 36(1) (viii) of the Income Tax Act, 1961 is considered to be an eligible transfer u/s 29C of the NHB Act, 1987 also. Amount transferred during year ended March 31, 2022 includes ₹ 3,319.38 lakhs of tax effect on special reserve.

The Company has transferred a sum of ₹ 16,864.95 lakhs (As at March 31, 2022 ₹ 13,188.88 lakhs) to Special Reserve which is in terms of Section 36(1)(viii) of the Income Tax Act, 1961 and ₹ 12,412.11 lakhs (As at March 31, 2022 ₹ 9,404.48 lakhs) to Additional Reserve u/s 29C of the NHB Act, 1987 during the FY 2022-23.

Note 20.2: The Company has paid final dividend of ₹ 1.50 per share on the equity shares of face value of ₹ 2/- each pertaining to FY 2021-22, post approval by the members in the 35th AGM held on 7th September, 2022. The Board of Directors had declared an interim dividend of ₹ 1.50 per share for equity share of face value of ₹ 2 each at their meeting held on November 28, 2022 and paid subsequently.

Note 20.3 : The Board of Directors, have recommended final dividend of ₹ 2/- per equity share, this proposed dividend is subject to the approval of the members at the ensuing AGM. According to the requirements of Ind AS 10- Events occurring after Balance sheet date, the dividend declared shall only be recognised as a liability in the books of account in the year in which the dividends are declared on approval by members. The total estimated dividend on equity shares to be paid is ₹ 2,663.31 lakhs.

Note 20.4

Reserve Fund u/s 29C of NHB Act, 1987:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Statutory Reserve (As per section 29C of the National Housing Bank Act, 1987)		
Opening Balance	50,548.65	41,144.17
Additions during the year	12,412.11	9,404.48
Appropriations during the year	-	-
Closing Balance	62,960.77	50,548.65

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 20 Other Equity (Contd..)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Balance at the beginning of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	50,548.65	41,144.17
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve u/s 29C of the NHB Act, 1987 (excluding tax effect)	1,08,521.34	92,013.08
Total	1,59,069.99	1,33,157.25
Addition/ Appropriation / Withdrawal during the year		
Add:		
a) Amount transferred u/s 29C of the NHB Act, 1987	12,412.11	9,404.48
b) Amount of special reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	16,864.94	16,508.26
Less:		
a) Amount appropriated from the Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
b) Amount withdrawn from the Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 which has been taken into account for the purpose of provision u/s 29C of the NHB Act, 1987.	-	-
Balance at the end of the year		
a) Statutory Reserve u/s 29c of the National Housing Bank Act, 1987	62,960.77	50,548.65
b) Amount of Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 taken into Account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987.	1,25,386.28	1,08,521.34
Total	1,88,347.05	1,59,069.99

Note 21 Interest Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2023			Year ended March 31, 2022		
		On Financial assets measured			On Financial assets measured		
		At FVTOCI	At Amortised Cost	At FVTPL	At FVTOCI	At Amortised Cost	At FVTPL
(i)	Interest on Loans	-	2,60,582.05	-	-	1,93,767.13	-
(ii)	Interest income from investments	-	9,281.32	-	-	2,872.82	-
(iii)	Interest on deposits with Banks	-	1,651.52	-	-	300.77	-
(iv)	Other Interest income	-	26.78	-	-	25.84	-
	Total	-	2,71,541.67	-	-	1,96,966.56	-

Note 22 Fee and Commission Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended	Year ended
		March 31, 2023	March 31, 2022
(i)	Processing and other fee	1,865.53	1,187.64
(ii)	Insurance commission income	792.49	629.01
	Total	2,658.02	1,816.65

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 23 Other Income

(₹ in Lakhs)

Sl. No.	Particulars	Year ended	Year ended
		March 31, 2023	March 31, 2022
(i)	Profit on sale of property plant and equipment	11.05	-
(ii)	Bad debts recovered	102.37	67.51
	Total	113.42	67.51

Note 24 Finance Costs

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2023			Year ended March 31, 2022		
		On Financial liabilities measured			On Financial liabilities measured		
		At FVTPL	At Amortised Cost	Total	At FVTPL	At Amortised Cost	Total
(i)	Interest on deposits	-	3,228.35	3,228.35	-	3,217.64	3,217.64
(ii)	Interest on borrowings	-	1,24,975.01	1,24,975.01	-	82,683.51	82,683.51
(iii)	Interest on debt securities	-	40,397.71	40,397.71	-	27,888.68	27,888.68
(iv)	Interest on Subordinated liabilities	-	894.00	894.00	-	894.00	894.00
(v)	Interest on lease liability	-	296.66	296.66	-	304.57	304.57
(vi)	Other charges	-	294.56	294.56	-	362.19	362.19
	Total	-	1,70,086.29	1,70,086.29	-	1,15,350.59	1,15,350.59

Note 25 Fees and Commission Expense

(₹ in Lakhs)

Sl. No.	Particulars	Year ended	Year ended
		March 31, 2023	March 31, 2022
(i)	Direct Selling Agents' Commission	3,122.41	2,470.15
(ii)	CIBIL and other Fee	76.37	74.50
	Total	3,198.78	2,544.65

Note 26 Impairment of Financial Instruments

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2023			Year ended March 31, 2022		
		On financial instruments measured			On financial instruments measured		
		At FVTOCI	At Amortised Cost	Total	At FVTOCI	At Amortised Cost	Total
(i)	Loans*	-	4,175.76	4,175.76	-	4,694.22	4,694.22
	Total	-	4,175.76	4,175.76	-	4,694.22	4,694.22

* Includes ₹ 1,700 lakhs (previous year ₹ 1,500 lakhs) additional provision for loans based on management estimate, also refer note 5.4

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 27 Employee Benefits Expenses

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i)	Salaries and wages	7,146.17	6,550.83
(ii)	Contribution to provident and other funds (refer note 37)	714.33	669.40
(iii)	Staff welfare expenses	444.12	395.80
(iv)	Others	68.43	64.94
	Total	8,373.05	7,680.97

Note 28 Depreciation Expense

(₹ in Lakhs)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation on property, plant and equipment and right of use assets (refer Note 9)	1,245.54	980.58
Total	1,245.54	980.58

Note 29 Other Expenses

(₹ in Lakhs)

Sl. No.	Particulars	Year ended March 31, 2023	Year ended March 31, 2022
(i)	Rent, taxes and energy costs	496.44	326.22
(ii)	Repairs and maintenance	164.71	146.53
(iii)	Communication costs	446.26	403.73
(iv)	Printing and stationery	87.83	43.83
(v)	Advertisement and publicity	149.53	119.00
(vi)	Director's sitting fees	40.70	32.60
(vii)	Auditor's fees and expenses (refer Note 29.1 below)	88.04	77.43
(viii)	Legal and professional charges (refer Note 29.2 below)	949.59	656.38
(ix)	Corporate Social Responsibility Expenses (refer Note 48)	1,180.62	1,243.37
(x)	Insurance charges	69.02	145.71
(xi)	Travelling and conveyance	414.07	283.26
(xii)	Bank charges	64.04	101.10
(xiii)	General expenses	146.89	99.25
(xiv)	Rates and tax	317.79	237.45
(xv)	Loss on sale of property plant equipment	-	0.44
(xvi)	Miscellaneous expenses	214.99	177.62
	Total	4,830.52	4,093.92

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 29 Other Expenses

29.1 Auditor's remuneration (net of GST)

Particulars	(₹ in Lakhs)	
	Year ended March 31, 2023	Year ended March 31, 2022
Audit Fees (Including Statutory Branch Auditors fees and Tax audit)	71.83	68.11
Tax Matters	-	-
Other Services (Certification etc.,)	4.94	2.87
Out of Pocket Expenses	11.27	6.45
Total	88.04	77.43

29.2 The Company has entered into lease cum licence agreement with M/S ThemePro Technologies Pvt Ltd., for implementation of Integrated Business Suit (IBS) software. The expenditure incurred in this regard amounting to ₹ 418.84 lakhs (Previous Year ₹ 389.97 lakhs) is charged to the P & L account under Legal and Professional charges.

Note 30 Financial Instruments: Financial Assets (at amortised cost)

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
(i) Cash and Cash Equivalents	187.64	269.88
(ii) Bank Balances other than (i) above	30,658.87	32,138.08
(iii) Trade Receivables	113.91	112.77
(iv) Loans		
Term Loans	31,50,107.42	26,64,845.99
Less: Impairment Loss Allowance [refer Note 5.4 and 5.6]	30,774.77	27,039.58
Sub Total	31,19,332.65	26,37,806.41
(v) Investments	1,45,903.13	1,12,597.47
(vi) Other Financial Assets	1,097.28	594.77
Total	32,97,293.48	27,83,519.38

Note 31 Financial Instruments: Financial Liabilities (at amortised cost)

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
(i) Trade Payables	804.92	555.15
(ii) Debt Securities	6,31,098.98	6,07,201.73
(iii) Borrowings	22,21,905.86	17,98,183.87
(iv) Deposits	43,516.18	49,107.87
(v) Subordinated liabilities	10,285.68	10,274.28
(vi) Other Financial Liabilities	29,036.05	17,782.36
Total	29,36,647.67	24,83,105.26

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 32 Provisions

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Provision for Expected Credit Loss (refer Note 5.4 & 32.1)	30,774.77	27,039.58
Provision for Employee Benefits	2,772.71	2,396.15
Provision on undrawn loan commitment	438.18	-
Provision for contingencies, expenses, etc.,	136.40	108.61
Total Provisions	34,122.06	29,544.34

The disclosure of provisions movement as required under IND AS 37- Provision, Contingent Liabilities and Contingent Assets is as follows.

32.1 Provision for Expected Credit Loss [refer note 5.4 and 5.6]

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2023	March 31, 2022
Balance at the beginning of the year	27,039.58	15,361.32
Provisions made during the year	4,857.54	12,638.61
Provision made on undrawn loan commitment	438.18	-
Utilisations during the year	-	-
Released during the year	1,122.35	960.35
Provision at the end of the year	31,212.95	27,039.58

32.2 Provision for contingencies, expenses, etc.,

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2023	March 31, 2022
Balance at the beginning of the year	108.61	197.88
Provisions made during the year	27.79	73.01
Utilisations during the year	-	162.28
Released during the year	-	-
Provision at the end of the year	136.40	108.61

Note 33 Income Tax

33.1 Income Tax Expense in statement of profit and loss

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2023	March 31, 2022
Current income tax:		
In respect of the current year	19,970.99	17,039.02
In respect of earlier years	360.92	(446.20)
Deferred tax:		
In respect of the current year	(49.97)	(197.54)
Income tax expense recognised in the statement of profit or loss	20,281.94	16,395.28

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 33 Income Tax (Contd..)

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2023	March 31, 2022
Income tax recognised in other comprehensive income		
(i) Current tax arising on income and expense recognised in other comprehensive income	-	-
Net loss / (gain) on remeasurement of defined benefit plan	-	-
(ii) Deferred tax arising on income and expense recognised in other comprehensive income	20.40	29.63
Total	20.40	29.63

33.2 Reconciliation between provision of Income Tax of the company and amounts computed by applying the Indian Statutory Income tax rate to profit before taxes :

(₹ in Lakhs)

Particulars	For the year ended	
	March 31, 2023	March 31, 2022
Profit Before Tax	82,403.17	63,505.79
Enacted Income Tax Rate in India (%)	25.17	25.17
Computed Tax Expense	20,739.23	15,983.14
Effect of :		
Income tax pertaining to earlier years	360.92	(446.20)
Allowances/exemptions under income tax	(4,244.57)	(0.17)
Non-deductible expenses for tax purposes	1,297.76	802.75
Due to change in tax rate		-
Others	2,128.60	55.76
Income tax expense recognised in the statement of profit and loss	20,281.94	16,395.28

The tax rates under Indian Income Tax Act, for the year ended March 31, 2023 and March 31, 2022 is 25.168%.

Note 34: Deferred Tax assets/(liabilities) as at March 31, 2023 in relation to :

(₹ in Lakhs)

Particulars	As at	Recognised in	Recognised in	As at
	1 st April 2022			profit and loss
Property, plant and Equipment	162.83	34.66		197.49
Expected Credit Loss	2,292.71	50.33		2,343.04
Provision for employee benefits	438.91	70.62	20.40	529.93
Financial assets carried at amortised cost	1,878.17	(105.64)		1,772.53
Total	4,772.62	49.97	20.40	4,842.99

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 34: Deferred Tax assets/(liabilities) as at March 31, 2023 in relation to : (Contd..)

Deferred Tax assets/(liabilities) as at March 31, 2022 in relation to :

(₹ in Lakhs)

Particulars	As at 1 st April 2021	Recognised in profit and loss	Recognised in OCI	As at March 31, 2022
Property, plant and Equipment	144.42	18.41	-	162.83
Expected Credit Loss	385.97	1,906.74	-	2,292.71
Provision for employee benefits	596.57	(187.28)	29.63	438.91
Financial assets carried at amortised cost	1,660.75	217.42	-	1,878.17
Special Provision RBI regulatory package	1,757.75	(1,757.75)	-	-
Total	4,545.46	197.54	29.63	4,772.62

The company has not created deferred tax assets on the following :

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
Nil		

Note 35:

During the financial year ended 31st March 2023 the Company has not created DTL on special reserve due to differences in treatment of deferred tax on special reserves between Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 and Ind AS 12 "Income Taxes".

Note 36: Contingent Liabilities and commitments (to the extent not provided for)

(i) Contingent Liabilities

(₹ in Lakhs)

Nature of claims	Risk involved	As at March 31, 2023	As at March 31, 2022
Goods and Services Tax	In respect of disputed Goods and Services Tax liability not provided by the Company - FY 2017-18	2.30	-
Claims made by borrowers of the company before various Consumer Forums.	One case is pending before District Consumer forum where compensation is sought against the Company.	0.50	0.50

The Management believes, based on the internal and professional advice, no material liabilities are expected, and hence no provision is made in the financial statements for the same

(ii) Commitments (not provided for)

Sanctioned Loans – Balance undrawn lines	1,40,804.96	1,33,351.52
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Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 37 Employee Benefit Expenses

Defined Benefit Plans:

1. Gratuity is an Employee Benefit payable on retirement / superannuation / resignation on completion of 5 years of service.
2. Privilege Leave is an employee benefit wherein confirmed Officer/Employee is entitled to 30 days of PL every year, which can be accumulated upto a maximum of 240 days.
3. Provident Fund is a statutory employee benefit wherein contributions are made by the employee and employer in prescribed proportion.
4. Sick Leave is a Benefit, which an Officer/Employee is entitled to 15 days in a year, which can be accumulated upto a maximum of 270 days.
5. Leave Fare Concession is an employee benefit wherein all confirmed Employees/Officers are entitled once in two years.

I. Reconciliation of present value of Projected Benefit Obligation:

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF*	
	For the year ended		For the year ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Present value of Projected Benefit obligation	2,004.19	1,942.54	7,284.93	5,947.94
Current Service Cost	165.35	157.61	542.46	511.20
Past Service Cost	-	-	-	414.54
Net interest on net defined liability/ (asset)	136.01	126.33	1,137.42	1,022.28
Benefits paid and charges deducted	(307.49)	(254.94)	(1,019.01)	(532.92)
Re-measurement - actuarial (gain)/ loss recognised	89.96	32.66	(9.49)	(78.13)
Net Present value of Projected Benefit obligation	2,088.03	2,004.19	7,936.30	7,284.91

(₹ in Lakhs)

Particulars	Long Term Compensated Absence		Sick Leave	
	For the year ended		For the year ended	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Present value of Projected Benefit obligation	1,960.71	1,528.74	144.14	118.71
Current Service Cost	97.91	87.43	20.62	17.55
Past Service Cost	-	-	-	-
Net interest on net defined liability/ (asset)	135.72	96.81	10.59	8.26
Benefits paid and charges deducted	(228.23)	(275.67)	-	-
Re-measurement - actuarial (gain)/ loss recognised	232.42	523.40	(11.50)	(0.38)
Net Present value of Projected Benefit obligation	2,198.53	1,960.71	163.85	144.14

II. Expenses recognised in the statement of Profit and Loss account under the head "Employee Benefits Expenses" for the year ended March 31, 2023

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Current Service Cost	165.35	157.61	542.46	511.20
Past Service Cost	-	-	-	-
Interest Cost (net)	(7.90)	(17.47)	588.79	553.46
Benefits Settled	-	-	-	-
Obligations at end of the year	157.45	140.14	1,131.25	1,064.66

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 37 Employee Benefit Expenses (Contd.)

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31,2023	March 31,2022	March 31,2023	March 31,2022
Current Service Cost	20.62	17.55	97.91	87.44
Past Service Cost	-	-	-	-
Interest Cost	10.59	8.26	135.72	96.81
Benefits Settled	-	-	-	-
Obligations at end of the year	31.21	25.82	233.63	184.25

III. Reconciliation of Opening balances and Closing balances of Plan Assets

(₹ in Lakhs)

Particulars	Gratuity		Exempt PF	
	As at	As at	As at	As at
	March 31,2023	March 31,2022	March 31,2023	March 31,2022
Plan assets at the beginning of the year, at fair value	2,050.55	2,140.27	7,388.01	6,456.63
Re-measurement - actuarial gain/ (loss)	8.89	(85.06)	(187.33)	(78.64)
Expected return on plan assets	143.91	143.80	548.63	468.24
Contributions from Employees	122.36	106.49	1,171.72	1,074.69
Benefits Settled	(307.49)	(254.94)	(1,019.01)	(532.91)
Plan assets at the end of the year at fair value	2,018.22	2,050.55	7,902.03	7,388.01

(₹ in Lakhs)

Particulars	Sick Leave		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31,2023	March 31,2022	March 31,2023	March 31,2022
Plan assets at the beginning of the year, at fair value	-	-	-	-
Interest income on plan assets	-	-	-	-
Re-measurement - actuarial gain/ (loss)	-	-	-	-
Return on plan assets greater/ (lesser) than discount rate	-	-	-	-
Contributions from Employees	-	-	228.23	275.67
Benefits Settled	-	-	(228.23)	(275.67)
Plan assets at the end of the year at fair value	-	-	-	-

IV Amount recognised in Other Comprehensive income (OCI)

(₹ in Lakhs)

Description	Gratuity	
	For the year ending	
	March 31, 2023	March 31, 2022
Actuarial (gain)/loss	89.96	32.66
Return or loss on plan asset	(8.89)	85.06
Net amount recognised in OCI	81.07	117.72

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 37 Employee Benefit Expenses (Contd.)

Actuarial Assumptions

(₹ in Lakhs)

Description	As at	As at
	March 31, 2023	March 31, 2022
Discount rate per annum	7.22%	7.35%
Expected rate of return on Plan Assets	Gratuity-7.22%	Gratuity-7.35%
	Exempted PF-7.22%	Exempted PF-7.35%
The estimates of future salary increases considered in actuarial valuation, take into account escalation, inflation, seniority, Promotion and other relevant factors	7.00%	7.00%

Investment pattern (in %)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Gratuity - Funded		
Funds managed by Insurer	100%	100%
Total	100%	100%
Exempt PF- Funded		
Government of India and State Government Securities	52.80%	51.61%
High Quality Corporate Bonds	30.50%	29.73%
Special Deposits Scheme	1.20%	1.32%
Mutual Funds	8.10%	8.12%
Bank Deposits	7.40%	9.22%
Total	100%	100%

Amounts recognised in Balance Sheet

Gratuity

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Present value of defined benefit obligation	(2,088.03)	(2,004.19)
Fair value of plan assets	2,018.22	2,050.55
Asset/ (liability) recognized	(69.81)	46.36

Exempt PF

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Present value of defined benefit obligation	(7,936.30)	(7,284.93)
Fair value of plan assets	7,902.03	7,388.01
Asset/ (liability) recognized	(34.27)	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 37 Employee Benefit Expenses (Contd.)

Sick Leave

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Present value of defined benefit obligation	(163.85)	(144.14)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(163.85)	(144.14)

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Present value of defined benefit obligation	(2,198.53)	(1,960.71)
Fair value of plan assets	-	-
Asset/ (liability) recognized	(2,198.53)	(1,960.71)

Maturity profile of defined benefit obligation

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Average duration of the define benefit obligation (in years):		
- Gratuity	9.81	9.30
- Long Term Compensated Absence	11.45	10.90

Sensitivity Analysis

The sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of reporting year, which is same as that applied in calculating the defined benefit obligation liability recognized in the balance sheet

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Gratuity

(₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	1,998.46	2,185.54	1,921.79	2,093.59
Impact on Current Service cost	166.33	192.67	153.69	178.33
- Salary Growth				
Impact on Defined benefit obligation	2,149.66	2,026.92	2,059.42	1,949.30
Impact on Current Service cost	186.35	170.79	173.74	157.69

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 37 Employee Benefit Expenses (Contd.)

Long Term Compensated Absence

(₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	2,088.92	2,318.50	1,867.42	2,062.63
Impact on Current Service cost	98.14	110.69	92.46	103.90
- Salary Growth				
Impact on Defined benefit obligation	2,318.18	2,088.21	2,062.48	1,866.70
Impact on Current Service cost	110.67	98.10	103.90	92.42

Sick Leave

(₹ in Lakhs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Increase	Decrease	Increase	Decrease
Basis points	50 bps	50 bps	50 bps	50 bps
- Discount rate				
Impact on Defined benefit obligation	158.96	169.09	139.87	148.70
Impact on Current Service cost	19.51	21.09	19.86	21.44
- Salary Growth				
Impact on Defined benefit obligation	169.08	158.92	148.70	139.84
Impact on Current Service cost	21.09	19.50	21.44	19.85

Maturity profile of defined benefit obligation:

(₹ in Lakhs)

Particulars	Gratuity		Long Term Compensated Absence	
	As at	As at	As at	As at
	March 31,2023	March 31,2022	March 31,2023	March 31,2022
Year 1	188.69	128.79	115.87	78.94
Year 2	265.83	282.59	157.00	153.80
Year 3	213.84	208.78	132.01	124.20
Year 4	233.02	225.82	133.72	131.15
Year 5	220.53	235.27	142.68	124.14
Next 5 years	752.17	869.20	570.59	596.50

Note: Maturity profile of defined benefit obligation is not applicable to Sick Leave and Exempted PF.

Note 38 Reconciliation of number of equity shares used in the computation of basic and diluted earnings per share

(₹ in Lakhs)

Particulars	For the year ended			
	March 31, 2023		March 31, 2022	
	Basic EPS	Diluted EPS	Basic EPS	Diluted EPS
Weighted average number of equity shares outstanding during the year (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Equity shares issued during the year (Number In Lakhs)				

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 38 Reconciliation of number of equity shares used in the computation of basic and diluted earnings per share (Contd..)

(₹ in Lakhs)

Particulars	For the year ended			
	March 31, 2023		March 31, 2022	
	Basic EPS	Diluted EPS	Basic EPS	Diluted EPS
Weighted average number of equity shares for calculation of earnings per share (Number In Lakhs)	1,331.54	1,331.54	1,331.54	1,331.54
Profit for the year, as per Profit & Loss Statement (excluding Other Comprehensive income)	62,121.23	62,121.23	47,110.51	47,110.51
Earning per share [Basic EPS/Dilutive EPS] (In ₹)	46.65	46.65	35.38	35.38

Note 39 Components of Other Comprehensive Income

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(a) Items that will not be reclassified to profit and loss:		
(i) Actuarial Gain / (loss)	(81.07)	(117.72)
(ii) Income Tax relating to items that will not be reclassified to profit and loss	20.40	29.63
Total	(60.67)	(88.09)

Note 40

Current Year

In compliance with RBI circular number RBI/2019-20/170/DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020, the comparison between provisions required under IRACP and impairment allowances made under Ind AS 109 is tabulated below:

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Performing Assets						
Standard	Stage 1	29,41,863.43	7,942.58	29,41,863.43	11,092.13	(3149.55)
	Stage 2	1,97,078.02	5,273.16	1,97,078.02	853.97	4419.19
Subtotal		31,38,941.45	13,215.74	31,38,941.45	11,946.10	1269.64
Non-Performing Assets (NPA)						
Substandard	Stage 3	3,424.75	1,119.64	3,424.75	607.79	511.85
Doubtful - up to 1 year	Stage 3	837.01	355.42	837.01	245.53	109.89
1 to 3 years	Stage 3	6,949.40	3,450.17	6,949.40	3,185.67	264.50
More than 3 years	Stage 3	4,129.46	2,182.91	4,129.46	4,129.45	(1946.54)
Subtotal for doubtful		15,340.62	7,108.14	15,340.62	8,168.44	(1060.30)
Loss		2,044.07	1,982.06	2,044.07	2,044.07	(62.01)

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 40 (Contd..)

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Subtotal for NPA		17,384.69	9,090.19	17,384.69	10,212.51	(1122.32)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	1,40,508.29	426.98			-
	Stage 2	296.67	11.21			-
	Stage 3	-	-	-	-	-
Subtotal		1,40,804.96	438.18			
Total	Stage 1	30,82,371.72	8,369.55	29,41,863.43	11,092.13	(3149.55)
	Stage 2	1,97,374.69	5,284.37	1,97,078.02	853.97	4,419.19
	Stage 3	17,384.69	9,090.19	17,384.69	10,212.51	(1122.32)
Total		32,97,131.10	22,744.12	31,56,326.14	22,158.61	147.32

Previous Year

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Performing Assets						
Standard	Stage 1	25,26,947.84	5,321.55	25,26,947.84	9,551.80	(4230.25)
	Stage 2	1,27,114.90	3,488.20	1,27,114.90	231.34	3256.86
Subtotal		26,54,062.74	8,809.75	26,54,062.74	9,783.14	(973.39)
Non-Performing Assets (NPA)						
Substandard	Stage 3	1,230.35	163.04	1,230.35	193.85	(30.81)
Doubtful - up to 1 year	Stage 3	4,059.00	537.89	4,059.00	1,169.21	(631.32)
1 to 3 years	Stage 3	7,282.78	965.09	7,282.78	3,137.86	(2172.77)
More than 3 years	Stage 3	2,487.26	2,487.26	2,487.26	2,487.26	-
Subtotal for doubtful		15,059.39	4,153.28	15,059.39	6,988.18	(2834.90)
Loss		1,999.43	1,999.43	1,999.43	1,999.43	0.00
Subtotal for NPA		17,058.82	6,152.71	17,058.82	8,987.61	(2834.90)
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal						

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 40 (Contd..)

(₹ in Lakhs)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Carrying Amount as per Ind AS	Allowances (Provisions) as required under Ind AS	Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Total	Stage 1	25,26,947.84	5,321.55	25,26,947.84	9,551.80	(4230.25)
	Stage 2	1,27,114.90	3,488.20	1,27,114.90	231.34	3,256.86
	Stage 3	17,058.82	6,152.71	17,058.82	8,987.61	(2834.90)
Total		26,71,121.56	14,962.46	26,71,121.56	18,770.75	(3808.29)

Note 40.1

In compliance with RBI notification number RBI/DNBS/2016-17/49/Master Direction DNBS. PPD.01/66.15.001/2016- 17 dated September 29, 2016, the Company has reported 26 cases of frauds amounting to ₹ 285.83 lakhs (Previous Year - 38 Cases amounting to ₹ 419.82 lakhs) to NHB during the current year.

During current year, Company has also reported one case of fraud committed by an employee amounting to ₹ 4.63 lakhs in relation to siphoning of funds which was fully recovered.

Note 41 Financial Risk Management

i) Credit Risk

It is defined as the inability or unwillingness of the counterparty to meet the commitment in relation to lending, trading, hedging, settlement and other financial transactions. Also it is defined as the possibility of losses associated with diminution in the credit quality of borrowers or counter parties. The Credit policy articulates credit risk strategy to effectively communicate it throughout the company and all relevant personnel to understand company's approach to grant of credit. The Policy covers products/borrower category, frame work for appraisal process, guidelines for takeover of accounts, entry level matrix (credit scoring system) and flexibility in pricing, dispensation of credit, monitoring and review mechanism, limit structure/prudential exposure levels, reporting frame work. The Company has put in place a proper Loan Review Mechanism with responsibilities assigned in various areas such as, evaluating the effectiveness of loan administration, maintaining the integrity of credit grading process, assessing the loan loss provision, portfolio quality, etc. Credit grading involves assessment of credit quality, identification of problem loans, and assignment of risk ratings. Monitoring is being done through guidelines to branches; follow up by overseeing executives and other regular follow up.

As at balance sheet date, the Company does not have significant concentration of credit risk (Refer Note 46.10(ii)).

An analysis of changes in the gross carrying amount of loans and the corresponding ECL allowances in relation to loans are, as follows:

(₹ in Lakhs)

Particulars	2022-23				2021-22			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	25,26,947.84	1,27,114.90	17,058.82	26,71,121.55	20,71,892.30	1,18,400.61	20,191.36	22,10,484.27
Increase in EAD - new assets originated or purchased / further increase in existing assets [Net]	8,50,350.20	10,433.70	11.18	8,60,795.08	7,27,599.12	71,808.63	368.12	7,99,775.87
Assets repaid in part or full (excluding write offs) [Net]	(356061.12)	(16691.57)	(2837.59)	(375590.27)	(324313.84)	(12573.71)	(2251.04)	(3,39,138.59)

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 41 Financial Risk Management

(₹ in Lakhs)

Particulars	2022-23				2021-22			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Assets Derecognised (Loans Assigned)	-	-	-	-	-	-	-	-
Transfers to Stage 1	19,380.79	(18954.23)	(426.55)	-	98,112.13	(95958.96)	(2153.17)	-
Transfers to Stage 2	(95798.32)	95,895.80	-97.48	-	(45611.55)	45,842.59	(231.04)	-
Transfers to Stage 3	(2955.96)	(720.58)	3,676.53	-	(730.32)	(404.26)	1,134.58	-
Total	29,41,863.43	1,97,078.02	17,384.91	31,56,326.36	25,26,947.84	1,27,114.90	17,058.82	26,71,121.56

Reconciliation of ECL balance is given below

(₹ in Lakhs)

Particulars	2022-23				2021-22			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
ECL opening balance	5,321.55	3,488.20	6,152.71	14,962.45	1,612.32	1,753.35	3,375.84	6,741.51
ECL Remeasurements due to changes in EAD / assumptions [Net]	2,239.91	2,110.20	2,993.36	7,343.47	2977.07	2270.42	2973.46	8,220.95
Assets written off	-	-	-	-	-	-	-	-
Transfers to Stage 1	589.09	(520.13)	(68.96)	-	777.54	(594.08)	(183.46)	-
Transfers to Stage 2	(201.74)	214.66	(12.92)	-	(44.82)	64.50	(19.69)	-
Transfers to Stage 3	(6.23)	(19.77)	26.00	-	(0.57)	(5.99)	6.55	-
Total	7,942.58	5,273.16	9,090.19	22,305.92	5,321.55	3,488.20	6,152.71	14,962.46

ECL Model and Assumptions considered in the ECL model

Markov chain model is used for estimating the probability of default on loans receivable. In a Markov chain model for loans receivable an account moves through different delinquency states each month. For example, an account in the "Regular" state this month will continue to be in the "Regular" state next month if a payment is made by the due date and will be in the "30 days past due" state if no payment is received during that month.

The transition matrix in the Markov chain represents the period-by-period movement of receivables between delinquency classifications or states. The transition evaluates loan quality or loan collection practice. The matrix elements are commonly referred to as "roll-rates" since they denote the probability that an account will move from one state to another in one period. The transition matrix is sometimes referred to as the "roll-rate matrix" or the "delinquency movement matrix".

The loan portfolio for the past several months are analysed to arrive at the transition matrix. Each loan identified by the Loan ID is traced to find out how the loan has performed over the last several months. The days past due is grouped into 6 states as follows: A. Regular [0 days past due] B. 1 to 30 days past due C. 31 to 60 days past due D. 61 to 90 days past due E. 91 to 120 days past due F. Above 120 days past due.

No significant increase in credit risk [Stage 1]: Based on Markov model, the monthly normalized transition matrix is converted into a 12-month transition matrix for determining the probability of default for those loan accounts on which the risk has not increased significantly from the time the debt is originated. We use the same criteria mentioned in the standard and assume that when the days past due exceeds '30 days', the risk of default has increased significantly. Therefore, for those loans for which the days past due is not more than 30 days, one-year default probability is considered. The probability of default is arrived at to determine the quantum of the loan that is likely to move into the states '90 days past due' and greater. After analysing the historical behaviour pattern of the days past due, we are of the opinion that probability of default should be arrived based on the sum of the matrix that is likely to move into the state '60 days past due'.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 41 Financial Risk Management (Contd..)

Significant increase in credit risk [Stage 2]: The credit risk is presumed to have increased significantly for loans that are more than 30 days past due and not more than 90 days past due. For such loans, lifetime default probability should be considered. Based on the maturity date of the loan, the probability of default is arrived at to determine the quantum of the loan that is likely to move into the states '90 days past due' and greater. After analysing the historical behaviour pattern of the days past due, we are of the opinion that probability of default should be arrived based on the sum of the matrix that is likely to move into the state '60 days past due'. The respective transition matrix is used to find out the transition matrix applicable for the loan considering the maturity date of such loan likely to move into the states '90 days past due' and greater. After analysing the historical behaviour pattern of the days past due, we are of the opinion that probability of default should be arrived based on the sum of the matrix that is likely to move into the state '60 days past due'. The respective transition matrix is used to find out the transition matrix applicable for the loan considering the maturity date of such loan.

Exposure at default

The exposure at default (EAD) represents the gross carrying amount of the financial instruments subject to the impairment calculation, addressing both the client's ability to increase its exposure while approaching default and potential early repayments too.

Probability of Default

Probability of default is the probability of whether borrowers will default on their obligations which are calculated based on historical default rate summary of past years.

Loss Given Default

LGD: The loans are secured by adequate property. The present value of such collateral property is considered while calculating the Expected Credit Loss. The Company initiates recovery process of Non Performing accounts within the statutory time limit as per SARFAESI and other applicable laws and accordingly the realizable period has been considered for computing the Realisable Present Value of Collateral.

ii) Financial Risk

The market risk is the possibility of loss to the Company prices of security due to changes in the market factors, mainly the changes in interest rates, and competition. It is the risk to the Company's earnings and capital due to the changes in the market interest rates. Market Risk also includes company's ability to meet its obligations as and when due. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The Company has an Investment Policy/ Borrowing Policy in place which addresses the Market Risk which defines safety and liquidity will have preference over returns. Our majority of investment is by way of Bank Deposits and Govt. securities for the purpose of maintenance of SLR as prescribed by NHB. All these deposits are held to maturity. There is an ALM Committee of Executives at RO (ALCO), which functions as the operational unit for managing the balance sheet and asset liability mismatches. All the borrowing decisions and raising short term funds in the form of Non Convertible Debentures, Commercial Papers, Securitization and such other modes, are taken at appropriate level as per the Board approved policy on borrowings. Refer Note 5.8 for Asset Liability Management.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 41 Financial Risk Management (Contd..)

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2023, March 31, 2022.

Particulars	As at March 31, 2023			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	6,90,222.90	6,11,060.25	7,81,957.69	20,83,240.84
Deposits	31,103.12	11,064.89	1,348.17	43,516.18
Debentures and Commercial Papers (face value)	1,87,500.00	3,13,500.00	1,23,600.00	6,24,600.00
Subordinated Liabilities (face value)	-	10,000.00	-	10,000.00
Others (excluding lease liability)	25,155.60	-	-	25,155.60

(₹ in Lakhs)

Particulars	As at March 31, 2022			Total
	< 1 year	1-3 years	> 3 Years	
Borrowings from Banks	6,56,330.37	5,62,508.41	5,77,693.77	17,96,532.55
Deposits	24,363.28	19,319.45	5,425.15	49,107.88
Debentures and Commercial Papers (face value)	3,39,500.00	1,30,000.00	1,36,000.00	6,05,500.00
Subordinated Liabilities (face value)	-	10,000.00	-	10,000.00
Others (excluding lease liability)	14,563.56	-	-	14,563.56

iii) Liquidity Risk

Probability of loss arising from a situation where (1) there will not be enough cash and/or cash equivalents to meet the needs of depositors and borrowers, (2) sale of illiquid assets will yield less than their fair value, or (3) illiquid assets will not be sold at the desired time due to lack of buyers. ALM Policy is in place which has set prudential limits for structural liquidity and interest rate risk. The ALCO committee of the Company analyzes the ALM position of the Company as at the end of each quarter and appraises the Board the ALM position of the respective quarters along with the proposed measure to improve the ALM position.

Maturity Analysis of Assets and Liabilities

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled after factoring in rollover and prepayment assumptions-

(₹ in Lakhs)

	2022-23			2021-22		
	Within 12 months	After 12 month	Total	Within 12 months	After 12 month	Total
Financial Assets						
Cash and Cash equivalents	187.64	-	187.64	269.88	-	269.88
Bank Balances other than (a) above	30,658.87	-	30,658.87	32,138.08	-	32,138.08
Receivables	113.91	-	113.91	112.77	-	112.77
Loans	3,24,993.08	27,94,339.57	31,19,332.65	2,98,858.10	23,38,948.31	26,37,806.41
Investments	-	1,45,903.13	1,45,903.13	-	1,12,597.47	1,12,597.47
Other Financial Assets	772.11	325.17	1,097.28	293.15	301.62	594.77
Non-Financial Assets						
Current Tax Assets (Net)	-	-	-	-	2,299.99	2,299.99
Deferred Tax Assets (Net)	-	4,842.99	4,842.99	-	4,772.62	4,772.62
Property, Plant and Equipment	-	4,540.38	4,540.38	-	3,461.99	3,461.99
Other non-financial assets	-	372.19	372.19	-	380.61	380.61
Total Assets	3,56,725.61	29,50,323.43	33,07,049.04	3,31,671.98	24,62,762.61	27,94,434.59

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 41 Financial Risk Management (Contd..)

(₹ in Lakhs)

	2022-23			2021-22		
	Within 12 months	After 12 month	Total	Within 12 months	After 12 month	Total
LIABILITIES						
Financial Liabilities						
Trade Payables	804.92		804.92	555.15		555.15
Debt Securities	1,93,998.98	4,37,100.00	6,31,098.98	3,35,201.51	2,72,000.22	6,07,201.73
Borrowings (Other than debt securities)	8,28,887.92	13,93,017.94	22,21,905.86	-	17,98,183.87	17,98,183.87
Deposits	31,103.12	12,413.06	43,516.18	-	49,107.87	49,107.87
Subordinated Liabilities		10,285.68	10,285.68	-	10,274.28	10,274.28
Other Financial Liabilities		29,036.05	29,036.05	-	17,782.36	17,782.36
Current tax liabilities	562.89	-	562.89			
Provisions	136.40	3,252.79	3,389.19	197.89	2,348.77	2,546.66
Other non-financial liabilities	1,721.17		1,721.17	2,120.49		2,120.49
Equity Share capital		2,663.31	2,663.31		2,663.31	2,663.31
Other Equity		3,62,064.81	3,62,064.81		3,03,998.87	3,03,998.87
Total Liabilities	10,57,215.40	22,49,833.64	33,07,049.04	3,38,075.04	24,56,359.55	27,94,434.59

iv) Interest rate risk

Earnings risk is the danger that income may fluctuate due to changes in economic conditions or other factors. It is also the potential negative impact on the net interest income. The risk refers to vulnerability to movement in interest rates. Changes in interest rates effects earning, value of asset and cash flow. Asset Liability Management Committee (ALCO) meets at periodical intervals and assesses the earning risk and gives proper directions to the management to improve the NIM. Company shall monitor the income earned by way of interest and other income at quarterly intervals and place suitable notes to Board while placing notes on quarterly/half yearly/annual financial results of the Company. The limited avenues at the disposal of the Company for raising low cost/cost effective resources and our operating on thin spreads make market risk management all the more significant. The credit rating of our borrowings also have a significant impact on our net interest margin. Refer Note 46.4 for credit rating details.

Sensitivity Analysis on Net Interest:

(₹ in Lakhs)

Particulars	2022-23		2021-22	
	Increase by 25bps	Decrease by 25bps	Increase by 25bps	Decrease by 25bps
Impact on profit before tax- Gain/ (Loss)	7,280.22	(7,280.22)	6,102.33	(6,102.33)

Note 42: Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company monitors the return on capital as well as the level of dividends on its equity shares. The Company's objective when managing capital is to maintain an optimal structure so as to maximize shareholder value.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

Assets side	Amount outstanding
(3) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:	
(a) Secured	31,49,312.50
(b) Unsecured	794.92
(4) Break-up of Leased Assets and stock on hire and other assets counting towards asset financing activities:	
(i) Lease assets including lease rentals under sundry debtors	
(a) Financial lease	-
(b) Operating lease	-
(ii) Stock on hire including hire charges under sundry debtors	
(a) Assets on hire	-
(b) Repossessed Assets	-
(iii) Other loans counting towards asset financing activities	
(a) Loans where assets have been repossessed	-
(b) Loans other than (a) above	-
(5) Break-up of Investments	
Current Investments	
1. Quoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
2. Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
Long Term investments	
1. (i) Share	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	1,45,903.13
(v) Others (please specify)	-
2. Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

Category	Amount net of provisions		
	Secured	Unsecured	Total
(6) Borrower group-wise classification of assets financed as in (3) and (4) above:- (Please see Note 2 below)			
1 Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	3.38	3.38
2 Other than related parties	31,19,215.88	113.39	31,19,329.27
Total	31,19,215.88	116.77	31,19,332.65

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) : (Please see Note 3 below)		
1 Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2 Other than related parties	1,39,288.53	1,45,903.13
Total	-	-

** As per notified Accounting Standard (Please see Note 3)

Particulars	Amount
(8) Other information	
(i) Gross Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	17,384.69
(ii) Net Non-Performing Assets	
(a) Related parties	-
(b) Other than related parties	8,294.50
(ii) Assets acquired in satisfaction of debt	

Notes:

- As defined in Paragraph 4.1.30 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions.
- All notified Accounting Standards are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

Assets side	Amount outstanding
2. Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
Long Term investments	
1. (i) Share	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	1,12,597.47
(v) Others (please specify)	-
2. Unquoted	
(i) Shares	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-

Category	Amount net of provisions		
	Secured	Unsecured	Total
(6) Borrower group-wise classification of assets financed as in (3) and (4) above:- (Please see Note 2 below)			
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	25.38	1.13	26.51
2. Other than related parties	26,37,659.72	120.18	26,37,779.90
Total	26,37,685.10	121.31	26,37,806.41

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) : (Please see Note 3 below)		
1. Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	1,10,653.38	1,12,597.47
Total	-	-

** As per notified Accounting Standard (Please see Note 3)

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

Particulars	Amount
(8) Other information	
(i) Gross Non-Performing Assets	-
(a) Related parties	20,191.36
(b) Other than related parties	
(ii) Net Non-Performing Assets	
(a) Related parties	13,433.15
(b) Other than related parties	
(iii) Assets acquired in satisfaction of debt	

Notes:

- As defined in Paragraph 4.1.30 of these Directions.
- Provisioning norms shall be applicable as prescribed in these Directions.
- All notified Accounting Standards are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

Note 43.1 Disclosure as per RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016

Appendix I

LCR Disclosure Template

(₹ in crores)

Particulars	As at March 31, 2023	
	Total Unweighted Value (average)*	Total Weighted Value (average)**
High Quality Liquid Assets		
1 **Total High Quality Liquid Assets (HQLA)	1393.14	1378.59
Cash Outflows		
2 Deposits (for deposit taking companies)		
3 Unsecured wholesale funding	19.98	22.98
4 Secured wholesale funding	750.00	862.50
5 Additional requirements, of which	1087.03	1250.08
(i) Outflows related to derivative exposures and other collateral requirements		
(ii) Outflows related to loss of funding on debt products		
(iii) Credit and liquidity facilities		
6 Other contractual funding obligations	1418.13	1630.85
7 Other contingent funding obligations		
8 TOTAL CASH OUTFLOWS	3275.14	3766.41
Cash Inflows		
9 Secured lending		
10 Inflows from fully performing exposures	246.26	184.70
11 Other cash inflows	4752.26	3564.20
12 TOTAL CASH INFLOWS	4998.52	3748.89

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

(₹ in crores)

Particulars	As at March 31, 2023	
	Total Unweighted Value (average)*	Total Weighted Value (average)**
		Total Adjusted Value
13 TOTAL HQLA (Market Value)	1320.11	1320.11
14 INVESTMENT IN G-SEC (20% haircut)	72.77	58.22
15 CASH	0.26	0.26
16 TOTAL INVESTMENT	1393.14	1378.59
17 TOTAL NET CASH OUTFLOWS		941.60
18 LIQUIDITY COVERAGE RATIO (%)		146.41%

**Components of HQLA (Refer note 6.1 SI no. 10 to 28)

* Unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows).

** Weighted values must be calculated after the application of respective haircuts (for HQLA) and stress factors on inflow and outflow

Appendix I

Public disclosure on liquidity risk

i) Funding Concentration based on significant counterparty (both deposits and borrowings)

Number of Significant Counterparties	Amount (₹ crore)	% of Total deposits	% of Total Liabilities
12	15066.84	3462.37%	51.21%

ii) Top 20 large deposits (amount in ₹ crore and % of total deposits)

Amount (₹ crore)	% of Total Deposit
179.19	41.18%

iii) Top 10 borrowings (amount in ₹ crore and % of total borrowings)

Amount (₹ crore)	% of Total Borrowings
28.17	0.10%

iv) Funding Concentration based on significant instrument/product

Name of the instrument/product	Amount (₹ crore)	% of Total Liabilities
Secured Non-Convertible Debentures	4896.00	16.64%
Commercial Papers	1350.00	4.59%
Refinance Facility from NHB	6544.42	22.24%
Bank Facilities	15392.67	52.31%
Deposits	435.16	1.48%
Subordinated Tier-II Non-Convertible Debentures	100.00	0.34%
Total Borrowings	28718.25	97.60%
Total Liabilities	29423.21	

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

v) Stock Ratios

Particulars	as a % of total public funds	as a % of total liabilities	as a % of total assets
Commercial papers	4.70	4.59	4.08
Non-convertible Debentures	0.00	0.00	0.00
Other short term liabilities*	20.18	19.69	17.52

* Includes short term funds with original maturity of less than 1 year and includes funds from Refinance from NHB, Short Term Lines / OD / WCDL

vi) Institutional set-up for liquidity risk management

The Board shall have the overall responsibility for management of liquidity risk. The Board shall decide the strategy, policies and procedures of the Company to manage liquidity risk in accordance with the liquidity risk tolerance/limits decided by it.

The Risk Management Committee, which reports to the Board and consisting of Chief Executive Officer (CEO)/ Managing Director, Chief Risk Officer (CRO) and heads of various verticals, shall be responsible for evaluating the overall risks faced by the Company including liquidity risk.

The ALCO, consisting of the Company's top management shall be responsible for ensuring adherence to the risk tolerance/ limits set by the Board as well as implementing the liquidity risk management strategy of the Company. The role of the ALCO with respect to liquidity risk should include, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, sale of assets as a source of funding, the structure, responsibilities and controls for managing liquidity risk.

Note 43.1 Disclosure as per RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.

Appendix I

LCR Disclosure Template

(₹ in crores)

Particulars	As at March 31,2022	
	Total Unweighted Value (average)*	Total Weighted Value (average)**
High Quality Liquid Assets		
1 **Total High Quality Liquid Assets (HQLA)	1,069.00	1,069.00
Cash Outflows		
2 Deposits (for deposit taking companies)		
3 Unsecured wholesale funding	17.33	19.93
4 Secured wholesale funding	300.00	345.00
5 Additional requirements, of which	687.85	791.03
(i) Outflows related to derivative exposures and other collateral requirements		
(ii) Outflows related to loss of funding on debt products		
(iii) Credit and liquidity facilities		
6 Other contractual funding obligations	938.37	1,079.13
7 Other contingent funding obligations		
8 Total Cash Outflows	1,943.55	2,235.08

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

(₹ in crores)

Particulars	As at March 31, 2022	
	Total Unweighted Value (average)*	Total Weighted Value (average)**
Cash Inflows		
9 Secured lending		
10 Inflows from fully performing exposures	188.35	141.26
11 Other cash inflows	3,819.12	2,864.34
12 Total Cash Inflows	4,007.47	3,005.60
		Total Adjusted Value
13 Total HQLA	1,069.00	1,069.00
14 Total Net Cash Outflows	558.77	558.77
15 Liquidity Coverage Ratio (%)	191.31	191.31

**Components of HQLA (Refer note 6.1 SI no. 8 to 24)

* Unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows).

** Weighted values must be calculated after the application of respective haircuts (for HQLA) and stress factors on inflow and outflow

Appendix I

Public disclosure on liquidity risk

i) Funding Concentration based on significant counterparty (both deposits and borrowings)

Number of Significant Counterparties	Amount (₹ crore)	% of Total deposits	% of Total Liabilities
8	11,564.41	2,354.89	46.49

ii) Top 20 large deposits (amount in ₹ crore and % of total deposits)

Amount (₹ crore)	% of Total Deposit
202.19	41.17

iii) Top 10 borrowings (amount in ₹ crore and % of total borrowings)

Amount (₹ crore)	% of Total Borrowings
22.19	0.09

iv) Funding Concentration based on significant instrument/product

Name of the instrument/product	Amount (₹ crore)	% of Total Liabilities
Secured Non-Convertible Debentures	3,260.00	13.1
Commercial Papers	2,795.00	11.23
Refinance Facility from NHB	5,382.50	21.64
Bank Facilities	12,251.94	49.25
Deposits	491.08	1.97
Subordinated Tier-II Non-Convertible Debentures	100.00	0.4
Total Borrowings	24,280.52	97.6
Total Liabilities	24,877.72	

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 43 (Contd..)

v) Stock Ratios

Particulars	as a % of total public funds	as a % of total liabilities	as a % of total assets
Commercial papers	11.50	11.23	10.00
Non-convertible Debentures	-	-	-
Other short term liabilities*	18.56	18.14	16.15

* Includes short term funds with original maturity of less than 1 year and includes funds from Refinance from NHB, Short Term Lines / OD / WCDL

vi) Institutional set-up for liquidity risk management

The Board shall have the overall responsibility for management of liquidity risk. The Board shall decide the strategy, policies and procedures of the Company to manage liquidity risk in accordance with the liquidity risk tolerance/limits decided by it.

The Risk Management Committee, which reports to the Board and consisting of Chief Executive Officer (CEO)/ Managing Director, Chief Risk Officer (CRO) and heads of various verticals, shall be responsible for evaluating the overall risks faced by the Company including liquidity risk.

The ALCO, consisting of the Company's top management shall be responsible for ensuring adherence to the risk tolerance/limits set by the Board as well as implementing the liquidity risk management strategy of the Company. The role of the ALCO with respect to liquidity risk should include, inter alia, decision on desired maturity profile and mix of incremental assets and liabilities, sale of assets as a source of funding, the structure, responsibilities and controls for managing liquidity risk.

Note 44

A. Related Party

Name of Related Party	Nature of Relationship
Canara Bank	Sponsor Bank
1. Canbank Factors Ltd.	Subsidiaries of Canara Bank
2. Canbank Computer Services Ltd	
3. Canbank Financial Services Ltd.	
4. Canbank Venture Capital Fund	
5. Canara Bank Securities Ltd	Employees PF Trust
1. Can Fin Homes Limited Employees Provident Fund	
1. Canara HSBC Oriental Bank of Commerce Life Insurance Company Ltd.	Joint Venture with Canara Bank
2. Canara Robeco Asset Management Company Ltd.	
1. Subodh Kumar	Staff Deputed from Canara Bank (from 31/03/2022)
2. Ajay Kumar Singh	
3. Vasudha	
Key Managerial Personnel:	
1. Suresh S Iyer (from 18/03/2023)	Managing Director & CEO
2. Girish Kousgi (till 31/10/2022)	Managing Director & CEO
3. Amitabh Chatterjee (from 15/07/2021)	Whole Time Director
4. Shreekant M Bhandiwad (till 27/04/2021)	Whole Time Director
5. Shamila Mangalore	General Manager

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 44 (Contd..)

Name of Related Party	Nature of Relationship
6. Veena G Kamath	Company Secretary
7. Prashanth Joishy (till 03/01/2023)	Chief Financial Officer
8. Apurav Agarwal (from 04/01/2023)	Chief Financial Officer
Relatives of KMP with whom company has transactions:	
1. Prathima Joishy (till 03/01/2023)	Wife of Prashanth Joishy
2. Yadunand G Kamath	Son of Veena G Kamath

B. Transactions with the above Related Party during the year

(₹ in Lakhs)

Name of Related Party	Nature of Transaction	For the period	
		2022-23	2021-22
Suresh S Iyer*	Remuneration	6.62	-
Girish Kousgi (till 31/10/2022)	Remuneration	73.66	120.66
Amitabh Chatterjee (from 15/07/2021)	Remuneration	0.91	0.42
Shreekant M Bhandiwad (till 27/04/2021)	Remuneration		3.00
Shamila Mangalore	Remuneration	38.59	26.28
	Staff advance given	-	1.50
Veena G Kamath	Remuneration	28.05	21.54
	Staff advance given	3.79	-
Apurav Agarwal (from 04/01/2023)	Remuneration	9.88	-
Prashanth Joishy (till 03/01/2023)	Remuneration	22.86	20.74
	Term Loans & other credit facilities outstanding at the year end	1,52,458.88	1,14,691.66
	Interest paid for the year	7,076.23	8,598.85
	Deposits matured during the year	1,496.77	1,889.67
	Deposits made with Bank (including renewals)	30,436.95	31,917.55
	Interest earned for the year	1,651.52	260.68
	Rent and maintenance expense paid for the year	57.69	60.49
Canara Bank	Bank charges for the year	59.42	123.22
	Sitting Fees to Directors	9.85	9.20
	Honorarium Fees to Directors	1.65	
	Salary & other benefits of Whole Time Director	30.81	28.26
	Salary & other benefits of deputed employees	86.14	-
	Rent Reimbursement of Deputed Employees	16.87	
	Dividend Paid	1,197.91	1,397.57
	Cash and cash equivalents and other bank balances	168.96	203.87
	Call centre for recovery charges for the year	23.31	41.21
Canbank Computer Services Ltd	Registrar & Transfer Agency charges for the year	17.02	13.62
Canara Robeco Mutual Fund	Dividend Paid	67.65	
Canara Bank Securities	Dividend Paid	0.01	
Canara Bank- (Employee Pension Fund,Provident Fund & Gratuity Fund)	Borrowings by way of SRNCD	-	-
	Interest paid on SRNCD	-	-
Can Fin Homes Limited Employees Provident Fund	Reimbursement of expenses	28.17	48.81
	Borrowings by way of SRNCD	-	500.00
	Redemption of SRNCD	500.00	
Canara HSBC OBC Insurance Co. Ltd	Interest paid on SRNCD	39.45	39.45
	Commission earned for the year	357.18	306.19
Total		1,95,966.81	1,60,324.46

* Managing Director & CEO remuneration subjected to members approval

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 44 (Contd..)

C. Balances Payable to Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Nature of Balances	As at	As at
		March 31, 2023	March 31, 2022
Canara Bank	Term Loan and Credit Facilities	1,52,458.88	1,17,718.88
	Deposits Received/Renewed	1.55	-
Veena G Kamath - CS	Deposit Outstanding	2.97	2.78
	Deposit Interest Earned	0.17	0.20
Prashanth Joishy - CFO (till 03/01/2023)	Deposits Received/Renewed	0.81	0.76
	Deposit Outstanding*	-	0.81
Yadunand G Kamath	Deposit Interest Earned	0.06	0.06
	Deposits Received/Renewed	3.74	-
Prathima Joishy (till 03/01/2023)	Deposit Outstanding	3.82	3.60
	Deposit Interest Earned	0.47	0.23
Prashanth Joishy - CFO	Deposits Received/Renewed	11.79	11.02
	Deposit Outstanding*	-	11.67
	Deposit Interest Earned	0.12	0.72

*As at March 31, 2023 since they are not related party, no outstanding is reported

The details of sitting fees paid to the Non-Executive directors has been mentioned in Corporate Governance Report forming part of Annual Report.

D. Balances Receivable from Related Parties are as follows

(₹ in Lakhs)

Name of Related Party	Nature of Balances	As at	As at
		March 31, 2023	March 31, 2022
Canara Bank	Fixed Deposits	30,436.95	31,917.55
Canara HSBC OBC Insurance Co. Ltd	Trade receivable (Commission)	59.57	55.28
	Employee Loans & Advances -outstanding	-	1.43
Shamila Mangalore - Manager	Interest received from related party	0.10	0.14
	Principal Repayment	1.43	0.32
Veena G Kamath - CS	Employee Loans	3.38	-
	Interest received from related party	0.04	-
Prashanth Joishy - CFO	Principal Repayment	0.41	-
	Employee Loans & Advances -outstanding	-	25.43
Prashanth Joishy - CFO	Interest received from related party	0.60	1.31
	Principal Repayment	25.43	1.61

The Company has not made where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are (a) repayable on demand; or (b) without specifying any terms or period of repayment.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 44 (Contd..)

E. Compensation to Key Managerial Personnel

(₹ in Lakhs)

Particulars	For the year Ended	
	March 31, 2023	March 31, 2022
Short term employee benefit	163.17	189.22
Post-employment benefits*	-	-
Total Compensation paid to Key Managerial Personnel	163.17	189.22

*The post employments benefits namely provision for gratuity and compensated absences cannot be determined employee wise since the provision is based on the actuarial valuation of the company as a whole

F. Group Structure

Diagrammatic representation of group structure as follows:

Canara Bank (Sponsor Bank) → Associate company → Can Fin Homes Limited - 29.99%

G. Consolidated Financial Statements (CFS)

Indicative list of Balance Sheet Disclosure of HFCs Annex IV as per Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 para 4.10 is not applicable to the Company.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 44 (Contd..)

Related Party Disclosure - As per circular RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23 dated April 19, 2022

Note 44.1

Item / Related party	Parent (as per ownership or control)		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Subsidiaries/Joint Venture of Canara Bank/Employees PF Trust/Deputed Employee of Canara Bank		Total
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹	
Borrowings													
a. Outstanding at the year end	1,52,458.88	1,14,691.66											1,52,458.88
b. Maximum During the year	1,52,458.88	2,26,088.14											1,52,458.88
Deposits													
a. Outstanding at the year end							3.83	3.58	3.82	15.27			7.65
b. Maximum During the year							3.83	3.58	16.23	15.27			20.06
Placement of deposits													
a. Outstanding at the year end	30,436.95	31,917.55											30,436.95
b. Maximum During the year	32,125.19	31,917.55											32,125.19
Advances													
a. Outstanding at the year end							3.79	26.86					3.79
b. Maximum During the year							26.86	28.78					26.86
Investments													
a. Outstanding at the year end													
b. Maximum During the year													
Purchase of fixed/other assets													
Sale of fixed/other assets													
Interest paid	7,076.23	8,598.85					0.23	0.26	0.59	0.95	39.45	39.45	7,116.51
Interest received	1,651.52	260.68					0.74	1.45	-	-			1,652.25
Rent and maintenance expense paid for the year	57.69	60.49											57.69
Bank charges for the year	59.42	123.22											59.42
Sitting Fees to Directors	9.85	9.20											9.85
Honorarium Fees to Directors	1.65												1.65

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 44 (Contd..)

(₹ in crores)

Item / Related party	Parent (as per ownership or control)		Subsidiaries		Associates/ Joint ventures		Key Management Personnel		Relatives of Key Management Personnel		Subsidiaries/Joint Venture of Canara Bank/Employees PF Trust/Deputed Employee of Canara Bank		Total
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	
Salary & other benefits of Whole Time Director	30.81	28.26									0.91	0.42	31.72
Salary & other benefits of deputed employees	86.14	-									12.14		98.28
Rent Reimbursement of Deputed Employees	16.87												16.87
Dividend Paid	1,197.91	1,397.57									67.66		1,265.57
Cash and cash equivalents and other bank balances	168.96	203.87											168.96
Call centre for recovery charges for the year											23.31	41.21	23.31
Registrar & Transfer Agency charges for the year											17.02	13.62	17.02
Reimbursement of expenses											28.17	48.81	28.17
Commission Earned											357.18	306.19	357.18
Remuneration							179.66	189.22					179.66
Deposits Matured	1,496.77												1,496.77
Redemption of SRNCD											500		500.00

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 45: Ind AS 116-Leases

a. Right-of-use assets- Buildings

(₹ in Lakhs)

Particulars	March 31, 2023	March 31, 2022
Opening Balance	2,524.35	2,857.61
Additions to right of use asset	1,457.93	900.26
Depreciation charge for the year	684.33	650.42
Derecognition of right of use assets	40.93	583.10
Closing Balance	3,257.03	2,524.35

b. Maturity analysis of lease liabilities (undiscounted)

(₹ in Lakhs)

Particulars	March 31, 2023	March 31, 2022
Upto one year	896.71	884.67
From one to 5 years	3,161.03	2,146.28
More than 5 Years	981.07	801.91

- Interest on lease liabilities is ₹ 296.66 Lakhs (Previous Year ₹ 304.57 Lakhs) for the year ended on March 31, 2023.
- The Company incurred ₹ 213.37 Lakhs (Previous Year ₹ 88.74 lakhs) for the year ended 31 March 2023 towards expenses relating to other leases. The Company does not have any low value leases.
- The total cash outflow for leases is ₹ 951.67 Lakhs (Previous Year ₹ 928.53 Lakhs) for the year ended March 31, 2023.

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.

Note 46.1 Capital to Risk Assets Ratio (CRAR)

(₹ in Lakhs)

Particulars	As at March 31, 2023	As at March 31, 2022
i) CRAR (%)	23.07%	23.15%
ii) CRAR – Tier I Capital (%)	21.69%	21.61%
iii) CRAR – Tier II Capital (%)	1.38%	1.54%
iv) Amount of subordinated debt raised as Tier – II Capital (₹ in lakhs)	2,000.00	4,000.00
v) Amount raised by issue of Perpetual Debt Instruments (₹ in lakhs)	-	-

Note: Tier II capital includes Provision for Standard Assets.

Note: Based on the balance term to maturity as at March 31, 2023, 20% (As at March 31,2022 40%) of the book value of the subordinated debt is considered as Tier II Capital for the purpose of Capital Adequacy computation.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

Note 46.2

A. Exposure to Real Estate Sector

(₹ in Lakhs)

Category	As at	As at
	March 31, 2023	March 31, 2022
Direct Exposure		
(i) Residential Mortgages		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits	25,07,844.71	21,61,464.21
(ii) Commercial Real Estate -		
Lending secured by mortgages on commercial real estate (Office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.,) Exposure would also include non-fund based (NFB) limits:	6,48,481.41	5,09,657.34
(iii) Investments in Mortgage Backed Securities (MBS) and other Securitised exposures -		
a) Residential	Nil	Nil
b) Commercial Real Estate	Nil	Nil
Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance companies (HFCs)	Nil	Nil
Total Exposure to Real Estate Sector		

B. Exposure to Capital Market : NIL

(₹ in Lakhs)

Category	As at	As at
	March 31, 2023	March 31, 2022
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;		
(ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;		
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;		
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;		

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

(₹ in Lakhs)

Category	As at	As at
	March 31, 2023	March 31, 2022
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;		
(vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	NIL	NIL
(vii) bridge loans to companies against expected equity flows / issues;		
(viii) Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds		
(ix) Financing to stockbrokers for margin trading		
(x) All exposures to Alternative Investment Funds:		
i. Category I		
ii. Category II		
iii. Category III		
(xi) All exposures to Venture Capital Funds (both registered and unregistered)		
Total Exposure to Capital Market		

Sectoral exposure

Sectors	As at March 31, 2023			As at March 31, 2022		
	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ crore)	Gross NPAs (₹ crore)	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	-	-	-	-	-	-
2. Industry	-	-	-	-	-	-
3. Services	-	-	-	-	-	-
4. Personal Loans	32,971.31	173.85	0.53%	28,044.73	170.59	0.61%

C. Intra-group exposures - Nil

Disclosures for the current year with comparatives for the previous year:

- Total amount of intra-group exposure
- Total amount of top 20 intra-group exposures
- Total amount of top 20 intra-group exposures

D. Unhedged foreign currency exposure - Nil

E. Details of financing of parent company products : NIL

F. Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the HFC : NIL

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

G. Advances against intangible collateral: NIL

Exposure to group companies engaged in real estate business

		(₹ in Lakhs)	
S.No.	Description	Amount (₹ in lakhs)	% of owned fund
(i)	Exposure to any single entity in a group engaged in real estate business	-	-
(ii)	Exposure to all entities in a group engaged in real estate business	-	-

H. Disclosures of penalties imposed by NHB/RBI and other Regulators

During the financial year 2022-23 there were no penalties imposed by NHB/RBI or any other Regulator. (Previous Year - ₹ 34,37,616)

G. Unsecured Advances

Unsecured Advances consists of loans ₹ 794.92 lakhs (As at March 31, 2022 - ₹ 544.30 lakhs)

Note 46.3 Registration obtained from other financial sector regulators during the year:

- (i) Renewal of registration of the Company as LEI (Legal Entity Identifier) as required by RBI.
- (ii) Registration of Company on TReDS (Trade Receivables Discounting System) platform through RXIL (Receivables Exchange of India Limited) as required by MCA (Ministry of Corporate Affairs).
- (iii) Registration of the Company as Business user for filing of returns in FIRMS (Foreign Investment Reporting and Management System).
- (iv) Registration of Company as convergence partner with NCH (National Consumer Helpline) through software "INGRAM" as directed by NHB

Note 46.4 Rating assigned by Credit Rating Agencies and migration of rating during the year:

Credit Rating agency	Type	Credit Rating	
		FY 2022-23	FY 2021-22
ICRA	Public Deposits	[ICRA]AA+	ICRA MAAA (Stable)
ICRA	Commercial Papers	ICRA A1+	A1+
ICRA	Long Term Bank Loans	[ICRA]AA+	ICRA AA+ (Stable)
ICRA	Short Term Bank Loans	[ICRA]A1+	A1+
ICRA	Non Convertible Debentures	ICRA AA+ (Stable)	ICRA AA+ (Stable)
CARE	Non Convertible Debentures	CARE AAA (Stable)	CARE AAA (Stable)
CARE	Commercial Papers	A1+	A1+
CARE	Long Term Bank Loans	CARE AAA (Stable)	CARE AAA (Stable)
Ind-Ra	Long Term Bank Loans	NA	IND AA+/Stable
Ind-Ra	Non Convertible Debentures	NA	IND AA+/Stable
Ind-Ra	Subordinated Debt	IND AA+/Stable	IND AA+/Stable
Ind-Ra	Commercial Papers	IND A1+	IND A1+

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

Note 46.5 Revenue Recognition: No revenue recognition has been postponed pending the resolution of significant uncertainties.

Note 46.6 a) During the year, no transaction was accounted which was related to prior period (Previous year Nil).

b) There is no change in the accounting policies during the year

Note 46.7 Indian Accounting Standard 110 – Consolidated Financial Statements

The subject Standard is not applicable for the Company.

Note 46.8 Provisions and Contingencies

Break up of Provisions and Contingencies	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Provision for depreciation on Investment	-	-
Provision made towards Income Tax (net)	41.90	41.90
Provision towards NPA	9,090.19	8,987.61
Provisions for Standard Assets	13,215.74	9,783.14
Additional Provision for Standard Assets	1,700.00	1,500.00
Provision for restructured loan accounts	6,768.84	6,768.84
Provision for contingencies, expenses, etc.,	136.40	108.61

Note 46.9 Draw Down from Reserves

There was no draw down from reserves created in section 36(1)(viii) of the Income Tax Act, 1961 and statutory reserve under section 29C of the NHB Act during the year.

Note 46.10 Concentration of Public Deposits, Advances, Exposures and NPAs

i) Concentration of Public Deposits (for Public Deposit taking/holding HFCs)

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Total Deposits of twenty largest depositors	17,919.46	20,291.29
Percentage of Deposits of twenty largest depositors to Total Deposits of the HFC	41.18%	41.32%

ii) Concentration of Loans & Advances

Particulars	(₹ in Lakhs)	
	As at March 31, 2023	As at March 31, 2022
Total Loans & Advances to twenty largest borrowers	4,719.00	3,887.00
Percentage of Loans & Advances to twenty largest borrowers to Total Advances of the HFC	0.15%	0.15%

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

iii) Concentration of all Exposure (including off-balance sheet exposure)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Total Exposure to Twenty largest borrowers / customers	5,265.00	4,024.60
Percentage of exposure to twenty largest borrowers / customers to Total Exposure of the HFC on borrowers / customers	0.17%	0.15%

iv) Concentration of NPAs

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Total Exposure to Top ten NPA accounts	741.05	797.68

v). Sector-wise NPAs

Sector	Percentage of NPAs to Total Advances in that sector
A Housing Loan	-
1 Individuals	0.49%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-
B Non – Housing Loans	-
1 Individuals	0.78%
2 Builders / Project Loans	-
3 Corporates	-
4 Others (specify)	-

vi). Movement of NPAs

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
1 Net NPAs to Net Advances (%)	0.26%	0.30%
2 Movement of NPAs (Gross)		
a Opening balance	17,058.81	20,191.36
b Additions during the year	3,535.45	1,468.86
c Reductions during the year	3,209.59	4,601.41
d Closing balance	17,384.67	17,058.81
3 Movement of Net NPAs		
a Opening balance	8,071.21	13,433.15
b Additions during the year	2,310.52	912.32
c Reductions during the year	2,087.24	6,274.25
d Closing balance	8,294.49	8,071.21

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
4 Movement of provisions for NPAs (excluding provisions on standard assets)		
a Opening balance	8,987.61	6,758.22
b Provisions made during the year	1,224.93	3,189.74
c Write-off / Write-back of excess provisions	(1122.35)	(960.35)
d Closing balance	9,090.19	8,987.61

vii). Overseas Assets

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
	Nil	

viii). Off-Balance Sheet SPVs sponsored (which are required to be consolidated as per accounting Norms) Name of the SPV sponsored

Domestic	Overseas
Nil	Nil

ix). Disclosure of Complaints Customer Complaints

(₹ in Lakhs)

Particulars	As at	As at
	March 31, 2023	March 31, 2022
Complaints received by the NBFC from its customers		
1) No. of Complaints pending at the beginning of the year	-	-
2) No. of Complaints received during the year	1,154	1,328
3) No. of Complaints disposed during the year	1,124	1,328
3.1 Of which, number of complaints rejected by the NBFC	-	-
4) No. of Complaints pending at the end of the year	30.00	-

Top five grounds of complaints received by the NBFCs from customers

(₹ in Lakhs)

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
Foreclosure Related	-	561	13.79%	-	-
PMAY-CLSS Related	-	122	-65.44%	-	-
EMI/ECS Related	-	79	21.54%	-	-
ROI Related	-	64	-44.83%	-	-
Statement Related	-	51	88.89%	-	-
Others	-	277	1.09%	-	-
Total	-	1154	-13.10%	-	-

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

(₹ in Lakhs)

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
		Previous Year			
Foreclosure Related	-	493	-12.30%	-	-
PMAY-CLSS Related	-	353	-53.06%	-	-
ROI Related	-	116	-60.54%	-	-
EMI/ECS Related	-	65	-39.81%	-	-
Statement Related	-	27	-83.13%	-	-
Others	-	274	-59.10%	-	-
Total		1,328	-45.19%	-	-

Note 46.11 Derivatives

a) Forward Rate Agreement (FRA) / Interest Rate Swap (IRS): No exposure

Particulars	As at March 31, 2023	As at March 31, 2022
(i) The notional principal of swap agreements		
(ii) Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	NIL	NIL
(iii) Collateral required by the HFC upon entering into swaps		
(iv) Concentration of credit risk arising from the swaps \$		
(v) The fair value of the swap book		

b) Exchange Traded Interest Rate (IR) Derivative: No exposure

Particulars	Amount
(i) Notional principal amount of exchange traded IR derivatives undertaken during the year (instrumentwise)	
(a) Nil	
(ii) Notional principal amount of exchange traded IR derivatives outstanding as on 31 st March (instrument-wise)	
(a) Nil	
(iii) Notional principal amount of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	NIL
(a) Nil	
(iv) Mark-to-market value of exchange traded IR derivatives outstanding and not "highly effective" (instrument-wise)	
(a) Nil	

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

c) Disclosures on Risk Exposure in Derivatives : Not applicable

A. Qualitative Disclosure

Since the Company has not involved in the derivatives transactions, risk management policy of the Company does not cover any such disclosure

B. Quantitative Disclosure

Particulars	Currency Derivatives	Interest Rate Derivatives
(i) Derivatives (Notional Principal Amount)		
(ii) Marked to Market Positions [1]		
(a) Assets (+)	NIL	NIL
(b) Liability (-)		
(iii) Credit Exposure [2]		
(iv) Unhedged Exposures		

Note 46.12 Securitisation

Particulars	No./ Amount
(1) No of SPVs sponsored by the HFC for securitisation transactions	
(2) Total amount of securitised assets as per books of the SPVs sponsored	
(3) Total amount of exposures retained by the HFC towards the MRR as on the date of balance sheet	
(I) Off-balance sheet exposures towards Credit Enhancements	
(II) On-balance sheet exposures towards Credit Enhancements	
(4) Amount of exposures to securitisation transactions other than MRR	NIL
(I) Off-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitizations	
(b) Exposure to third party securitisations	
(II) On-balance sheet exposures towards Credit Enhancements	
(a) Exposure to own securitisations	
(b) Exposure to third party securitisations	

Details of Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction

Particulars	As at March 31, 2023	As at March 31, 2022
(i) No. of accounts		
(ii) Aggregate value (net of provisions) of accounts sold to SC / RC		
(iii) Aggregate consideration	NIL	NIL
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

Details of Assignment transactions undertaken

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(i) No. of accounts		
(ii) Aggregate value (net of provisions) of accounts assigned		
(iii) Aggregate consideration	NIL	NIL
(iv) Additional consideration realized in respect of accounts transferred in earlier years		
(v) Aggregate gain / loss over net book value		

Details of non-performing financial assets purchased / sold

A. Details of non-performing financial assets purchased:

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(a) No. of accounts purchased during the year		
(b) Aggregate outstanding		
(a) Of these, number of accounts restructured during the year	NIL	NIL
(b) Aggregate outstanding		

B. Details of Non-performing Financial Assets sold:

Particulars	As at	As at
	March 31, 2023	March 31, 2022
1. No. of accounts sold		
2. Aggregate outstanding	NIL	NIL
3. Aggregate consideration received		

Note 46.13 Gold Loan

The Company has not provided any loans against collateral of gold and gold jewelleryes.

Note 46.14

The Company is a large Corporate as per the applicability criteria given under the SEBI Circular SEBI/HO/DDHS/CIR/P/ 2018/144 dated November 26, 2018.

Particulars	Details
Name of the Company	Can Fin Homes Limited
CIN	L85110KA1987PLC008699
Outstanding Borrowings of the Company as on 31 st March'2023, as applicable (in ₹ Crores)	23,298.58
Highest Credit Rating during the Previous Year along with name of the Credit Rating Agency	CARE AAA (Stable)
Name of Stock Exchange in which the fine shall be paid, in case of shortfall in the required borrowings under the framework	NSE

*Outstanding borrowings of the company having original maturity of more than one year and excluding external commercial borrowings but including public deposits with maturity more than 1 year.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 46 : Annex IV Disclosures required as per Master Direction - Non-Banking Financial Company - Housing Finance Company (Reserve Bank) Directions, 2021.(Contd.)

Sl. No.	Description	Details
i	3 - year block period	"FY 2021-22 FY 2022-23 FY 2023-24"
ii	Incremental borrowings done in FY 2022-23 (a) (in ₹ Crores)	8,786.00
iii	Mandatory Borrowings to be done through debt securities in FY 2022-23 (in ₹ Crores) b=(25% of a)	2,196.50
iv	Actual borrowings done through debt securities in FY 2022-23 © (in ₹ Crores)	2,236.00
v	Shortfall in the borrowing through debt securities, if any for FY 2021-22 carried forward to FY 2022-23 (d)	NA
vi	Quantum of (d), which has been met from (c) (e)	NA
vii	Shortfall, if any, in the mandatory borrowings through debt securities for FY 2022-23 (after adjusting for any shortfall in borrowings for FY 2021-22 which was carried forward to FY 2022-23 (f)=(b)-[(c) - (e)] { If the calculated value is zero or negative, write "nil" }	-

Sl. No.	Description	Details
i	3 - year block period	FY 2021-22 FY 2022-23 FY 2023-24
ii	Amount of fine to be paid for the block, if applicable Fine =0.2% of { (d) -(e) }	NA

Note 47:

(₹ in lakhs)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half year i.e September 30, 2022 year (A)	Of (A), aggregate debt that slipped into NPA during the current half-year	Of (A) amount written off during the current half-year	Of (A) amount paid by the borrowers during the current half-year *	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year i.e March 31, 2023
Personal Loans	70,450.83	64.62	-	908.07	69,478.13
Corporate persons	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	70,450.83	64.62	-	908.07	69,478.13

*Amount paid by the borrower during the half year is net of additions in the borrower account including additions due to interest capitalisation.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 48 Corporate Social Responsibility (CSR)

The Company constituted a Corporate Social Responsibility (CSR) Committee of the Board as prescribed under Section 135 of the Companies Act 2013 and has put the CSR policy in place. The Company has focussed in Promoting education including special education for tribal students, Construction of class room blocks for Government schools, construction of girls Hostel, providing Stationeries and furniture's to Government schools, setting up of Mini Science Labs (TINKER Labs), Vocational training, Skill enhancement programmes, renovation of Anganwadis, Scholarships for under privileged and girl child education, providing sanitation and drinking water facility. The Company also focuses on strengthening the healthcare by providing medical equipment and machineries, supported old age homes, orphanages and residential homes for differently abled people, animal welfare by construction of shelters, donated.

Veterinary equipment and machineries to carryout rescue, treatment and rehabilitation to injured animals, renewable energy sources by setting up solar power capacity at government schools and Solar Lighting systems to various villages, Conservation of Natural resources by Installing RO water purification, welfare measures, women empowerment and sports.

The activities undertaken by the Company under CSR is Pan India basis and the projects are executed by Registered Office and our branches in those areas. The total amount/ budget under CSR for the FY 2022-23 was ₹ 1,180.63 lakhs. The total amount spent under the CSR activities in FY 2022-23 is ₹ 782.72 lakhs. The balance amount of ₹ 397.89 lakhs which is already sanctioned in the FY 2022-23 will be transferred to unspent CSR Account as per provisions of Companies Act and will be disbursed as per the progress of the work. A summary of CSR details as on March 31, 2023 is given below:

(₹ in Lakhs)

Activities undertaken	for the year ending March 31, 2023		for the year ending March 31, 2022	
	No. of Beneficiaries	Amount Spent	No. of Beneficiaries	Amount Spent
Animal welfare	5	51.24	1	7.18
Conservation of Natural Resources			4	13.67
Construction/ repair & renovation of Schools/ Hostels	3	33.15	18	157.63
Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio economic development and relief and welfare of the Scheduled Caste, Scheduled Tribes, other backward classes, minorities and women.	-	-	1	100.00
Desks & benches/Tables/Almirah/Green Board/Chairs etc.	12	88.33	8	17.13
Drinking water facility/supply of other articles of necessity etc.	22	126.56	2	8.41
Scholarship to students and sponsorship of child education	5	34.98	11	89.06
Equipments/Medical vans to Hospitals	13	216.65	20	326.91
Equipments to old age homes	2	11.10	3	14.17
Providing education materials including books, school bags, etc. to the poor children of government schools or schools situated in rural/backward areas.	4	11.30	3	11.20
Providing training facilities to enhance vocational skills to the poor section of the society.	1	3.11	2	15.70
Renewable energy Projects	20	130.70	3	24.96
Welfare measures	6	36.58		
Supplementing of Govt-schemes like mid- day meal by Corporates through additional nutrition	-	-	1	4.50

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 48 Corporate Social Responsibility (CSR) (Contd..)

(₹ in Lakhs)

Activities undertaken	for the year ending March 31, 2023		for the year ending March 31, 2022	
	No. of Beneficiaries	Amount Spent	No. of Beneficiaries	Amount Spent
Provide financial support for creating healthcare infrastructure for COVID care, establishment of medical oxygen generation and storage plants, manufacturing and supply of oxygen concentrators, cylinders and other medical equipment for countering Covid-19	-	-	1	26.00
Promoting Tribal Sports	1	7.50	1	9.00
Women Empowerment	4	31.54		
Provision has been created for the unspent amount	-	397.89		417.86
Total	98	1,180.63	79	1,243.37

Following shall be disclosed with regard to CSR activities:-

a) amount required to be spent by the company during the year	1180.61
(b) amount of expenditure incurred	782.72
(c) shortfall at the end of the year on account of ongoing project	397.89
(d) total of previous years shortfall	-
(e) reason for shortfall	For shortfall amount of ₹ 397.89 lakhs provision has been created towards ongoing project
(f) nature of CSR activities	Promoting Education, Health Care, Welfare Measurements, women empowerment, Sports, welfare measures, animal welfare and Environmental Sustainability
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard.	NA
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	NA

Note 49 Other Disclosures

- There is no income which is required to be recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- The Company has not been declared willful defaulter by any Banks/Financial Institutions.
- The Company has not traded or invested in Crypto currency or Virtual currency during the year.
- There are no proceedings which have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- There are no transaction with struck off companies during the current and previous year.

Notes forming part of Financial Statements

for the year ended March 31, 2023

Note 49 Other Disclosures (Contd..)

- vi) The Code on Social Security 2020 ("the Code") relating employee benefits, during the employment and post employment, has received presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are yet to be issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules to determine the financial impact are published.
- vii) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Note 49.1: Previous years figures have been re-arranged/ regrouped wherever necessary to correspond with the current year's classification/disclosure

As per our report of even date attached

For and on behalf of the Board of Directors

For B. K Ramadhyani & Co LLP

Chartered Accountants
FRN:- 002878S/S200021

For B Srinivasa Rao & Co.,

Chartered Accountants
FRN:- 008763S

Satyanarayana Raju K

Chairman
DIN: 08607009

Suresh S Iyer

Managing Director & CEO
DIN: 10054487

C R Deepak

Partner
Membership No: 215398

Anand M R

Partner
Membership No: 227336

Arvind N Yennemadi

Director
DIN: 07402047

Apurav Agarwal

Chief Financial Officer
Membership No: 514170

Veena G Kamath

Company Secretary
Membership No: A23788

Place: Bengaluru

Date: 26.04.2023

Statement of Audited Results for the Quarter and Year ended March 31 2024						
Sl.N o.	Particulars	Quarter Ended			For the Year Ended	
		March 31 2024	December 31 2023	March 31 2023	March 31 2024	March 31 2023
		Audited	Unaudited & Reviewed	Audited	Audited	Audited
1	Income:					
	Interest Income	91,173.31	89,484.37	75,210.65	3,48,988.00	2,71,514.89
	Fees and Commission Income	1,509.70	639.48	1,166.43	3,317.52	2,658.02
	- Other Income	81.09	68.70	52.00	163.84	140.20
	Total Income from Operations	92,764.10	90,192.55	76,429.08	3,52,469.36	2,74,313.11
2	Expenditure:					
	Finance Costs	58,392.91	56,601.50	49,082.52	2,23,138.99	1,70,086.29
	Fees and Commission Expense	793.18	611.93	1,109.23	2,739.23	3,198.78
	Employee Benefit expense	2,660.88	2,457.96	2,242.29	9,686.59	8,373.05
	Depreciation and Amortisation	416.15	308.90	365.67	1,271.47	1,245.54
	Impairment on financial instruments	178.47	3,080.50	2,379.81	7,880.74	4,175.76
	Other Expenses	3,327.22	1,562.63	1,450.73	11,999.19	4,830.52
	Total Expenditure	65,768.81	64,623.42	56,630.25	2,56,716.21	1,91,909.94
3	Profit Before Tax	26,995.30	25,569.13	19,798.83	95,753.15	82,403.17
4	Tax Expenses					
	Current Tax	6,599.63	5,385.39	3,698.41	22,397.73	20,331.91
	Deferred Tax	(507.31)	169.77	(479.27)	(1,714.46)	(49.97)
	Total Tax Expenses	6,092.32	5,555.16	3,219.14	20,683.27	20,281.94
5	Net Profit After Tax	20,902.98	20,013.97	16,579.69	75,069.88	62,121.23
	Other Comprehensive Income (net of tax)	53.50	(54.78)	10.09	(86.54)	(60.67)
6	Total Comprehensive Income	20,956.48	19,959.19	16,589.78	74,983.34	62,060.56
7	Paid-up equity share capital (Face value of ₹2/- per share)	2,663.31	2,663.31	2,663.31	2,663.31	2,663.31
8	Reserves excluding Revaluation Reserves				4,31,721.99	3,62,064.81
9	Earnings Per Share (EPS) (of ₹2/- each)					
	(a) Basic	15.70	15.03	12.45	56.38	46.65
	(b) Diluted	15.70	15.03	12.45	56.38	46.65
NOTES:						
1	The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 Interim Financial Reporting, notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time, and other accounting principles generally accepted in India.					
2	The Company's main business is to provide loans for the purchase and construction of residential houses. The Company is also involved in the corporate insurance agency business activity, which is incidental to the business; however it is not a separate reportable segment as per the Ind AS 108 "Operating Segments", specified under Section 133 of the Companies Act, 2013. There are no reportable segment(s), as per the IND AS "Operating Segments" specified under section 133 of the Companies Act, 2013.					
3	At the Board meeting held on April 29, 2024, the Board of Directors have recommended final dividend of ₹ 4/- per equity share of face value of ₹ 2/- each, subject to approval of the shareholders at the Annual General Meeting.					
4	During the September 2023 quarter, the Company had reported a fraud pertaining to an isolated event in Ambala where internal staff colluded and caused a fraud on the Company perpetrated over a period of 22 months from September 2021 till July 2023. The final amount of fund defalcation was quantified as Rs. 39.67 crores. The Company has fully provided for the entire amount of defalcation and accordingly the post-tax impact of the fraud of Rs. 29.69 crores was fully provided in September 2023 quarter.					
5	Disclosure as per the Reg. 54(2) of SEBI (LODR) Regulations, 2015 the Company has maintained 100% Asset Cover on its secured redeemable non-convertible debentures as on March 31, 2024 (floating charge on hypothecation of book debts and receivables). The proceeds of the NCDs are utilised for the objects that were stated in the offer document(s).					



6	Details of resolution plan implemented under the Resolution Framework for COVID-19 related Stress as per RBI circulars dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0) as at March 31, 2024 are given below:					
	(₹ in lakhs)					
	Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of the previous half year i.e September 30, 2023 year (A)	Of (A), aggregate debt that slipped into NPA during the current half-year	Of (A) amount written off during the current half-year	Of (A) amount paid by the borrowers during the current half-year*	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position as at the end of this half-year i.e March 31, 2024
	Personal Loans	61,259.71	4,517.67	-	4,725.71	52,016.34
	Corporate persons	-	-	-	-	-
	Of which, MSMEs	-	-	-	-	-
	Others	-	-	-	-	-
	Total	61,259.71	4,517.67	-	4,725.71	52,016.34
	*Amount paid by the borrower during the half year is net of additions in the borrower account including additions due to interest capitalisation.					
7	In compliance with Reg.33 and 52 of SEBI (LODR) Regulations, 2015, the above financial results for the quarter and year ended March 31, 2024 have been reviewed and recommended by the Audit Committee of the Board and subsequently approved by the Board of Directors at their respective meetings held on April 29, 2024. The above results have been subjected to audit by the Joint Statutory Auditors of the Company, in terms of the said regulations.					
8	The figures for the quarter ended March 31, 2024 and quarter ended March 31, 2023 are the balancing figures between the audited figures of the financial year and the reviewed and published year to date upto the third quarter of the financial year.					
9	Figures of the previous periods have been regrouped/ reclassified wherever necessary to conform to current period's classification.					

CAN FIN HOMES LIMITED
Statement of Assets and Liabilities

		(₹ in lakhs)	
SI No	Particulars	As at March 31 2024 (Audited)	As at March 31 2023 (Audited)
	ASSETS		
I	Financial Assets		
a)	Cash and Cash equivalents	75.77	187.64
b)	Bank Balances other than (a)	45,665.93	30,658.87
c)	Receivables		
	(i) Trade Receivables	88.87	113.91
	(ii) Other Receivables	-	-
d)	Loans	34,55,310.32	31,19,332.65
e)	Investments	1,45,902.64	1,45,903.13
f)	Other Financial Assets	778.42	1,097.28
II	Non-Financial Assets		
a)	Current Tax Assets (Net)	-	-
b)	Deferred Tax Assets (Net)	6,586.55	4,842.99
c)	Property, Plant and Equipment	5,261.85	4,540.38
d)	Other non-financial assets	484.55	372.19
	TOTAL	36,60,154.90	33,07,049.04
	LIABILITIES AND EQUITY		
	LIABILITIES		
I	Financial Liabilities		
a)	Payables		
	Trade Payables	-	-
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	482.87	804.92
	Other Payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
b)	Debt Securities	7,57,512.08	6,31,098.98
c)	Borrowings (Other than debt securities)	23,96,709.32	22,21,905.86
d)	Deposits	21,781.51	43,516.18
e)	Subordinated Liabilities	10,290.70	10,285.68
f)	Other Financial Liabilities	29,608.54	29,036.05
II	Non-Financial Liabilities		
a)	Current tax liabilities (Net)	1,560.75	562.89
b)	Provisions	5,873.41	3,389.19
c)	Deferred tax liabilities (Net)	-	-
d)	Other non-financial liabilities	1,950.42	1,721.17
III	EQUITY		
a)	Equity Share capital	2,663.31	2,663.31
b)	Other Equity	4,31,721.99	3,62,064.81
	TOTAL	36,60,154.90	33,07,049.04



CAN FIN HOMES LIMITED
Cash Flow Statement

(₹ in lakhs)

Sl. No	Particulars	Year ended March 31 2024 (Audited)	Year ended March 31 2023 (Audited)
A)	Cash Flow from Operating Activities		
	Net Profit Before Tax and Exceptional Items	95,753.15	82,403.17
	Add:		
i)	Adjustment For:		
	Depreciation and Amortization	1,271.47	1,245.54
	Loss/(profit) on Sale of Assets [net]	(5.58)	(11.05)
	Interest on lease liability	340.52	296.66
	Winding of leases liability and right of use assets	(71.08)	(100.26)
	Interest expense accrued but not paid	0.00	10,090.11
	Interest income accrued but not received	0.00	(690.89)
	Impairment of financial instruments	7,880.74	4,175.76
	Fair Value adjustments on Debentures	44.72	45.03
	Fair Value adjustments on Investments	4.45	4.23
	Operating Profit before Working Capital Changes	1,05,218.39	97,458.30
ii)	Adjustment For Working Capital:		
	(Increase)/Decrease in Trade Receivables	25.04	(1.14)
	Increase/(Decrease) in Trade Payables	(322.05)	249.77
	(Increase)/Decrease in Other Financial Assets	318.85	188.38
	(Increase)/Decrease in Loans	(3,43,858.41)	(4,85,702.00)
	Increase/(Decrease) in Provisions	2,368.58	761.46
	(Increase)/Decrease in Other non-financial assets	(112.36)	8.42
	Increase/(Decrease) in Other financial liabilities	572.49	501.93
	Increase/(Decrease) in Other non-financial liabilities	229.25	(399.32)
	Cash Generated from Operations	(2,35,560.22)	(3,86,934.20)
	Less: Income Tax Paid	21,399.87	17,469.03
	Net Cash Flow from Operating Activities	(2,56,960.09)	(4,04,403.23)
B)	Cash Flow from Investing Activities		
	Purchase of Property, Plant and Equipment	(1,994.24)	(919.61)
	Sale of Property, Plant and Equipment	6.88	23.66
	Investment in Government Securities	(3.95)	(33,309.90)
	(Increase)/Decrease in Other Bank balances	(15,007.06)	1,479.21
	Net Cash Flow from Investing Activities	(16,998.37)	(32,726.64)
C)	Cash Flow from Financing Activities		
	Short term borrowings (net)	20,156.99	1,19,362.11
	Long Term Borrowings taken	5,70,000.00	6,55,000.00
	Long Term Borrowings repaid	(4,15,353.54)	(3,50,640.12)
	Proceeds from deposits accepted (net)	(21,734.67)	(5,591.69)
	Debt Securities (net)	1,26,373.40	23,863.62
	Payment of lease liability	(269.44)	(951.67)
	Dividend paid	(5,326.16)	(3,994.62)
	Net Cash Flow from Financing Activities	2,73,846.59	4,37,047.63
	Increase/(Decrease) in Cash & Cash Equivalents	(111.87)	(82.24)
	Cash & Cash Equivalents at the Beginning of the Year	187.64	269.88
	Cash & Cash Equivalents at the end of the Year	75.77	187.64
	Other Notes:		
	Cash and Cash equivalents include:		
	Cash on hand	71.47	25.56
	Cheques on hand	0.27	10.00
	Balance with Banks		
	- Current Accounts	4.03	152.08
	- Fixed Deposits	-	-
	Total	75.77	187.64

Place: Bengaluru
Date: 29th April, 2024

For and on behalf of the Board of Directors
of Can Fin Homes Ltd.,


Suresh S Iyer
Managing Director & CEO





B Srinivasa Rao & Co,
Chartered Accountants
No. 19, 19/1, BRV Layout,
Kumara Park West,
Behind Nandini Hotel,
Bangalore – 560 020

B K Ramadhyan & Co LLP,
Chartered Accountants
4B, 4th Floor, Chitrapur Bhavan, 68,
8th Main, 15th Cross,
Mallechwaram,
Bangalore – 560 055

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF CAN FIN HOMES LIMITED

Report on the audit of the Financial Results Opinion:

1. We have audited the standalone annual financial results of Can Fin Homes Limited (hereinafter referred to as the 'Company') for the year ended March 31, 2024 and Balance Sheet and the Statement of Cash flows as at the year ended on that date, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:
 - i. are aforesaid presented in accordance with the requirements of Regulation 33 and Regulation 52 of the Listing Regulations in this regard; and
 - ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended March 31, 2024 and the balance sheet and the statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* 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 Act 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.

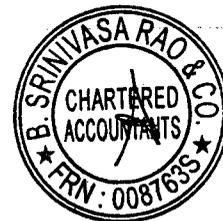


Board of Director's Responsibilities for the Standalone Financial Results

4. These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company and the Balance sheet and the Statement of Cash flows in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 of the Listing Regulations. The Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of financial results by the Directors of the Company, as aforesaid.
5. In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

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

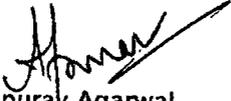


**DECLARATION IN RESPECT OF AUDIT REPORT WITH UNMODIFIED OPINION FOR THE
FINANCIAL YEAR ENDED MARCH 31,2024**

This is to confirm that the Joint Statutory Central Auditors of the Company M/s. B K Ramadhyani & Co. LLP and M/s. B Srinivasa Rao & Co. have issued an Audited Report with unmodified opinion (i.e. it does not contain any qualification, reservation or adverse remark or disclaimer) on Audited Financial Result of the Company (standalone) for the financial year ended March 31, 2024.

This declaration is provided in compliance with Regulation 33(3)(d) and 52(3)(a) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016. Kindly take this declaration on record.

Yours faithfully,
For Can Fin Homes Ltd,


Apuray Agarwal
Chief Financing Officer

Date: April 29,2024
Place: Bengaluru

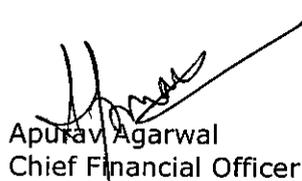


Disclosure in terms of Regulation 52(4) [Chapter V] of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 for the year ended March 31, 2024.

Sl. No.	Particulars	(In lakhs)
		As on March 31, 2024
1.	Debt Equity Ratio	7.34
2.	Debt Service Coverage Ratio *	NA
3.	Interest Service Coverage Ratio	1.43
4.	Capital Redemption Reserve/ Debenture Redemption Reserve	NA
5.	Net Worth (in lakhs) (as at March 31, 2024)	4,34,385.30
6.	Net Profit after tax (in lakhs)	75,069.88
7.	Earnings Per Share Basic & Diluted	56.38
8.	Current Ratio	NA
9.	Long Term Debt to Working Capital	NA
10.	Bad Debts to Accounts receivable ratio	NA
11.	Current Liability Ratio	NA
12.	Total Debts to Total Assets Ratio	0.87
13.	Debtors Turnover Ratio	8.57
14.	Inventory Turnover Ratio	NA
15.	Operating Margin (%)	NA
16.	Net profit Margin (%)	21.30%
Sector Specific equivalent ratios, as applicable		
17.	Provision Coverage Ratio	48.67%
18.	Gross Non-Performing Assets (GNPA)	0.82%
19.	Net Non-Performing Asset (NNPA)	0.42%
20.	Capital Risk Adequacy Ratio (CRAR)	24.61%
21.	Asset Coverage Ratio	110%/100%

***Disclosure is not applicable to Housing Finance Companies registered with NHB/RBI as per regulation 52(4) and 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended.**

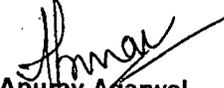
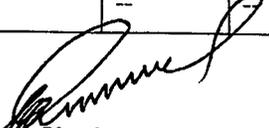
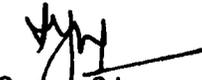
For Can Fin Homes Limited


 Apurav Agarwal
 Chief Financial Officer



Date: April 29, 2024
Place: Bengaluru

Statement of Deviation / Variation in utilisation of funds raised through Shares - Reg 32(1) of SEBI (LODR) Regulations, 2015

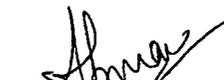
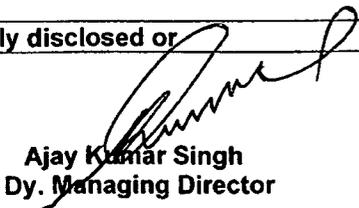
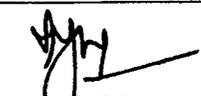
Statement of Deviation / Variation in utilisation of funds raised						
Name of listed entity		Can Fin Homes Limited				
Mode of Fund Raising		Public Issues / Rights Issues / Preferential Issues / QIP / Others				
Date of Raising Funds		Not applicable for Q4FY24				
Amount Raised		Not applicable for Q4 FY24				
Report filed for Quarter ended		31/03/2024				
Monitoring Agency		Not applicable for Q4 FY24				
Monitoring Agency Name, if applicable		Not applicable for Q4 FY24				
Is there a Deviation / Variation in use of funds raised		Not applicable for Q4 FY24				
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders		---				
If Yes, Date of shareholder Approval		--				
Explanation for the Deviation / Variation		--				
Comments of the Audit Committee after review		--				
Comments of the auditors, if any		--				
Objects for which funds have been raised and where there has been a deviation, in the following table		--				
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the quarter according to applicable object	Remarks if any
--	--	--	--	--	--	--
 Nilesh Jain DGM & CS		 Apurav Agarwal CFO		 Ajay Kumar Singh Dy. Managing Director		 Suresh S Iyer Managing Director & CEO
Deviation or variation could mean:						
(a) Deviation in the objects or purposes for which the funds have been raised or						
(b) Deviation in the amount of funds actually utilized as against what was originally disclosed or						
(c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc						

Statement of deviation/variation in utilisation of funds raised through NCDs - Reg.52(7) of SEBI (LODR) Regulations, 2015

A. Statement of utilization of issue proceeds:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of instrument	Date of raising funds	Amount Raised	Funds utilized	Any deviation (Yes/No)	If 8 is Yes, then specify the purpose for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
Can Fin Homes Limited	INE477A07381	Private placement	Non-Convertible Debentures	23/02/2024	Rs.1000 Crore	Rs.1000 Crore	No	NA	NA

B. Statement of deviation/ variation in use of issue proceeds:

Statement of Deviation / Variation in use of issue proceeds							
Name of listed entity				Can Fin Homes Limited			
Mode of Fund Raising				Public Issues / Private Placement			
Type of Instrument				Non-Convertible Securities			
Date of Raising Funds				23/02/2024			
Amount Raised				Rs.1000 Crore			
Report filed for quarter ended				31/03/2024			
Is there a Deviation / Variation in use of funds raised?				Nil			
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?				Not Applicable			
If yes, details of the approval so required?				--			
Date of approval				--			
Explanation for the Deviation / Variation				--			
Comments of the Audit Committee after review				None			
Comments of the auditors, if any				None			
Objects for which funds have been raised and where there has been a deviation, in the following table				--			
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the quarter according to applicable object (in Rs. Crore & %)	Remarks if any	
--	--	--	--	--	--	--	
Deviation could mean:							
(a) Deviation in the objects or purposes for which the funds have been raised or							
(b) Deviation in the amount of funds actually utilized as against what was originally disclosed or							
 Nileshe Jain DGM & CS Date:		 Apurva Agarwal CFO		 Ajay Kumar Singh Dy. Managing Director		 Suresh S Iyer Managing Director & CEO	



To,
SBICAP Trustee Company Limited
6th Floor, Apeejay House,
3, Dinshaw Wachha Road, Churchgate,
Mumbai-400 020.

**Auditor's Certificate on Particulars of Non-Convertible Debentures ('NCD')
as at March 31, 2024**

1. This Certificate is issued in accordance with the terms of communication vide e-mail dated April 27, 2024.

The accompanying statement in 'Annexure A' ("the Statement") contains details of non-convertible debentures outstanding as on March 31, 2024, amounting to Rs.5,47,100 lakhs issued by Can Fin Homes Limited ('the Company'), having its registered office at No. 29/1, Sir. M N Krishna Rao Road, Lalbagh West, Basavanagudi Bangalore - 560 004 including the details of asset cover as furnished in 'Annexure B' (Statement of Security Coverage Ratio), maintained by the Company and 'Annexure C' (Covenant Compliance Certificate of the company as per Regulation 56(1)(d)), in respect of those debentures, as required by SBICAP Trustee Company Limited (the "Debenture Trustee") having its corporate office at 6th Floor, Apeejay House, 3, Dinshaw Wachha Road, Churchgate, Mumbai-400 020.

Management's Responsibility for the Statement

2. The preparation of the accompanying Statement is the responsibility of the Management of the Company. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, the preparation and maintenance of books of account based on which the Statement has been drawn up for the purpose of this certificate, all accounting and other relevant supporting records and documents and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.



Converted from Partnership firm "B K Ramadhyani & Co." (FRN No. 002878S) with effect from April 1, 2015
LLP Identification No. AAD-7041

4B, Chitrapur Bhavan, No.68, 8th Main, 15th Cross, Malleshwaram, Bangalore – 560 055
Phone: +91 80 2346 4700 (6 Lines) Tele Fax: +91 80 2334 8964
e – mail: bkr@ramadhyani.com Web: www.ramadhyani.com

3. The Management is also responsible for ensuring that the Company complies with the all the terms and conditions of the terms of offer document/ information memorandum/ debenture trust deed for each of debentures issued, rules and regulations applicable for the issue of non-convertible debentures under Companies Act 2013, RBI/NHB Directions and any other applicable provisions issued or amended from time to time.

Auditor's Responsibility

4. It is our responsibility to obtain reasonable assurance and form an opinion as to whether the Statement is in agreement with the audited financial statements of the Company for the year ended March 31, 2024.
5. We have performed the following procedures, in respect of data furnished in Annexure B - 'Statement of Security Coverage Ratio'.
 - a. We have verified the extracts maintained and furnished by the Company loan assets/book debts and confirmed to us by the management and relied upon by us. The said data captures the earmarking to the said Secured NCD.
 - b. We have verified the details of the borrowings and loan assets/book debts which are being exclusively charged to NCD's based on the Index of charges downloaded from Ministry of Corporate Affairs ('MCA') website. However, In respect of NCD issued during February 2024 the management has represented that it has created the necessary charges but due to technical glitch in the MCA portal the same was not reflected when we downloaded register of charges.
6. We have performed the following procedures, in respect of data furnished in Annexure C - 'Covenant Compliance Certificate of the company as per Regulation 56(1)(d)':
 - a. We have obtained list of covenants to be complied by the Company in respect of each of the debentures listed in Annexure A to the certificate and obtained compliance of all such covenants. We have relied on the representations made by the Company for such compliances and verified if the same was in order.
 - b. We have noted the filings done during the quarter by the company in NSE in respect of covenants as may be applicable to each such debentures.
7. We conducted our examination of the Statement provided to us in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India ("ICAI") as well as other applicable pronouncements of the ICAI. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.



8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

8. Based on the procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that "the Statement" in Annexure A, Statement of Security Coverage Ratio in Annexure B and Covenant Compliance Certificate in Annexure C is not, in all material respects, fairly stated.

Restriction on Use

9. The Certificate is addressed to and provided to SBI CAP Trustee Company Limited at the request of the Company and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For B K Ramadhyani & Co. LLP
Chartered Accountants
FRN: 002878S/S200021



C. R. Deepak

(Deepak C R)

Partner

Membership No: 215398

UDIN: 24215398BKFOHO3936

Place: Bengaluru

Date: April 29, 2024

Enclosures:

1. Annexure A 'Statement' - Details of non-convertible debentures outstanding as on March 31, 2024
2. Annexure B - Statement of Security Coverage Ratio
3. Annexure C - Covenant Compliance Certificate of the company as per Regulation 56(1)(d)

**Annexure-A 'Statement' - Details of Non-Convertible Debentures outstanding
as on March 31, 2024**

Based on examination of books of accounts and other relevant records/documents, we hereby certify that:

The Company, vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed debt securities outstanding as at March 31, 2024.

ISIN	Private Placement / Public Issue	Secured / Unsecured	Sanctioned Amount (Rs.in Lakhs)
INE477A08025	Private Placement	Unsecured	10,000
INE477A07365	Private Placement	Secured	30,100
INE477A07373	Private Placement	Secured	93,500
INE477A07308	Private Placement	Secured	27,500
INE477A07316	Private Placement	Secured	50,000
INE477A07324	Private Placement	Secured	70,000
INE477A07332	Private Placement	Secured	26,000
INE477A07340	Private Placement	Secured	40,000
INE477A07357	Private Placement	Secured	100,000
INE477A07381	Private Placement	Secured	1,00,000
Total			5,47,100

For B K Ramadhyani & Co. LLP
Chartered Accountants
FRN: 002878S/S200021



C. R. Deepak

(Deepak C R)
Partner

Membership No:215398
UDIN:24215398BKFOHO3936

Place: Bengaluru
Date: April 29, 2024

Annexure B - Statement of Security Coverage Ratio														
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of Asset for which this Certificate relate	Exclusive Charge		Pari- Passu Charge			Assets not offered as Security	Elimination on (amount in negative) Debt amount considered more than once (due to exclusive plus pari passu charge)	(Total C to H)	Related to only those items covered by this Certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu)	Other assets on which there is pari-Passu charge (excluding items Covered in column F)				Market Value for Assets charged on Exclusive Basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA)	Total Value(=K+L+M+N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value								Relating to Column F
Assets														
Property, Plant and Equipment	-	-	-	-	-	-	5,261.85	-	5,261.85					
Capital Work-in- Progress	-	-	-	-	-	-	-	-	-					
Right of Use Assets	-	-	-	-	-	-	-	-	-					
Goodwill	-	-	-	-	-	-	-	-	-					
Intangible Assets	-	-	-	-	-	-	-	-	-					
Intangible Assets under Development	-	-	-	-	-	-	-	-	-					
Investments	-	-	-	-	-	-	1,45,902.64	-	1,45,902.64					
Loans	Loans Receivables	5,50,688.83	-	No	-	-	29,04,621.49	-	34,55,310.32					
Trade Receivables	-	-	-	-	-	-	88.87	-	88.87					
Inventories	-	-	-	-	-	-	-	-	-					
Cash and Cash Equivalents	-	-	-	-	-	-	75.77	-	75.77					
Bank Balances other than Cash and Cash Equivalents	-	-	-	-	-	-	45,665.93	-	45,665.93					
Others	-	-	-	-	-	-	7,849.52	-	7,849.52					
Total	-	5,50,688.83	-	-	-	-	31,09,466.07	-	36,60,154.90					
Liabilities														
Debt securities to which Certificate pertains	-	5,45,385.60	-	No	-	-	-	-	5,45,385.60					
Other debt sharing pari-passu charge with above debt	-	-	-	-	-	-	-	-	-					
other debt	-	-	-	-	-	-	-	-	-					
Subordinated debt	-	-	-	-	-	-	10,290.70	-	10,290.70					
Borrowings	-	-	-	-	-	-	23,96,709.32	-	23,96,709.32					
Bank	-	-	-	-	-	-	-	-	-					
Debt Securities	-	-	-	-	-	-	2,12,126.48	-	2,12,126.48					
Others	-	-	-	-	-	-	-	-	-					



Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of Asset for which this Certificate relate	Exclusive Charge		Pari- Passu Charge			Assets not offered as Security	Elimination on (amount in negative) Debt amount considere d more than once (due to exclusive plus pari passu charge)	(Total C to H)	Related to only those items covered by this Certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu)	Other assets on which there is pari-Passu charge (excluding items Covered in column F)				Market Value for Assets charged on Exclusive Basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA	Total Value(=K+L+M+N)
Trade Payables	-	-	-	-	-	-	482.87	-	482.87					
Lease Liabilities	-	-	-	-	-	-	-	-	-					
Provisions	-	-	-	-	-	-	5,873.41	-	5,873.41					
Others (Refer Note-9)	-	-	-	-	-	-	4,89,286.52	-	4,89,286.52					
Total	-	5,45,385.60	-	-	-	-	31,14,769.30	-	36,60,154.90					
Cover on Book Value	-	1.01	-	-	-	-	1.00	-	1.00					
Cover on Market Value	-	-	-	-	-	-	-	-	-					

Notes

1. **Column C** - includes book value of assets having exclusive charge and outstanding book value of debt for which this certificate is issued.
2. **Column D** - includes book value of assets having exclusive charge and outstanding book value of all corresponding debt other than column C.
3. **Column E** -include debt for which this certificate is issued having any pari passu charge
4. **Column F** - includes : a) book value of assets having pari-passu charge b) outstanding book value of debt for which this certificate is issued and c). other debt sharing pari-passu charge along with debt for which certificate is issued.
5. **Column G** - includes book value of all other assets having pari passu charge and outstanding book value of corresponding debt.
6. **Column H** - includes all those assets which are not charged and shall include all unsecured borrowings including subordinated debt and shall include only those assets which are paid-for.
7. **Column I** - includes the debt which has been counted more than once (included under exclusive charge column as also under pari passu). In order to match the liability amount with financials, it is necessary to eliminate the debt which has been counted more than once (included under exclusive charge column as also under pari passu). On the assets side, there shall not be elimination as there is no overlap.
8. **Column N**- Assets which are considered at Market Value like Land, Building, Residential/ Commercial Real Estate to be stated at Market Value. Other assets having charge to be stated at book value/ Carrying Value.
9. **Other Liabilities** include the Current Tax Liabilities, Deferred Tax Liabilities, other financial and Non-financial liabilities, equity share capital and other equity of the company.
10. The above financial information as on 31-03-2024 has been extracted from the audited standalone books of accounts for the period ended 31-03-2024 and other relevant records of the listed entity.
11. All assets except deferred tax asset is considered



Annexure C

Applicable for both Secured and unsecured listed Non-convertible debt securities

Covenant Compliance Certificate from the statutory Auditor of the company as per Regulation 56(1)(d)

To,
Board Of Director & Debenture Trustee

Information under SEBI (LISTING OBLIGATION & DISCLOSURE REQUIREMENTS) Regulation, 2015 in terms of the provision of regulation 56(1)(d) as amended from time to time – Covenant Compliance Certificate as on 31.03.2024

Based on the examination of the books of accounts and other relevant records/documents, we hereby certify that:

The listed entity has vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed debt securities:

ISIN	Private Placement / Public Issue	Secured / Unsecured	Sanctioned Amount (Rs.in Lakhs)
INE477A08025	Private Placement	Unsecured	10,000
INE477A07365	Private Placement	Secured	30,100
INE477A07373	Private Placement	Secured	93,500
INE477A07308	Private Placement	Secured	27,500
INE477A07316	Private Placement	Secured	50,000
INE477A07324	Private Placement	Secured	70,000
INE477A07332	Private Placement	Secured	26,000
INE477A07340	Private Placement	Secured	40,000
INE477A07357	Private Placement	Secured	100,000
INE477A07381	Private Placement	Secured	1,00,000
Total			5,47,100

We certify that the company has complied with all the covenant (Including Financial Covenant)/terms of the issue mentioned in the offer document/ Information Memorandum and/or Debenture Trust Deed for the above mentioned non-convertible debt securities.

Further, please find below list of the covenant which the company has failed to comply for the quarter:

Covenant	Document reference	Date of breach	Cure period (if any)
There are no failures in any covenants in the above listed debentures			

For B. K Ramadhyani & Co LLP
Chartered Accountants
FRN:- 002878S/S200021

C. R. Deepak

C R Deepak
(Partner)

Membership No: 215398

UDIN: 24215398BKFOH03936.



For Can Fin Homes Ltd

[Signature]
Authorised Signatories



DISCLOSURE OF RELATED PARTY TRANSACTIONS
For the half year ended March 31, 2024

Sl. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments			Additional disclosure of related party transaction applicable only in case of related party transaction relates to loan, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.			
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary				Opening balance as on 1st April 2023	Closing balance as on 31st March 2024	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Cost	Tenure	Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/unsecured
1	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Term Loans & other credit facilities outstanding at the half year end	1,47,937.04	1,52,405.41	1,47,937.04	NA	NA	NA	Term Loan /OD facility	8.10%/8.05%/8.40%	10 years/1 year	Secured	Onward Lending
2	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Interest paid for the half year	10,759.99	-	-	NA	NA	NA	NA	NA	NA	NA	NA
3	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Interest earned for the half year	2,261.70	-	-	NA	NA	NA	NA	NA	NA	NA	NA
4	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Rent and maintenance expense paid for the half year	.69.24	-	-	NA	NA	NA	NA	NA	NA	NA	NA
5	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Deposits made with Bank (including renewals)	45,459.07	45,459.07	30,459.07	NA	NA	NA	Fixed Deposits	7.40%/7.80%	1 year	NA	NA
6	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Bank charges for the half year	53.73	-	-	NA	NA	NA	NA	NA	NA	NA	NA
7	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Salary & other benefits of Whole Time Director and deputed staff	251.26	-	-	NA	NA	NA	NA	NA	NA	NA	NA
8	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Dividend Paid	1,597.21	-	-	NA	NA	NA	NA	NA	NA	NA	NA
9	Can Fin Homes Ltd	AAACC7241A	Canara Bank	AAACC6106G	Sponsor Bank (Promoter)	Bank balances	224.14	224.14	166.77	NA	NA	NA	NA	NA	NA	NA	NA
10	Can Fin Homes Ltd	AAACC7241A	Canbank Computer Services Ltd	AAACC5921F	Subsidiaries of Canara Bank	Registrar & Transfer Agency charges and Call Center Services	17.00	-	-	NA	NA	NA	NA	NA	NA	NA	NA
11	Can Fin Homes Ltd	AAACC7241A	Canara HSBC Life Insurance Company Limited	AADCC1881F	Joint Venture with Canara Bank	Commission earned for the half year	311.43	-	-	NA	NA	NA	NA	NA	NA	NA	NA
12	Can Fin Homes Ltd	AAACC7241A	Suresh S Iyer	AADPI7133F	Managing Director & CEO	Remuneration	179.68	-	-	NA	NA	NA	NA	NA	NA	NA	NA
13	Can Fin Homes Ltd	AAACC7241A	Shamila Mangalore (till 27/05/2023)	AFAPS4025E	General Manager	Remuneration	5.18	-	-	NA	NA	NA	NA	NA	NA	NA	NA



DISCLOSURE OF RELATED PARTY TRANSACTIONS
For the half year ended March 31, 2024

Rs. In Lakhs

Sl. No.	Details of the party (listed entity /subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Value of the related party transaction as approved by the audit committee	Value of transaction during the reporting period	In case monies are due to either party as a result of the transaction		In case any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments			Additional disclosure of related party transaction applicable only in case of related party transaction relates to loan, inter-corporate deposits, advances or investments made or given by the listed entity/subsidiary. These details need to be disclosed only once, during the reporting period when such transaction was undertaken.					
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary				Opening balance as on 1st April 2023	Closing balance as on 31st March 2024	Nature of indebtedness (loan/ issuance of debt/ any other etc.)	Cost	Tenure	Details of the loans, inter-corporate deposits, advances or investments					
														Nature (loan/ advance/ inter-corporate deposit/ investment)	Interest Rate (%)	Tenure	Secured/ unsecured	Purpose for which the funds will be utilised by the ultimate recipient of funds (end-usage)	
14	Can Fin Homes Ltd	AAACC7241A	Veena G Kamath (till 16/09/2023)	AKRPK4488R	Company Secretary	Remuneration	Respective Appointment Letters, as per board approved HR Policy (ACB omnibus limit upto Rs. 100 lakhs p.a)	11.75	-	-	NA	NA	NA	NA	NA	NA	NA	NA	
15	Can Fin Homes Ltd	AAACC7241A	Apurav Agarwal	AHAPA4918J	Chief Financial Officer (From 04/01/2023)	Remuneration	Terms of Appointment approved by ACB and Board upto Rs. 49.48 lakhs p.a	41.25	-	-	NA	NA	NA	NA	NA	NA	NA	NA	
16	Can Fin Homes Ltd	AAACC7241A	Nilesh Jain	AFSPJ7489P	Company Secretary (From 27/09/2023)	Remuneration	Terms of Appointment approved by NRC and Board upto Rs. 31.92 lakhs p.a	14.06			NA	NA	NA	NA	NA	NA	NA	NA	
17	Can Fin Homes Ltd	AAACC7241A	Amitabh Chatterjee (till 01/06/2023)	AAIPC2760Q	Whole Time Director	Remuneration	Respective Appointment Letters.	0.95	-	-	NA	NA	NA	NA	NA	NA	NA	NA	
18	Can Fin Homes Ltd	AAACC7241A	Ajay Kumar Singh (from 19/06/2023)	ACFPS4727D	Whole Time Director	Remuneration	Respective Appointment Letters.	25.01											
19	Can Fin Homes Ltd	AAACC7241A	Subodh Kumar, Ajay Kumar Singh, Vasudha	ABXPK4278Q/AC	Deputed Staff	Remuneration	ACB approval upto Rs. 300 lakhs	40.39	-	-	NA	NA	NA	NA	NA	NA	NA	NA	
Total								2,09,260.10	1,98,088.62	1,78,562.88									



ANNEXURE4A

1. Details of borrowings of the company, as on the latest quarter end (31/03/2024):

1.1. Details of debt securities and CPs:

Series	ISIN	Tenor/ Period of maturity	Coup on	Amount issued	Date of allotment	Redem ption date/ Schedule	Credit rating Present	Secured/ Unsecur ed	Security	Other Details viz. Details of IPA, Details of CRA
2014- Series 1 UNCD	INE477A08025	10 Years	8.94%	100 Cr	03-12-2014	03-12-2024	ICRA AAA CARE AAA	Unsecured	NA	NA
6.10% CFHL 1SRNCD2021 2025	INE477A07308	39 months	6.10%	275 Cr	10-11-2021	10-02-2025	ICRA AAA CARE AAA	Secured	Book debts	NA
6.70% CFHL 2SRNCD2021 2025	INE477A07316	39 months	6.70%	500 Cr	25-02-2022	25-02-2025	ICRA AAA CARE AAA	Secured	Book debts	NA
6.80% CFHL 3SRNCD2021 2025	INE477A07324	39 months	6.80%	700 Cr	10-03-2022	10-06-2025	ICRA AAA CARE AAA	Secured	Book debts	NA
6.80% CFHL 4SRNCD2021 2025	INE477A07332	39 months	6.80%	260 Cr	25-03-2022	25-06-2025	ICRA AAA CARE AAA	Secured	Book debts	NA
6.85% CFHL 5SRNCD2021 2025	INE477A07340	39 months	6.85%	400 Cr	30-03-2022	30-06-2025	ICRA AAA CARE AAA	Secured	Book debts	NA
7.80% CFHL 6SRNCD 2021 2025	INE477A07357	39 months	7.80%	1000 Cr	24-08-2022	24-11-2025	IND AA+ CARE AAA	Secured	Book debts	NA
8.08% CFHL 1SRNCD2022 2026	INE477A07365	39 months	8.08%	301 cr	23-12-2022	23-03-2026	IND AA+ CARE AAA	Secured	Book debts	NA
8.45% CFHL 2SRNCD2022 2026	INE477A07373	39 months	8.45%	935 Cr	27-02-2023	27-05-2026	IND AA+ CARE AAA	Secured	Book debts	NA
8.25% CFHL 1SRNCD2024 2027	INE477A07381	39 months	8.25%	1000 Cr	23-02-2024	21-05-2027	ICRA AAA CARE AAA	Secured	Book debts	NA



Series	ISIN	Tenor/ Period of maturity	Cou pon	Amou nt issue d	Date of allotment	Redempti on date/ Schedule	Credit rating	Secured/ Unse cured	Sec urit y	Other Details viz. Details of IPA, Details of CRA
CFHLCP17FY2324	INE477A14CT1	89 Days	7.96%	750 CR	07-02-2024	06-05-2024	ICRA A1+ CARE A1+	Unsecured		HDFC Bank Ltd
CFHLCP18FY2324	INE477A14CU9	90 Days	7.96%	250 CR	08-02-2024	08-05-2024	ICRA A1+ CARE A1+	Unsecured		HDFC Bank Ltd
CFHLCP19FY2324	INE477A14CV7	91 Days	7.70%	750 CR	22-03-2024	21-06-2024	ICRA A1+ CARE A1+	Unsecured		HDFC Bank Ltd
CFHLCP20FY2324	INE477A14CW5	91 Days	8.25%	400 CR	28-03-2024	27-06-2024	ICRA A1+ CARE A1+	Unsecured		HDFC Bank Ltd



ANNEXURE-4B**1. Details of borrowings of the company, as on the latest quarter end (31/03/2024):**

Lender's Name / Name of the Bank	Nature of facility/ Instrument	Sanctioned Amount (₹ Crore)	Principal Amount Outstanding (₹ Crore)*	Repayment Schedule	Security, If applicable	Credit rating, if applicable	Asset Classification
National Housing Bank	Long Term Loan	-	5,244.04	Various Dates	Hypothecation of book debts	ICRA AAA	Standard
Canara Bank	Long Term Loan	1,500.00	753.57	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
State Bank of India	Long Term loan	6,500.00	2,967.81	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
HDFC Bank	Long Term loan	5,205.00	2,269.42	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
HDFC Bank	Long Term loan	1,000.00	81.92	Various Dates	Unsecured	ICRA AAA CARE AAA	Standard
Federal Bank	Long Term loan	585.00	101.71	Various Dates	Unsecured	ICRA AAA CARE AAA	Standard
Federal Bank	Long Term loan	700.00	324.95	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Federal Bank	WCDL	500.00	-	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Canara Bank	Overdraft	770.00	699.16	Various Dates	Hypothecation of book debts and Fixed Deposit	ICRA AAA CARE AAA	Standard
HDFC Bank	Overdraft/ WCDL	600.00	400.44	Various Dates	Unsecured	ICRA AAA CARE AAA	Standard
Commercial Paper	Long Term Loan	4,500.00	2,122.12	Various Dates	Unsecured	ICRA AAA CARE AAA	Standard
Secured Redeemable Non-Convertible Debenture	Long Term Loan	5371	5,455.98	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard



Lender's Name / Name of the Bank	Nature of facility/ Instrument	Sanctioned Amount (₹ Crore)	Principal Amount Outstanding (₹ Crore)*	Repayment Schedule	Security, If applicable	Credit rating, if applicable	Asset Classification
Un Secured Redeemable Non-Convertible Debenture	Long Term loan	100	1,000.00	Repayment Schedule	Unsecured	ICRA AAA CARE AAA	Standard
Bank Of India	Long Term loan	500	500.00	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Bank Of India	Long Term loan	2300	1380.78	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
RBL Bank	Long Term loan	250	62.50	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Punjab National Bank	Long Term loan	2750	2,071.63	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
South Indian Bank	WCDL	200	139.97	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Central Bank of India	Overdraft	500	410.69	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Punjab Sindh Bank	Overdraft/ WCDL	750	599.91	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Union Bank	Short Term	2250	2,250.00	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
IDBI	Long Term	500	500.00	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Bank of Baroda	Long Term	500	499.89	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Bank of Baroda	Short Term Loan	3000	2,215.06	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard
Indian Bank	Long Term loan	1700	707.81	Various Dates	Hypothecation of book debts	ICRA AAA CARE AAA	Standard



EXTRACTS FROM THE MINUTES OF THE 181ST MEETING OF THE BOARD OF DIRECTORS OF CAN FIN HOMES LTD., HELD ON MONDAY 15/05/17 AT 10.00 AM AT THE BOARD ROOM, REGISTERED OFFICE, NO.29/1, SIR M.N.KRISHNA RAO ROAD, BASAVANAGUDI, BENGALURU-560004.

AGENDA 5. ENHANCEMENT OF THE OVERALL OUTSTANDING LIMIT OF BORROWINGS UNDER COMMERCIAL PAPER (CP) TO RS.4500 CRORE (Note No. 86/2017)

On a clarification sought, the CFO informed that the subject proposal falls within the overall borrowing limits.

Regarding disclosure of information the Board was of the view that the necessary information can be shared only with the rating agency and the other intermediaries have to rely on the information covered in the rating letter.

After detailed discussions on the subject, the following resolutions were passed:

(a) RESOLVED that approval is hereby accorded to raise a sum not exceeding the outstanding limit of 4500 cr (Rupees Four Thousand Five Hundred Crore only), by way of issue of Commercial Paper (CP) on private placement basis, in tranches, depending upon the requirement, to meet the working capital needs, on the following terms and conditions, as applicable, namely;

- (1) CP shall be issued in denominations of 5 lakh and multiples thereof.
- (2) Discount rate: Rate not exceeding the OD interest rate of Canara Bank.
- (3) Tenure: CP shall be issued for maturities between a minimum of 30 days and a maximum of 365 days from the date of issue.
- (4) Issue Mode: Demat only.
- (5) Subject to compliance of applicable provisions of various statutes/ rules/ regulations/ guidelines/ directions etc.

(b) RESOLVED that Canara Bank and/or HDFC Bank Ltd. and/or any other Scheduled Commercial Bank be hereby appointed/re-appointed as the Issuing and Paying Agent (IPA) towards the issuance of CP.

(c) FURTHER RESOLVED that the ALCO committee of the Company is hereby authorized to decide the rate/discount rate for the issue of CP, by one or more tranches.

(d) FURTHER RESOLVED that the Managing Director of the Company is hereby authorized to further decide about getting the rating done through any of the approved Rating Agencies. The Managing Director is also authorized to approve selection of Advisors, Arrangers, RTA, Depositories, or such other intermediaries to the issue and to take all steps which are necessary to issue the CP as resolved above.

(e) FURTHER RESOLVED that the Managing Director/Whole time Director or any two of the Deputy General Managers (DGMs) and Key Managerial Persons (KMPs) of the Company are hereby authorized to:



- (a) furnish financial and other information as required by the rating agency from time to time for rating the CP, preparation of offer documents, Term Sheet, application forms etc., and for verification of the said documents of the Company.
- (b) obtain consent from Statutory Auditors of the Company to disclose the relevant financial information as and when required to be disclosed in the rating certificate, offer document, term sheet etc.
- (c) Execute all documents, agreements, papers, deeds and the like and to do any acts, things, deeds in relation to and in connection with the said CP from the date of this resolution till redemption.
- (d) decide about the opening and closing of the issue.
- (e) submit initial/final listing applications and necessary documents with any of the stock exchanges, if required.
- (f) enter into agreements with rating agency, IPA, Arrangers, Bankers, Registrars & Transfer Agents etc. to the issue as deemed necessary.
- (g) Apply to NSDL and CDSL for admission of the CP in demat mode.
- (h) decide about the investors to whom the applications are to be issued in consultation with the IPA.
- (i) Open and operate a separate account with the IPA or any other bank for the purpose of routing the transactions, exclusively relating to the issue /repayment of Commercial Papers.
- (j) draw/collect funds raised by the said issue of CP and transfer of funds to the Company's Account.
- (k) payment of fees to the intermediaries.
- (l) Carry-out all other related activities relating to the said issue of CP.

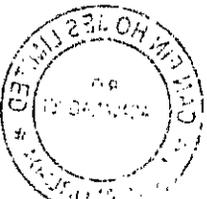
(f) FURTHER RESOLVED that the Managing Director/Whole Time Director or any DGM or any two AGMs and the Company Secretary are hereby authorised to execute any documents, deeds, papers, affix Common Seal of the Company in accordance with the provisions of Articles of Association of the Company.

(g) FURTHER RESOLVED that the Company Secretary is hereby authorised to file forms, documents, reports etc. before the Ministry of Corporate Affairs, Registrar of Companies, Stock Exchanges, SEBI, or such other statutory or Regulatory authority in relation to the issue of Commercial Papers and to do all such other acts and deeds connected with the issue not specifically mentioned elsewhere in these resolutions, as and when required/ necessitated.

Date: Bengaluru
Date: 29/05/17

Sd/-
K.N.PRITHVIRAJ
CHAIRMAN

CERTIFIED COPY
Nilesh Jain
Nilesh Jain
DGM & Company Secretary



CANFIN HOMES LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2024

(₹ in lakhs)

Note 5.8

Asset Liability Management (Maturity Pattern of Certain items of Assets & Liabilities) as on March 31, 2024

Particulars	In Days			In Months			In Years				Total
	1 day to 7 days	8 to 14 days	15 to 30/31 days	Over one month upto 2 months	Over 2 months upto 3 months	Over 3 months upto 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 year to 5 years	Over 5 years	
Liabilities-											
Deposits	105.35	215.97	531.27	1,352.51	1,223.00	3,155.18	5,141.89	9,520.05	536.30		21,781.51
Borrowings from Banks	39,999.71	26,127.19	1,77,550.30	2,21,276.04	97,171.30	1,20,815.80	1,90,213.27	6,29,587.36	5,88,230.63	3,28,351.51	24,19,323.11
Market Borrowings-											
NCD and CP	-	-	-	1,00,000.00	1,15,000.00	-	87,500.00	3,59,600.00	1,00,000.00	-	7,62,100.00
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-	-	-
Assets-											
Advances	10,144.48	10,144.48	20,288.97	36,367.99	40,526.04	1,24,468.82	2,48,104.36	10,49,981.28	10,24,079.91	9,35,750.65	34,99,856.99
Investments (Includes bank deposits)	-	-	-	30,128.95	-	-	15,430.13	-	1,700.00	1,42,450.00	1,89,709.07
Foreign Currency Assets	-	-	-	-	-	-	-	-	-	-	-

