

TCFC FINANCE LIMITED

Date: 05th July 2024

To,
The Manager,
Corp Relations Dept,
BSE Ltd
P J Towers,
Dalal Street,
Fort,
Mumbai 400 001

Scrip Code: 532284

Sir/Madam,

Sub.: Submission of Annual Report and Notice Convening 33rd Annual General Meeting.

We wish to inform you that the 33rd Annual General Meeting ("AGM") of the Company will be held on Tuesday, July 30, 2024 at 11:00 a.m. (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM").

Pursuant to Regulation 34(1) of the 'Listing Regulations', we hereby submit the Annual Report of the Company for the Financial Year 2023-2024 along with the Notice of the 33rd Annual General Meeting of the Company.

You are requested to take the same on your record.

Thanking You,

For TCFC Finance Limited

**Kinjal Sheth
Company Secretary**

Encl: A/a

CIN No.: L65990MH1990PLC057923

Reg Off-501/502, Raheja Chambers, Nariman Point, Mumbai- 400021. • Tel.: 022-35130943/0944/0945

E-mail: companysecretary@tcfcfinance.com / investorservices@tcfcfinance.com Website: www.tcfcfinance.com

**33rd Annual Report
2023 - 2024**

TCFC FINANCE LIMITED

BOARD OF DIRECTORS

MR. ATUL DESAI (tenure up to 31st March, 2024)	CHAIRMAN & INDEPENDENT DIRECTOR
MR. V S SRINIVASAN (CHAIRMAN w.e.f 1st April, 2024)	CHAIRMAN & INDEPENDENT DIRECTOR
MRS. TANIA DEOL	MANAGING DIRECTOR & CEO
MR. VENKATESH KAMATH	EXECUTIVE DIRECTOR& CFO
MR. DHAMIL A. BODANI	NON EXECUTIVE DIRECTOR
MR. PRANAV S JASANI	INDEPENDENT DIRECTOR
MR. ASHISH SINGH	INDEPENDENT DIRECTOR
MS. JAYA VIRWANI	INDEPENDENT DIRECTOR

COMPANY SECRETARY

MISS. KINJAL SHETH

AUDITORS

GMJ & Co.
CHARTERED ACCOUNTANTS

SECRETARIAL AUDITOR

AABID & CO
COMPANY SECRETARIES

BANK

HDFC BANK LIMITED
ICICI BANK LIMITED

REGISTERED OFFICE

501/502 RAHEJA CHAMBERS,
FREE PRESS JOURNAL MARG,
NARIMAN POINT,
MUMBAI- 400 021
Tel- 022-235130943/0944/0945
Website:www.tcfcfinance.com
Email: companysecretary@tcfcfinance.com
investorservices@tcfcfinance.com

REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
C- 101, 247 Park, LBS Marg,
Vikhroli (West), Mumbai - 400 083
Contact No.: Tel: +91 22 4918 6000
Fax No.: +91 22 4918 6060
E-mail: rnt.helpdesk@linkintime.co.in

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NOTICE

NOTICE IS HEREBY GIVEN THAT THE 33RD THIRTY THIRD ANNUAL GENERAL MEETING OF THE MEMBERS OF TCFC FINANCE LIMITED WILL BE HELD ON TUESDAY 30TH JULY,2024 AT 11:00 A.M. (IST) BY MEANS OF VIDEO CONFERENCING (“VC”) / OTHER AUDIO-VISUAL MEANS (“OAVM”), TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. Adoption of the Annual Audited Financial Statements and Reports thereon

To receive, consider and adopt the Audited Financial Statements of the Company for the year ended March 31, 2024, together with the Reports of the Board of Directors and Auditors thereon.

2. Declaration of Dividend

To declare a dividend for the financial year ended on 31st March, 2024

The Board of Directors has recommended a dividend of Re.1.80 /- (i.e .18 %) per equity share of face value of Rs.10 /- each.

3. Appointment of a Director in place of one retiring by rotation

To appoint a director in place of Mr. Dharmil A. Bodani (DIN: 00618333), who retires by rotation and being eligible, offers himself for re-appointment.

4. Appointment of the Statutory Auditor of the Company

To appoint Auditors and to fix their remuneration and in this regard, to consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 139, 142 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 as amended from time to time and upon the recommendations of the Audit Committee, M/s. Desai Saksena & Associates., (Firm Registration No. 102358W),Chartered Accountants be and are hereby appointed as the Statutory Auditors of the Company for a period of 5 years from the conclusion of this (33rd)Annual General Meeting until the conclusion of 38th Annual General Meeting on such remuneration as may be decided by the Board of Directors of the Company.”

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds, matters and things and execute all such agreements, documents, instruments and writings as may be required, with power to settle all questions, difficulties or doubts that may arise in regard to the said appointment as it may in its sole and absolute discretion deem fit and to delegate all or any of its powers herein conferred to any director(s) and/or officer(s) of the Company, to give effect to this resolution.”

SPECIAL BUSINESS

5. Continuation of appointment of Mr. Venkatesh Kamath (DIN: 00042866) as an Executive Director of the Company:

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

“**RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013 (‘the Act’) read with Regulation 17(1D) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (‘the SEBI Listing Regulations’) (including any statutory modification or re-enactment(s) thereof for the time being in force), the Articles of Association of the Company, approvals and recommendation of the Nomination and Remuneration Committee and that of the Board of Directors, consent of the Members be and is hereby accorded for continuation of appointment of Mr. Venkatesh Kamath (DIN: 00042866) as Director (designated as Executive Director) of the Company for a period of 5(five) consecutive years with effect from March 31,2024 to

March 30, 2029 and that he shall not be liable to retire by rotation.

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds, matters and things and execute all such agreements, documents, instruments and writings as may be required, with power to settle all questions, difficulties or doubts that may arise in regard to the said re-appointment as it may in its sole and absolute discretion deem fit and to delegate all or any of its powers herein conferred to any director(s) and/or officer(s) of the Company, to give effect to this resolution.”

By order of the Board
For TCFC Finance Limited

Kinjal Sheth
Company Secretary

Place: Mumbai

Date: 13th May, 2024

Regd Off Add:

501/502 Raheja Chambers,

Free Press Journal Marg,

Nariman Point,

Mumbai- 400021

Email: companysecretary@tcfcfinance.com

Tel:022-235130943/44

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NOTES:

1. **In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) vide its circular no.02/2022 dated May 05, 2022 read with circulars dated April 08, 2020, April 13, 2020 and January 13, 2021 and circular no 21/2021 dated 14th December, 2021 and subsequent circulars issued in this regard, the latest being 9/2023 dated September 25, 2023 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“the Meeting”) through VC / OAVM, without the physical presence of the Members at a common venue. The deemed venue for the Annual General Meeting shall be the Registered Office of the Company.**
2. The relevant details of the Directors, Statutory Auditors seeking appointment/re-appointment under Item No. 3,4 and Item No. 5 pursuant to Regulations 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and as required under Secretarial Standards - 2 on General Meetings issued by The Institute of Company Secretaries of India, is annexed herewith in the Report.
3. Pursuant to the provisions of the Companies Act, 2013, a member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the Annual General Meeting and hence the Proxy Form and Attendance Slip are not annexed to the Notice.
4. Institutional/Corporate Members who are intending to send their authorized representatives to attend the Meeting are requested to send to the Company a scanned copy (PDF/ JPEG Format) of the certified Board Resolution pursuant to section 113 of the Companies Act, 2013 authorizing their representative to attend and vote on their behalf at the Meeting.
5. In compliance with the MCA Circulars and SEBI Circular dated January 15, 2021 read with Circular Dated May 12, 2020, The Notice of the Annual General Meeting along with the Annual Report for the financial year 2023-2024 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories in accordance with the aforesaid MCA & SEBI Circulars. Members may note that the Notice of Annual General Meeting and Annual Report for the financial year 2023-2024 will also be available on the Company's website www.tcfcfinance.com; website of the Stock Exchange i.e. BSE Limited at www.bseindia.com, respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com
6. Members can attend and participate in the Annual General Meeting through VC/OAVM facility only. For Members who have not registered their email addresses, kindly register the same by writing an email at companysecretary@tcfcfinance.com as the copies of this Notice as well as the other documents will be sent by email as per the Applicable Circulars.
7. Members attending the meeting through VC/OAVM shall be counted for the purposes of reckoning the quorum under Section 103 of the Companies Act, 2013
8. In the case of Joint Shareholders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote, provided the votes are not already cast by remote e-voting by the first holder.
9. The Company has migrated from its in-house share department and appointed Link Intime India Private Limited, as Registrar and Share Transfer Agent of the Company. The shareholders of the Company shall address correspondence relating to transfer of physical shares, change of address (physical shares), issue of duplicate share certificates, claim of unpaid dividend & unclaimed shares, dematerialization of shares etc; pertaining to the shares of the Company to Link Intime (RTA) at the following address:
Link Intime India Private Limited
C-101, 247 Park ,LBS Marg, Vikhroli West, Mumbai 400 083
Tel: 91-022-49186270 Fax: 91-022-49186060
Email: rnt.helpdesk@linkintime.co.in
10. The Register of Members and the Share Transfer Books of the Company shall remain closed from 24th July, 2024 to 30th July,2024 (both days inclusive) for the purpose of the Annual General Meeting and payment of final dividend as on record date 23rd July, 2024
11. During the year 2023-24, the Company declared Dividend of Re1.80 paise per equity share (i.e. 18% of face value of Rs.10/- per share). The same shall be considered as the final dividend.

12. Members may note that pursuant to the Finance Act, 2020, dividends paid or distributed by a Company after April 1, 2020 shall be taxable in the hands of the Members. The Company shall therefore be required to deduct tax at source at the time of making payment of the said Final Dividend. Shareholders are requested to furnish appropriate declarations and documents by email to rnt.helpdesk@linkintime.co.in or aditi.raut@linkintime.co.in

13. As per the provisions of the Companies Act, 2013 facility for making nomination is available for the Members in respect of the shares held by them. Nomination forms can be obtained from the Company by the Members holding shares in physical form. Members holding shares in electronic form may obtain Nomination forms from their respective Depository Participant.

14. All documents referred to in the accompanying Notice and the Explanatory Statement can be obtained for inspection by writing to the Company at its email ID to companysecretary@tcfcfinance.com till the date of AGM.

15. Members seeking any information or clarification on the accounts are requested to send in writing queries to the Company, at least ten days before the date of the Meeting to enable the Company to keep the information ready at the Meeting.

16. Registration of email ID and Bank Account details:

In case the shareholder's email ID is already registered with the Company log in details for e-voting are being sent on the registered email address.

In case the shareholder has not registered his/her/their email address with the Company/Depositories or not updated the Bank Account mandate for receipt of dividend, the following instructions to be followed:

For receiving all communication (including Annual Report) from the Company electronically:

In case of the Shares held in Physical mode:

Members holding shares in physical mode and who have not registered / updated their e-mail address or other KYC details are requested to submit duly filled in Form ISR-1 to update their email, bank account and other KYC Details with Company's RTA, Link Intime India Private Limited at rnt.helpdesk@linkintime.co.in

helpdesk@linkintime.co.in or by post to C-101, 247 Park, LBS Marg, Vikhroli West, Mumbai 400083

In the case of Shares held in Demat mode:

The shareholder may please contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.

17. In order to help the Members to ascertain the status of Unclaimed Dividends, the Company has uploaded the information in respect of Unclaimed Dividends on the Website of the Company, www.tcfcfinance.com.

18. SEBI Notification No. SEBI/LAD-NRO/GN/2018/24 dated June 8, 2018 and further amendment vide Notification No. SEBI/LAD-NRO/GN/2018/49 dated November 30, 2018, requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed from April 1, 2019 unless the securities are held in the dematerialized form with the depositories. Therefore, Shareholders are requested to take action to dematerialize the Equity Shares of the Company, promptly.

19. The Company has designated an exclusive email Id viz. investorservices@tcfcfinance.com to enable the investors to post their grievances, if any, and monitor redressal of the same.

20. Pursuant to the provisions of section 124(6) of the Companies Act, 2013, the Company has transferred/ will transfer the unpaid or unclaimed dividends and unclaimed shares for the respective financial years from time to time on due dates, to the Investor Education and Protection Fund (the IEPF) established by the Central Government. Here under are the details of Dividend paid by the Company and their respective due dates of transfer of unclaimed / un-cashed dividends to the designated fund of the Central Governments

Date of Declaration of Dividend	Dividend For the Year	Due date of Transfer to the Government
16th August, 2018	2017-2018	October, 2025
2nd August, 2019	2018-2019	October, 2026
23rd September, 2021	2020-2021	November, 2028
8th August, 2022	2021-2022	September, 2029

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21. A brief profile of the Directors of the Company seeking appointment/re-appointment and as required under Regulation 36(3) of the SEBI (LODR) Regulations, 2015 is given in the report.
22. **Instructions for Attending AGM through Video Conferencing (VC) / Other Audio-Visual Means (OAVM).**
- Pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, and Circular No. 02/2021 dated January 13, 2021 and Circular no. 02/2022 dated 5th May, 2022 and the latest being 9/2023 dated September 25, 2023 along with all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
 - Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
 - The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
 - The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
 - Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as e-voting on the date of the AGM will be provided by NSDL.
 - In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at www.tcfcfinance.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and the EGM/AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com
 - Members will be able to attend the AGM through VC / OAVM provided by National Securities Depository Limited ("NSDL") at <https://www.evoting.nsdl.com> by using their remote e-voting login credentials and selecting the EVEN No. 129098 of the Company. Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notes. Further, Members can also use the OTP based login for logging into the e-voting system of NSDL.
 - Members who need assistance before or during the AGM, can contact NSDL on evoting@nsdl.co.in / 1800-222-990 or contact Mr. Sagar Gudhate, Senior Manager, NSDL, Email: sagarg@nsdl.com, Tel: +91 7506682282 / Ms. Pallavi Mhatre, Manager, NSDL, Email: pallavid@nsdl.com, Mob: 07506682281

- Members are encouraged to join the AGM through personal computers / laptops for better user experience. Also, Members will be required to have stable internet / broadband connection to avoid any disturbance during the meeting. Please note that Members joining the AGM through mobile devices, tablets or through personal computers / laptops connected via mobile hotspot may experience audio / video loss due to fluctuation in their respective networks. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate the aforesaid glitches.
- As the AGM is being conducted through VC / OAVM, for the smooth conduct of proceedings of the AGM, Members are encouraged to express their views / send their queries at-least seven (7) days prior to the date of AGM i.e. 23rd July ,2024 by 5.00 pm mentioning their name, demat account number/folio number, email id, mobile number at companysecretary@tcfcfinance.com Questions / queries received by the Company shall only be considered and responded during the AGM.
- The first Speakers on a first come basis will only be allowed to express their views questions during the meeting.
- Those shareholders/members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. The Company reserves the right to restrict the number of speakers depending on the availability of time for the Annual General Meeting.
- Shareholders/ Members should allow to use camera and are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.
- The remote e-voting period commences on 26th July,2024 at 9:00 a.m. to 29th July, 2024 at 5.00 p.m. During this period, the members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd July, 2024 may cast their vote by remote e-voting. The remote e-voting module will be disabled for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- The voting rights of Members shall be in proportion to the amount paid-up on the total number of shares held by the respective member with the total share capital issued by the Bank as on the cut-off date. Cut-off date is for determining the eligibility to vote by electronic means or at the meeting. A person who is not a member as on the cut-off date should treat this Notice for information only. A member as on the cut-off date shall only be entitled for availing the remote e-voting facility or vote, as the case may be, at the AGM. Only a person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date shall be entitled to avail the facility of remote e-voting as well as voting at the AGM.
- In accordance with the Applicable Circulars, the VC/ OAVM will have a capacity to allow at least 1000 members to participate in the AGM and such participation shall be on a first-come-first-served basis. However, please note that pursuant to the Applicable Circulars, large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee, auditors, etc. may be allowed to attend the meeting without restriction on account of first-come-first served principle.
- Since the AGM will be held through VC / OAVM, the Route Map and the Attendance Slip of the Annual General Meeting is not annexed to this Notice.

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

How do I vote electronically using NSDL e-Voting system?





The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> Existing IDEAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDEAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If you are not registered for IDEAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDEAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <div data-bbox="608 1507 1145 1818" style="text-align: center;"> <p>NSDL Mobile App is available on</p> <p>  App Store  Google Play </p> <div style="display: flex; justify-content: space-around;">   </div> </div>

Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/ Member’ section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with

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your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- How to retrieve your 'initial password'?
 - If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:

- Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- "**Physical User Reset Password?**" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to nisha.sda1@gmail.com with a copy marked to evoting@nsdl.co.in and companysecretary@tcfcfinance.com to verify the same..
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “**Forgot User Details/Password?**” or “**Physical User Reset Password?**” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Sagar Ghudate -Senior Manager-NSDL at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to companysecretary@tcfcfinance.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to (investorservices@tcfcfinance.com or vshiralkar@tcfcfinance.com).. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

DECLARATION OF RESULTS OF THE VOTING AFTER THE AGM:

Miss. Nisha Verma- Company Secretary Partner of N. V. & Associates, Company Secretaries has been appointed as the Scrutinizer for providing the facility to the members of the Company to scrutinize the e-voting on the day of AGM and remote e-voting process in a fair and transparent manner.

The Scrutinizer shall after the conclusion of electronic voting at the AGM, will unblock the votes casted through remote e-voting and through electronic voting at the AGM in the presence of at least two witnesses not in the employment of the Company and shall submit a consolidated scrutinizer's report of the total votes casted in favor or against, if any, to the Chairman or to any Director or any person authorized by the Chairman, within two working days from the conclusion of the Meeting, who shall countersign the same and declare the results of the voting forthwith.

The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.tcfcfinance.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him. The results shall also be immediately forwarded to BSE Limited, Mumbai.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO 4:

Appointment of Statutory Auditor of the Company:

The Members of the Company at the 28th Annual General Meeting (AGM) held on August 2, 2019 had approved the re-appointment of M/s. GMJ & Co, Chartered Accountants (Firm Registration No. 103429W), as Statutory Auditors of the Company to hold office for a term of five consecutive years from the conclusion of said AGM till the conclusion of the 33rd AGM. Pursuant to the provisions of Section 139(2) of the Companies Act, 2013 (the "Act") read with rules made thereunder, the term of the present Statutory Auditors expires at the conclusion of this AGM. The Board of Directors place on record their appreciation for the services rendered by M/s. GMJ & Co, as the Statutory Auditors.

The Board of Directors of the Company at its meeting held on May 13, 2024 has, considering the experience and expertise and on the basis of recommendation of the Audit Committee, proposed to the members of the Company appointment of M/s. Desai Saksena & Associates (Firm Registration No. 102358W), Chartered Accountants, as Statutory Auditors of the Company in place of M/s. GMJ & Co, Chartered Accountants, for a term of five consecutive years from the conclusion of 33rd AGM till the conclusion of the 38th AGM to be held for the financial year ended March 31, 2029 on payment of such remuneration as may be decided by the Board of Directors of the Company in consultation with the Statutory Auditors.

ITEM NO 5:

Continuation of appointment of Mr. Venkatesh Kamath (DIN:00042866) as an Executive Director of the Company

The Members may note that pursuant to SEBI's amendment dated July 15, 2023, applicable with effect from April 1, 2024 read with Regulation 17(1D) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the continuation of a Director serving on the Board of Directors of a listed entity shall be subject to the approval by the Members at a general meeting at least once in every five (5) years from the date of their appointment or reappointment, as the case may be.

Further, the continuation of director serving on the Board of Directors of a listed entity as on March 31, 2024, without the approval of the Members for a period of last five (5) years or more shall be subject to the approval of Members in the first general meeting to be held after March 31, 2024.

Mr. Venkatesh Kamath was appointed as the Executive Director of the Company w.e.f. September, 26th 2014 not liable to retire by rotation and presently he is also the Chief Financial Officer of the Company.

Therefore, Mr. Venkatesh Kamath (DIN: 00042866) can continue as Director of the Company w.e.f. March 31,2024 only if Members approve continuation of his appointment as Director of the Company.

Members may note that Mr. Venkatesh Kamath has played a pivotal role as the Board Member of the Company.

The Board believes that his continuation and guidance on the Board will significantly contribute to the Company's growth and long-term value creation.

In view of the above and after careful consideration of his performance over the past years and on recommendation of the Nomination and Remuneration Committee, the Board subject to approval of the Members, approved the continuation of Mr. Venkatesh Kamath as an Executive Director for a period of 5 (five) consecutive years w.e.f. March 31,2024 and shall not be liable to retire by rotation.

The details of Mr. Kamath as required under Secretarial Standard – 2 and Regulation 36 of the SEBI Listing Regulations, as applicable, are provided in Annexure to the Notice.

Save and except for the above, none of the other Directors, Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution.

Considering the above, the Board recommends his continuation as Director by way of Ordinary Resolution as set out in Item no 5 of this Notice.

By order of the Board
For TCFC Finance Limited

Kinjal Sheth
Company Secretary

Place: Mumbai

Date: 13th May, 2024

Regd Off Add:

501/502 Raheja Chambers,

Free Press Journal Marg,

Nariman Point,

Mumbai- 400021

Email: companysecretary@tcfcfinance.com

Tel:022-23513094/44

ANNEXURE TO ITEM NO. 3

Details of Directors seeking appointment and / or re-appointment at the ensuing Annual General Meeting (as per Regulation 36(3) of the SEBI (LODR) Regulations, 2015 entered with the Stock Exchanges)

Sr. no.	Name of Director	Mr. Dharmil A. Bodani
1.	Date of Birth	27/04/1970
2.	Age	54 yrs
3.	Date of Appointment	27 th August, 2015
4.	DIN	00618333
5.	Expertise in specific functional area	He has vast experience in the Fragrance, Flavors and Chemicals Industry for more than three decades. His expertise in Finance and General Management is beneficial to the Company
6.	Qualifications	BCOM
7.	Names of other listed entities in which he holds the directorship as on March 31, 2024	Oriental Aromatics Limited (Managing Director)
8.	Names of other listed entities/unlisted Public Companies in which he holds Membership/Chairmanship of Committees as on March 31, 2024 (Only Audit Committee & Stakeholders Relationship Committee considered)	Audit Committee: Oriental Aromatics Ltd- Member Stakeholders Relationship Committee: Oriental Aromatics Ltd- Member
9.	Relationships, if any, between Directors inter- se	NIL
10.	Number of Board Meetings attended (FY -23-24)	4
11.	Remuneration last drawn FY 23-24	Sitting Fees - Rs.1,80, 000 /-p.a.
10.	Number of shares and convertible instruments held by non-executive directors	100 Equity Shares

By order of the Board
For TCFC Finance Limited

Kinjal Sheth
Company Secretary

Place: Mumbai

Date: 13th May, 2024

Regd Off Add:

501/502 Raheja Chambers,

Free Press Journal Marg,

Nariman Point, Mumbai- 400021

Email: companysecretary@tcfcfinance.com

Tel:022-235130943/44

ANNEXURE TO ITEM NO. 4

Pursuant to Regulation 36 of SEBI Listing Regulations, the following details are mentioned below for the information of Members:

Proposed audit fee payable to auditors	The fees proposed to be paid to M/s Desai & Saksena, Chartered Accountants shall be Rs. 2.00 Lacs (Indian Rs. Two Lacs Only) for Statutory Audit and INR 30,000 (for each Limited Review (including certifications but excluding applicable taxes and reimbursements) for financial year 2024-25
Terms of appointment	The term of appointment shall be for a period of five years, from the conclusion of (33rd) ensuing Annual General Meeting until the conclusion of 38th Annual General Meeting in the year 2029
Material changes in fee payable	No material changes in the fee payable to auditor from that paid to the outgoing auditor
Basis of recommendation and auditor Credentials	<p>The Audit Committee and the Board, based on the credentials of the firm and partners, asset size of the Company and eligibility criteria prescribed under the Act recommends the appointment of M/s Desai Saksena & Associates, Chartered Accountants as the Statutory Auditors of the Company.</p> <p>Brief Profile of Statutory Auditors</p> <p>M/s Desai Saksena & Associates, a leading chartered accountancy firm is a multi-service, professional service organization, established in the year 1984. Since its inception, DSA has been rendering comprehensive professional services in tune with the ever-changing professional, legal and economic environment. The Firm has extensive experience in Auditing, Taxation, Valuation, Corporate Insolvency Laws and Corporate Laws covering Companies Act and Foreign Exchange Management Act (FEMA). Besides, the Firm has developed expertise in forensic audits, investigative audits, stocks and receivables audit, the services of which are availed by some of the largest Banks and institutions in India. The firm also conducts audits for Banks and Institutions, Pre-audits and Concurrent audits with trust and retention accounts. The firm has therefore evolved in undertaking large assignments with significant responsibilities towards lenders who are mainly Banks and Institutions.</p>

By order of the Board
For TCFC Finance Limited

Kinjal Sheth
Company Secretary

Place: Mumbai

Date: 13th May, 2024

Regd Off Add:

501/502 Raheja Chambers,

Free Press Journal Marg,

Nariman Point, Mumbai- 400021

Email: companysecretary@tcfcfinance.com

Tel:022-23513094/44

ANNEXURE TO ITEM NO. 5

Details of Directors seeking appointment and / or re-appointment at the ensuing Annual General Meeting (as per Regulation 36(3) of the SEBI (LODR) Regulations, 2015 entered with the Stock Exchanges)

Sr. no.	Name of Director	Mr. Venkatesh Kamath
1.	Date of Birth	12/01/1963
2.	Age	61 years
3.	Date of Appointment	26th September, 2014
4.	DIN	00042866
5.	Expertise in specific functional area	He is associated with the Company since 1985 and managing the finance and administrative operations of the Company. His core expertise is in Finance and Stakeholders Management of the Company
6.	Qualifications	BCOM
7.	Names of other listed entities in which he holds the directorship as on March 31, 2024	NIL
8.	Names of other listed entities/unlisted Public Companies in which he holds Membership/Chairmanship of Committees as on March 31, 2024 (Only Audit Committee & Stakeholders Relationship Committee considered)	NIL
9.	Relationships, if any, between Directors inter- se	NIL
10.	Number of Board Meetings attended (FY -23-24)	5
11.	Remuneration last drawn FY 23-24	Rs. 19.37 Lakhs p.a.
10.	Number of shares and convertible instruments held by non-executive directors	NIL

By order of the Board
For TCFC Finance Limited

Kinjal Sheth
Company Secretary

Place: Mumbai

Date: 13th May, 2024

Regd Off Add:

501/502 Raheja Chambers,

Free Press Journal Marg,

Nariman Point, Mumbai- 400021

Email: companysecretary@tcfcfinance.com

Tel:022-23513094/44

DIRECTORS REPORT

To the Members of,

TCFC FINANCE LIMITED

The Directors have pleasure in presenting the 33rd Annual Report of the Company together with the Audited Annual Accounts for the year ended March 31, 2024.

1. FINANCIAL RESULTS

(Amount in Lakhs)

	Year ended March 31, 2024	Year ended March 31, 2023
Total Revenue from operations	1746.95	186.18
Profit/(Loss)before tax	1611.45	94.00
Less: Provision for Tax	382.35	33.95
Net Profit/(Loss) after tax	1229.10	60.04
Other Comprehensive Income	1.30	1.93
Total Comprehensive Income	1230.41	61.97

2. OPERATIONS

Compared to the previous year's Profit of Rs. 60.04 Lakhs , this year, your company has earned a profit of Rs.1611.45 Lakhs before provision of tax and after deducting tax it comes to a profit of Rs 1229.10 Lakhs

3. DIVIDEND:

Your directors have recommended a dividend of Re1.80 paise per share (18%) on the Paid up Equity shares of face value of 10/- each for the FY 2023-2024 , to those shareholders whose name appear on the Register of members as on 23rd July, 2024, subject to the approval of members at the ensuing Annual General Meeting.

As per the Income Tax Act, 1961, dividends paid or distributed by the Company shall be taxable in the hands of the shareholders. Accordingly, the Company makes the payment of the dividend from time to time after deduction of tax at source.

4. TRANSFER TO RESERVES:

The Company has transferred Rs.245.82 Lakhs to the statutory reserves during the year 2023-2024 in compliance with the provisions of Section 45-IC of The Reserve Bank of India Act, 1934.

5. SHARE CAPITAL:

a. Authorized Capital

The Authorized share capital of the Company as on 31st March 2024 stood at Rs. 25,00,00,000/- (Rupees Twenty-Five Crore only) comprising of 25,00,000 Equity shares of Rs. 10 /- each.

b. Paid Up Capital

The paid-up Capital of the Company as on 31st March 2024 stood at Rs. 10,48,21,290 /- (Rupees Ten crore forty eighty lakhs twenty one thousand two hundred and ninety only) comprising of 1,04,82,129 shares of Rs. 10/- each

Further, at the Board Meeting held on 28th March, 2024, the Board of Directors approved a scheme of arrangement under section 66 of the Companies Act, 2013 for Capital Reduction of 5,33,334 shares of face value Rs. 10/- each. This scheme is subject to approval of the Stock Exchange, Shareholders, National Company Law Tribunal (NCLT) and/or other such competent authority, as may be applicable. The effective date of the scheme shall be 1st April, 2024.

TCFC FINANCE LIMITED

6. DEPOSITS

Being a non-deposit accepting NBFC Company, your Company has not accepted any deposits from the public / members under Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 during the year under review.

7. CONFIRMATION OF COMPLIANCE WITH THE SECRETARIAL STANDARDS ISSUED BY ICSI

Your directors state that applicable Secretarial Standards i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

8. MATERIAL CHANGES AND COMMITMENTS:

No material changes or commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company to which this report relates and the date of the report.

9. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the Regulators/Courts that would impact on the concern status of the Company and its future operations.

10. INDUSTRIAL RELATIONS

The industrial relations of the Company continued to be cordial throughout the year.

11. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Since the Company is a registered entity under the Reserve Bank of India to conduct the business of Non-Banking Financial Services, pursuant to the section of 186 (11) (a), (b) of the Companies Act, 2013, the company is exempted from complying with the provisions.

12. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered into by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. Thus, disclosure in form AOC-2 is not required.

During the year, the Company has not entered into any contract / arrangement / transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions.

The details of the related party transactions as required under Accounting Standard - 18 are set out in note 28 to the financial statements forming part of this Annual Report.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on Company's website at http://www.tcfcfinance.com/wp-content/uploads/2018/07/Policy_on_Related_Party_Transactions-revised.pdf

13. DIRECTORS AND KEY MANAGERIAL PERSONNEL

COMPOSITION:

At present, the Board is comprised of 7 directors, out of which 4 are independent directors.

Re-appointment/Appointment & Cessation:

Noted cessation of Mr. Atul M Desai (DIN: 00019443) as an Independent Director & Chairperson of the Company after completion of second term in the Company:

The Board noted cessation of office of Mr. Atul M Desai (DIN: 00019443) as an Independent Director & Chairperson of the Company after completion of second term in the Company with effect from the close of business hours on 31st March, 2024.

The Board placed on record its deep appreciation for the valuable contribution made by Mr. Atul M Desai during his tenure as an Independent Director & Chairperson of the Company.

Re-Appointment of Mr. Dharmil A Bodani (DIN: 00618333) as a Non Executive Director subject to Retire by Rotation:

In terms of Section 152 of the Companies Act, 2013 and pursuant to the amendment in the provisions of SEBI (LODR) Regulations, 2015, Mr. Dharmil A. Bodani, Director (DIN: 00618333) of the Company, be re-appointed as a Non-Executive Director, subject to retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. The Board recommends the same for your approval.

Continuation of Appointment of Mr. Venkatesh Kamath (DIN: 00042866) for a term of five years as an Executive Director of the Company:

Pursuant to SEBI's amendment dated July 15, 2023, applicable with effect from April 1, 2024 read with Regulation 17(1D) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the continuation of a Director serving on the Board of Directors of a listed entity shall be subject to the approval by the Members at a general meeting at least once in every five (5) years from the date of their appointment or reappointment, as the case may be.

Further, the continuation of director serving on the Board of Directors of a listed entity as on March 31, 2024, without the approval of the Members for a period of last five (5) years or more shall be subject to the approval of Members in the first general meeting to be held after March 31, 2024.

Therefore, Mr. Venkatesh Kamath (DIN: 00042866) can continue as Director of the Company w.e.f. March 31, 2024 only if Members approve continuation of his appointment as Director of the Company.

Furthermore, pursuant to provisions of section 203 of the Companies Act, 2013 and rules therein, Mr. Venkatesh Kamath shall also continue to act as a Chief Financial Officer of the Company.

The Board recommends the same for your approval.

Re-appointment of Mr. Pranav S. Jasani (DIN:01898059) an Independent Director for a second term of five years:

The Company had passed a special resolution via Postal Ballot confirming re- appointment of Mr. Pranav S Jasani (DIN:01898059) as an Independent Director of the Company for a second term of five years with effect from 2nd August, 2024 to 1st August 2029 (both days inclusive).

Regularisation of Appointment of Mr. Ashish Singh (DIN: 10177465) as an Independent Director of the Company:

Mr. Ashish Singh was initially appointed as an Additional Independent Director by the Board of Directors in the Meeting convened on 13th February, 2024. Further, The Members of the Company has approved regularisation of the appointment of Mr. Ashish Singh as an Independent Director of the Company for a term of five years with effect from 13th February, 2024 to 12th February, 2029 (both days inclusive) by way of a special resolution passed by the Postal Ballot.

Regularisation of Appointment of Ms. Jaya Virwani (DIN: 10484924) as an Independent Director of the Company:

Ms. Jaya Virwani was initially appointed as an Additional Independent Director by the Board of Directors in the Meeting convened on 13th February, 2024. Further, The Members of the Company has passed a special resolution via Postal Ballot for regularisation of the appointment of Ms. Jaya Virwani as an Independent Director of the Company for a term of five years with effect from 13th February, 2024 to 12th February, 2029 (both days inclusive).

DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors of Company have given the declarations that they meet the criteria of Independence as prescribed pursuant to the provisions of Section 149(6) of the Companies Act, 2013 and Regulation 25(8) and 16(1)(b) of SEBI Listing Regulations, as amended from time to time and are independent of the management.

TCFC FINANCE LIMITED

The Independent Directors have complied with the Code for Independent Directors prescribed under Schedule IV of the Companies Act, 2013 and SEBI Listing Regulations. The Board is of the opinion that the Independent Directors of the Company possess the requisite qualifications, experience and expertise and they hold the highest standards of integrity.

Further, the independent directors have also complied with the requirement of registration of Independent Director with IICA portal.

NUMBER OF MEETINGS OF THE BOARD:

During the year five (5) Board Meetings were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013 and SEBI Listing Regulations.

Detailed information on the meetings of the Board is included in the Corporate Governance Report, which forms part of this Annual Report.

COMMITTEES OF THE BOARD:

The Company has constituted various Committees of the Board as required under the Companies Act, 2013 and the SEBI Listing Regulations. For details like composition, number of meetings held, attendance of members, etc. of such Committees, please refer to the Corporate Governance Report which forms a part of this Annual Report

FAMILARIZATION PROGRAM FOR INDEPENDENT DIRECTORS:

The Company has set a Familiarization programme for Independent Directors regarding their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, the business model of the Company etc. The details of which are available on the website of the Company www.tcfcfinance.com . The Weblink of the same is as below:

http://www.tcfcfinance.com/wp-content/uploads/2018/07/Familiarisation_programme_for_Independent_Directors.pdf

BOARD EVALUATION:

In terms of the provisions of the Companies Act, 2013 and SEBI Listing Regulations, a structured questionnaire was prepared after taking into consideration the various aspects of the Board functioning like composition of the Board and its committees, culture, execution and performance of Specific duties, obligations and governance.

The Board carried out an annual performance evaluation of its own performance, individual directors as well as the working of the committees of the Board. The performance evaluation of Board and committees was carried out by the Board after seeking all inputs from all the directors on the basis of criteria such as composition, structure, effectiveness and functioning of the Board and its respective committees.

The performance evaluation of the individual directors was carried out by the entire Board excluding the director being evaluated.

In the separate meeting of independent directors, performance evaluation of the chairman and the non-independent directors and Board as a whole was carried out taking into account views of executive and non-executive directors. The overall performance of Chairman, Executive Directors, Non-Executive Directors, Board and Committees of the Board was found satisfactory.

KEY MANAGERIAL PERSONNEL

During the year under review there was no change in the Key Managerial personnel of the Company. In terms of the provisions of Section 203 of the Act, the following are the Key Managerial Personnel (KMP) of the Company:

Mrs. Tania Deol - Managing Director & CEO

Mr. Venkatesh Kamath – Executive Director & CFO

Miss. Kinjal Sheth -Company Secretary and Compliance Officer

14. CORPORATE GOVERNANCE REPORT

A separate section on Corporate Governance practices followed by the Company, together with a certificate from the Company's Auditors confirming compliance, forms a part of this Annual Report, as per SEBI Listing Regulations

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134(3)(c) of the Companies Act, 2013, your Directors hereby state and confirm that:

- a. In the preparation of the annual accounts, the applicable accounting standards have been followed, and there have been no material departures.
- b. Such accounting policies have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent to give a true and fair view of the Company's state of affairs as at 31st March, 2024 and of the Company's profit for the year ended on that date.
- c. Proper and sufficient care has been taken for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. The annual financial statements have been prepared on a going concern basis.
- e. That internal financial controls were laid down to be followed and that such internal financial controls were adequate and were operating effectively.
- f. Proper systems were devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to Section 135 of the Companies Act, 2013 and the Rules made there under, the Board of Directors has constituted the Corporate Social Responsibility (CSR) Committee under the Chairmanship of Mrs. Tania Deol- Managing Director (DIN: 00073792).

The Company has identified and adopted projects as per the activities included and amended from time to time in Schedule VII of the Companies Act, 2013.

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board. The CSR Policy may be accessed on the Company's website at the link: <http://tcfcfinance.com/wp-content/uploads/2015/06/CORPORATE-SOCIAL-RESPONSIBILITY-POLICY-TCFC-Finance-Ltd-PDF.pdf>

During the FY 2023-2024, the Company has spent the amount of Rs. 12.12 Lakhs towards the CSR initiatives. The disclosure relating to the amount spent and the details of the activities as required under Companies. (Corporate Social Responsibility Policy) Rules, 2014 is provided in "Annexure-II" forming part of this report.

17. NOMINATION AND REMUNERATION POLICY:

In terms of the provisions of the Companies Act, 2013 and the SEBI Listing Regulations as amended from time to time, the policy on nomination and remuneration of Directors, Key Managerial Personnel, Senior Management and other Employees has been formulated by the Committee and approved by the Board by Directors.

The objective of the Policy is:

- i. to lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive/Non-Executive/Independent) and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration.

TCFC FINANCE LIMITED

- ii. to specify the manner for effective evaluation of performance of Board, its committees, and individual directors to be carried out either by the Board, by the Nomination and Remuneration Committee or by an independent external agency and review its implementation and compliance.
- iii. to recommend to the Board, appointment, and removal of Director, KMP and Senior Management Personnel.
- iv. to assist the Board in ensuring that the Board nomination process is in line with the diversity policy of the Board relating to gender, thought, experience, knowledge, and perspectives.

The remuneration has been paid as per the Nomination and Remuneration Policy of the Company. The policy may be accessed on the website of the Company. The Policy may be accessed on the Company's website at the link http://www.tcfcfinance.com/wp-content/uploads/2020/08/NOMINATION_AND_REMUNERATION_POLICY-.pdf

18. VIGIL MECHANISM/WHISTLE BLOWER POLICY:

The Company has a vigil mechanism / Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. The objective of the Policy is to explain and encourage the directors and employees to report genuine concerns or grievances about unethical behavior, actual or suspected fraud or violation of the company's Code of Conduct or Ethics Policy. The Vigil Mechanism Policy has been uploaded on the website of the Company at http://www.tcfcfinance.com/wp-content/uploads/2018/07/Whistle_Blower_Policy_Vigil_Mechanism_Policy.pdf

Further, there were no complaints received from the employees of the Company under vigil mechanism for the year under review.

19. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

During the financial year 2023-2024, the Company has not received any complaint of sexual harassment against women employees of the Company.

20. STATUTORY AUDITORS & REMARKS ON AUDITOR'S REPORT

STATUTORY AUDITORS:

At the Company's 28th Annual General Meeting held on 2nd August, 2019 M/s GMJ & Co LLP (Firm Registration No. 103429W)), Chartered Accountants were appointed as statutory Auditors of the Company for a period of 5 years till the conclusion of 33rd Annual General Meeting. Their Tenure of 5 years gets completed at the ensuing AGM.

After retirement of the present Statutory Auditors, The Board of Directors have received the consent for the appointment of M/s. Desai Saxsena & Associates, (Firm Registration No. 102358W) as the Statutory Auditor of the Company for a period of five years, from the conclusion of (33rd) ensuing Annual General Meeting until the conclusion of 38th Annual General Meeting in the year 2029 at a remuneration of as maybe fixed by the Board of Directors of the Company.

The aforesaid auditors are eligible for appointment and have communicated their consent to act as such. The proposal regarding the appointment of the aforesaid auditor is placed for your approval, The Board of directors recommends their appointment.

The Auditors Report to the shareholders for the year under review does not contain any qualification, reservation, disclaimers, or adverse remarks. Further, the Statutory Auditors have not reported any incident of fraud during the year under review to the Audit Committee of your Company.

21. SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. Aabid & Co., Practicing Company Secretaries, to undertake the Secretarial Audit of the Company for the FY 2023-24. The Report of the Secretarial Audit carried out is annexed herewith as "Annexure III".

The Secretarial Audit report, as issued by the auditors in Form MR-3 does not contain any observation or qualification requiring explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

The Board has on the recommendation of the Audit Committee re-appointed M/s. Aabid & Co., Practicing Company Secretaries, as Secretarial Auditor, for conducting Secretarial Audit of the Company for the FY 2024-2025.

22. REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of the Act and Rules framed thereunder.

23. TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

During the year under review, your Company has transferred a sum of Rs. 699,611 (Rupees Six Lakhs ninety-nine thousand six hundred and eleven only) to Investor Education and Protection Fund, in compliance with the provisions of Section 125 of the Companies Act, 2013. The said amount represents dividend for the FY 2015-16 which remained unclaimed by the members of the Company for a period exceeding 7 years from its due date of payment.

As per the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended ('IEPF Rules'), the Company has uploaded the information in respect of the unclaimed dividends as on 31.03.2023 on the website of the Company at www.tcfcfinance.com

Pursuant to the provisions of Section 124 of the Act read with the IEPF Rules, all the shares on which dividends remain unpaid or unclaimed for a period of seven consecutive years or more shall be transferred to the Demat account of the IEPF Authority as notified by the Ministry of Corporate Affairs. Accordingly, the Company has transferred 34,610 Equity Shares of face value Rs. 10 /- per share to the demat account of the IEPF Authority during FY 2023-2024.

The Company had sent individual notice to all the Members whose shares were due to be transferred to the IEPF Authority and had also published newspaper advertisements in this regard.

The Company has appointed a Nodal Officer and Deputy Nodal Officer under the provisions of IEPF, the details of which are available on the Company's www.tcfcfinance.com

24. LISTING OF SECURITIES:

The Equity Shares of the Company are listed at BSE Limited (BSE). The Company has paid Annual Listing fees for the FY 2024-2025 to the stock exchanges where it is listed.

25. ANNUAL RETURN:

The Annual Return in Form MGT-7 for the financial year ended 31st March, 2024, shall be filed within 60 days of ensuing Annual General Meeting and will be available on the website of the Company at www.tcfcfinance.com

The Company has placed a copy of annual return of the financial year 2022-2023 on its website at www.tcfcfinance.com

26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

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

There was no foreign exchange transaction entered into by the Company during the year under review.

27. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1), Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached herewith as "Annexure-I".

28. GREEN INITIATIVE:

Your Company has considered and adopted the initiative of going green minimizing the impact on the environment. To support the company's 'Green Initiative', members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with our Registrar and Share Transfer Agent- M/s Link Intime India Private Limited (RTA) in case the shares are held by them in physical form.

29. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

GLOBAL OUTLOOK

The World Economic Outlook Report of April 2024 from IMF describes the Global Economic situation as “Steady but Slow”. It says as global inflation has descended from its mid-2022 peak, economic activity has grown steadily. Growth in employment and incomes have held steady, resulting in increased consumption demand. The unexpected growth in consumption is a residual effect of the substantial savings accumulated by households during the pandemic.

Global growth, estimated at 3.2 percent in 2023, is projected to continue at the same pace in 2024 and 2025. Global headline inflation is expected to fall from an annual average of 6.8 percent in 2023 to 5.9 percent in 2024 and 4.5 percent in 2025.

Oil prices have remained volatile having risen to near the \$90 per barrel-mark, with supply worries high given the escalating Middle East tensions between Iran and Israel and back-to-back attacks on energy infrastructure between Ukraine and Russia. The price has since corrected but remains above USD 80-85.

Having said the aforesaid, the global supply is being constrained by producers to even with supply.

Economic situation :

India: India continues to shine as a bright spot. It is the fifth-largest economy in the world and is poised to retain its position as the world’s fastest-growing major economy. Its GDP growth remained buoyant at 7.3% in FY 2023-24 as against 7.2% in FY 2022-23 was supported by robust domestic demand, moderate inflation, a stable interest rate environment, and strong foreign exchange reserves. The International Monetary Fund (IMF) commended India’s economic resilience, robust growth, and notable progress in formalization and digital infrastructure.

India’s economic outlook is optimistic as it reaps the benefits of demographic dividend, physical and digital infrastructure enhancements, increased capital expenditure and the government’s proactive policy measures such as Production Linked Incentive (PLI) Schemes. According to the IMF, the Indian economy is expected to expand steadily at 6.5% in 2024.

INDUSTRY OVERVIEW AND FINANCING

The Non-Banking Financial Companies (NBFCs) in India have been pivotal in bridging the credit gap for various segments of the economy, notably the Micro, Small, and Medium Enterprises (MSMEs) and the underbanked populations. These institutions have complemented the traditional banking sector by offering financial services tailored to the unique needs of their clients, leveraging their extensive geographical reach and quick service delivery.

The NBFC sector is witnessing a resurgence post-pandemic, with anticipated credit growth rates of 13–14% for FY 2024. The industry is also seeing the emergence of new NBFCs focusing on niche customer segments, a trend likely to continue in the foreseeable future. The pandemic has accelerated technology adoption and changed consumer behaviors, making it feasible for NBFCs to operate without extensive physical networks, reducing the capital requirements traditionally associated with setting up financial services institutions.

India’s robust economic growth, expected at 6.21% for FY 2024, is underpinned by strong domestic demand alongside notable expansions in the manufacturing and services sectors. This growth trajectory is anticipated to sustain a vigorous demand for credit, particularly among MSMEs and retail sectors, with projections indicating a Growth rate of 13-14% in credit demand. NBFCs, with their flexible and diverse business models, are well-positioned to meet this demand efficiently.

The transformative shift in India’s financial services landscape over recent years, driven by digital innovations such as neo-banking, digital authentication, the proliferation of the Unified Payments Interface (UPI), and increased mobile internet usage, has redefined the dynamics of financial services, especially credit. The modularization of financial services facilitated by these advancements has empowered NBFCs to offer specialized and accessible financial products.

Between FY 2023 and FY 2025, the NBFC sector is expected to witness a Compound Annual Growth Rate (CAGR) of 13–15% in credit extension. This growth is a testament to the sector's resilience and reflects its crucial role in supporting India's economic development by enhancing formal credit penetration among underserved populations.

Opportunities and Threats

Your Company, being an investment Company, seeks opportunities in the capital market. The volatility in stock indices in the financial year under report represents both an opportunity and challenge for the Company.

As a long-term strategy, the Company has made investments in equities, mutual funds and fixed income securities and is looking forward for a sustainable growth in its investee Companies in the coming years which would enhance the shareholders' value.

In conclusion, FY24 started with optimism, with your Company garnering good returns. Going forward, Our focus will be towards ensuring that our performance is consistent, predictable, and sustainable.

Segment Wise / Product Wise Performance

The Company operates in single business segment i.e. NBFC, it has witnessed considerable growth in the last few years and is now being recognized as complementary to the banking sector due to implementation of innovative marketing strategies, introduction of tailor-made products, customer-oriented services, attractive rates of return on deposits and simplified procedures, etc.

Your Company is engaged only in investment activities and no other business activities. Hence, the requirement of segment-wise reporting is just for one segment.

- **Business Outlook**

The Company is mainly engaged in the business of financing and investment in bodies corporate to yield greater revenue for its stakeholders. The Management of the Company is looking for a steady growth of the Company and aims at maximizing the shareholders wealth by way of earning maximum profits at low investment costs.

- **Risks and areas of concern**

Managing risk is fundamental to the financial services industry and it is key to ensure sustained profitability and stability. In a rapidly changing economic, geo- politics, regulatory and financial environment, your Company has continued to leverage on its strong risk management capabilities. As your company's business is purely into investment activities, the capital market developments may affect the gains and profitability of the Company.

The Company continuously evaluates its investments in investee companies to ensure that the same meets the objective of ensuring maximization of value to all its stakeholders in a prudent manner. The Company expects to make full use of the growth opportunities available to it. However, the challenge remains in being able to leverage these initiatives to carve out a space in the competitive industry, within the regulatory and compliance framework.

- **Internal Control Systems and Adequacy**

The Company has a satisfactory internal control system. The adequacy of the internal control system is reviewed by the Audit Committee of the Board of Directors. Your Company has taken proper and sufficient care for the maintenance of adequate accounting records as required by various Statutes. Internal Auditors, the Audit Committee and Statutory Auditors have full and free access to all the information and records considered necessary to carry out their responsibilities.

- **Human Resources:**

The Company's current activities do not require engagement of significant human resources. However, requisite qualified and experienced personnel have been engaged to take care of organization need of human resource. The Company will engage requisite human resources as and when required.

- **Future Outlook**

The future growth of the NBFC sector in India will be shaped by a confluence of factors, including policy support, regulatory oversight, and the continued digitization of the financial value chain. These elements will collectively contribute to the sector's ability to support the broader narrative of India's economic expansion, making NBFCs indispensable to the nation's growth story.

In navigating the complexities of the global market landscape, our commitment remains steadfast in delivering sustainable value and preserving shareholder interests. Our investment strategies emphasize security selection, diversification, and a balanced approach to capitalize on emerging trends while safeguarding against potential risks.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis that address expectations about the future, including but not limited to statement about Company's strategy for growth, product development, market position, expenditures and financial results are forward looking statements and these forward looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations, include among others, economic conditions affecting demand/supply and price conditions in global and domestic markets, changes in government regulations, Tax laws and other statutes and incidental factors.

30. ACKNOWLEDGEMENT:

The Board of Directors thanks Reserve Bank of India, all other Banks, Stock Exchange of Mumbai and Shareholders for their continued support besides employees at all levels.

By Order of the Board
For **TCFC Finance Limited**

Place: Mumbai
Date: 13th May, 2024

Vengendur Srikumar Srinivasan
Chairman
(DIN:00051233)

“ANNEXURE – 1”

(A) The ratio of the remuneration of each director to the median employee’s remuneration and other details in terms of sub-section 12 of Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr. No	Requirements	Disclosure
1.	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year ended 31st March, 2024 is : Mrs. Tania Deol - 2.38% Mr. Venkatesh Kamath - 2.16% For this purpose, sitting fees paid to the Independent & Non-executive Directors have not been considered as remuneration.
2.	The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year.	CEO: No Change CFO: 5.50% CS: 5.63%
3.	The Percentage increase in the Median remuneration of employees in the financial year	4.81%
4.	The Number of permanent employees on the rolls of the Company	8 employees as on 31st March, 2024.
5.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	There was no exceptional circumstance or increase for managerial personnel in the last financial year. The percentile increase process and policy was same for the managerial personnel and all the other employees.
6.	Affirmation that the remuneration is as per the remuneration policy of the Company	Yes, the remuneration is as per the remuneration policy of the Company.

Note:

- 1 The Company does not pay any remuneration to Non-Executive Directors except sitting fees for each Board/Committee meeting attended by them.

(B) Disclosures in terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

There were no persons employed for the full year ended March 31st, 2024 who were in receipt of the remuneration which in the aggregate was not less than Rs 60,00,000/- p.a. or in part of the year who were in receipt of Remuneration which in aggregate was not less than Rs.5,00,000/- p.m.

“ANNEXURE-2”

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2023-2024

1. Brief outline on CSR Policy of the Company:

TCFC believes in sharing the profits not only with its members but also with the society around it. The Company through its CSR initiatives will continue to enhance value and promote social sustainability, sustainable development of the environment and social welfare of the people and society at large.

The Board, upon the recommendation of CSR Committee, has approved the CSR Policy of the Company, pursuant to the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014. The complete CSR policy of the Company may be accessed at the website of the Company www.tcfcfinance.com

To follow these CSR objectives, the Company actively participate and

1. Contribute in the area of promoting education, providing medical facilities to needy and underprivileged persons, animal welfare.
2. Collaborate with charitable trusts, NGO in pursuit of our goals.
3. Interact regularly with various NGO, trust for funding the CSR amount to economically weaker sections

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mrs Tania Deol	Chairperson – Executive Director	1	1
2	Mr. V.S. Srinivasan	Member - Independent Director	1	1
3	Mr. Venkatesh Kamath	Member - Executive Director & CFO	1	1
4	Mr. Atul M Desai (upto 31st March,2024)	Member - Independent Director	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

CSR Committee - <http://www.tcfcfinance.com/about-us/corporate/corporate-social-responsibility-committee/>

CSR Policy - <http://www.tcfcfinance.com/wp-content/uploads/2020/08/CORPORATE-SOCIAL-RESPONSIBILITY-POLICY-TCFC-Finance-Ltd.pdf>

CSR projects - <http://www.tcfcfinance.com/wp-content/uploads/2023/07/CSR-Project.pdf>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. **Not Applicable**
5. (a) Average net profit of the company as per sub-section (5) of Section 135: **Rs. 605.86 lakhs**
(b) Two percent of average net profit of the Company as per sub-section (5) of Section 135: **Rs. 12.12 Lakhs**
(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **NIL**
(d) Amount required to be set-off for the financial year, if any: **NIL**
(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: **Rs. 12.12 Lakhs**

6. (a) Amount spent on CSR projects (both ongoing project and other than ongoing project): **Rs. 12.12 Lakhs**
- (b) Amount spent in administrative overheads: **NIL**
- (c) Amount spent on impact assessment, if applicable: **NIL**
- (d) Total amount spent for the financial year [(a)+(b)+(c)]: **Rs. 12.12 Lakhs**
- (e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year	Amount (Rs. In Lakhs)				
	Total amount transferred to unspent CSR account as per subsection (6) of Section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of Section 135		
	Amount	Date of transfer	Name of the Fund	Amount.	Date of transfer
1212.00	00	N.A.	-	-	-

- (f) Excess amount for set-off, if any:

Sr. No.	Particulars	Amount (Rs. In Lakhs)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	1212.00
(ii)	Total amount spent for the Financial Year	1212.00
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	NIL
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	NIL

7. Details of unspent CSR amount for the preceding three financial years:

Amount (Rs. In Lakhs)

Sr. No.	Preceding Financial Year	Amount transferred to unspent CSR account under sub-section (6) of Section 135	Balance amount in unspent CSR account under sub-section (6) of Section 135	Amount spent in the financial year	Amount transferred to a fund as specified under Schedule VII as per second proviso to sub-section (5) of Section 135, if any		Amount remaining to be spent in succeeding financial years.	Deficiency, if any
						Date of transfer		
1	FY 2020-21	-	-	-	645.90	28.09.2021	-	-
2	FY 2021-22	0.00	0.00	8.73	NIL	NA	0.00	NA
3	FY 2022-23	0.00	0.00	11.28	NIL	NA	0.00	NA

9. Whether any capital assets have been created or acquired through CSR amount spent in the financial year: No

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

For and on behalf of the Board of Directors

Date: 13th May, 2024
Place: Mumbai

Mrs. Tania Deol
Chairperson of Committee
DIN:00073792

“ANNEXURE-3”
FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
TCFC Finance Limited.
501/502 Raheja Chambers
Nariman Point Free Press Journal Marg
Mumbai 400021 Maharashtra

We have conducted the Secretarial Audit of the compliance of the applicable statutory provisions and the adherence to good corporate practices by **TCFC Finance Limited** (hereinafter referred as ‘the Company’), having its registered office at 501/502, Raheja Chambers, Nariman Point, Free Press Journal Marg, Mumbai- 400021, Maharashtra, India. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that the Company has, during the audit period covering the Financial Year ended on March 31, 2024, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **TCFC Finance Limited** as given in **Annexure I** for the Financial year ended on 31st March 2024, according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India (‘SEBI’);
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 (‘FEMA’) and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings wherever applicable;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’): -
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not Applicable)**
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not Applicable)**

- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not Applicable)**
- f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not Applicable)**
- g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not Applicable)**
- h) Rules, Regulations and Guidelines issued by the Reserve Bank of India (“RBI”) / National Housing Bank (“NHB”) as are applicable to Housing Finance Companies which are specifically applicable to the company; and

We have also examined Compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) Securities and Exchange Board of India (Listing Obligations and disclosure requirements) Regulations, 2015 to the extent applicable to the company.

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

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors including Woman Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices are given to all Directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent at least seven days in advance, consent for shorter notice was taken as per the required provisions and a system exist for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.

We further report that during the audit period the following specific events were held:

1. Mr. Ashish Singh having DIN: 10177465, was appointed as an Additional Non-Executive Independent Director of the Company w.e.f. 13th February, 2024.
2. Ms. Jaya Virwani having DIN: 10484924, was appointed as an Additional Non-Executive Independent Director of the Company w.e.f. 13th February, 2024.
3. Mr. Pranav Jasani having DIN: 01898059, was re-appointed as an Independent Director of the company for the second term of 5 consecutive years commencing from August 2, 2024 to August 1, 2029 (both days inclusive).
4. Mr. Atul M Desai (DIN:00019443) Independent Director & Chairperson of the Company, after completion of the second term had retired w.e.f. the closure of the business hours on 31st March, 2024.
5. Recommended continuation of appointment of Mr. Venkatesh Kamath (DIN: 00042866) for a term of 5 (Five) years as an Executive Director of the company.
6. During the period under review, the Board of Directors of the Company at their meeting held on 28th March, 2024 approved the proposed scheme of selective capital reduction of the paid-up capital of the company that envisages cancellation & extinguishment of 5,33,334 equity shares of Rs. 10/- each of the company held by Venkatesh Kamath nominee of TCFC Finance Limited allotted in the form of a trust in terms of scheme of Merger namely 1999 scheme.

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7. During the period under review, the Board of Directors of the Company at their meeting held on 28th March, 2024 approved increase in remuneration of Mrs. Tania Deol (DIN: 00073792), Managing Director of the Company from Rs. 1,80,350 p.m. to Rs. 1,98,500 p.m. with effect from April 1, 2024 until remaining term of her tenure i.e. upto June 30, 2026.
8. During the period under review, the members of the NRC committee reviewed & recommended the increment of the remuneration of the Key Managerial Personnel & Senior Manager of the Company.

Note:

1. This report is to be read with our letter of even date which is annexed as 'Annexure-II' and forms an integral part of this report.

For Aabid & Co.
Company Secretaries

Mohammed Aabid
Partner
Membership no: F6579
COP No.: 6625
UDIN: F006579F000356711

Date: 13th May 2024

Place: Mumbai

ANNEXURE-I

List of documents verified

1. Memorandum & Articles of Association of the Company.
2. Annual Report for the Financial Year ended 31st March, 2023.
3. Minutes of the meetings of the Board of Directors, Audit Committee, Nomination & Remuneration Committee, Corporate Social Responsibility Committee and Stakeholders Relationship Committee held during the financial year under report.
4. Minutes of General Body Meetings held during the Financial Year under report.
5. Agenda papers submitted to all the directors / members for the Board Meetings and Committee meetings.
6. Declarations received from the Directors of the Company pursuant to the provisions of Section 164 (2) and 184 (1) of Companies Act, 2013.
7. Intimations / documents/ reports/ returns filed with the Stock Exchanges pursuant to the provisions of Listing Regulations for the issuance and listing of Non-Convertible Debentures during the Financial Year under report.
8. Intimations / documents / reports / returns filed under the National Housing Bank Act, 1987 during the financial year under report.
9. E-forms filed by the Company, from time to time, under applicable provisions of the Companies Act, 2013 and attachments thereof during the Financial Year under report.
10. Statutory Registers under Companies Act, 2013.

ANNEXURE – II OF SECRETARIAL AUDIT REPORT

To,
The Members,
TCFC Finance Limited,
501/502, Raheja Chambers,
Nariman Point, Free Press Journal Marg,
Mumbai- 400021, Maharashtra, India

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

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. The verification was done on a test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of accounts of the Company.
4. Wherever required, we have obtained Management Representation about the compliance laws, rules and regulations, and happening of events, etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on a test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,
The Members,
TCFC Finance Limited
501/502 Raheja Chambers
Nariman Point Free Press Journal Marg
Mumbai 400021 Maharashtra

We, **Aabid & Co.** practicing Company Secretary, based in Mumbai have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **TCFC FINANCE LIMITED CIN: L65990MH1990PLC057923** and having registered office at 501/502 Raheja Chambers, Nariman Point, Free Press Journal Marg, Mumbai- 400021, Maharashtra and (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal (www.mca.gov.in) as considered necessary and explanations furnished to us by the Directors of the Company;

We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. Venkatesh Raghunath Kamath	00042866	12/06/1998
2.	Mr. Vengendur Srikumar Srinivasan	00051233	02/08/2019
3.	Ms. Tania Vijay Singh Deol	00073792	26/08/2010
4.	Mr. Dharmil Anil Bodani	00618333	26/09/2014
5.	Mr. Pranav S Jasani	01898059	29/03/2019
6.	Mr. Ashish Singh	10177465	13/02/2024
7.	Ms. Jaya Virwani	10484924	13/02/2024

Ensuring the eligibility of the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion based on our verification.

This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **Aabid & Co.**
Company Secretaries

Mohammed Aabid
ACS/ FCS No.: F6579
CP No.: 6625

UDIN : F006579F000357160
PR No.: P2007MH076700

Place: Mumbai
Date: 13th May, 2024

CORPORATE GOVERNANCE REPORT

The Board of Directors present the Company's Report on Corporate Governance for the Financial Year (FY23-24) as hereunder, pursuant to the provisions of Regulation 34(3) read with Schedule V(C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations") and other provisions as may be applicable.

I. Company's philosophy

Your Company believes that sound ethical practices, transparency in operations and timely disclosures go a long way in enhancing shareholders' value while safeguarding the interest of all stakeholders. The Company is committed to adhere to the code of corporate governance as it means adoption of best business practices aimed at growth of the Company coupled with bringing benefits to investors, customers, creditors, employees and the society at large.

The objective of the Company is not just to meet the statutory requirements of the Corporate Governance as prescribed under SEBI (LODR) Regulations, 2015 but to develop such systems and follow such practices and procedures to satisfy the spirit of law.

Your Company confirms the compliance of various provisions relating to Corporate Governance stipulated in Listing Regulations, the details of which are given below:

II. Board of Directors

Appointment and Tenure:

The Directors of the Company are appointed by the Shareholders at General Meetings. At every Annual General Meeting, 1/3rd of Directors are liable to retire by rotation, if eligible, generally offer themselves for re-election, in accordance with the provisions of Companies Act, 2013. Independent Directors are not liable to retire by rotation. The Executive Directors on the Board serve in accordance with the terms of their contracts of service with the Company.

Composition of the Board

The Company has an optimum mix of Executive and Non-Executive Independent Directors including woman directors. All the members of the Board are competent and are persons of repute with strength of character, professional eminence, having the expertise in their respective disciplines to deal with the management functions of the company.

As on 31st March 2024, the Company's Board consists of 8 (Eight) Directors out of which 5 Directors are Non-Executive Independent Directors including 1(One) Chairman; 1 Director is Non-Executive Director and 2 Executive Directors.

The composition of the Board of Directors of the Company is in conformity with Regulation 17 of Listing Regulations

The details of composition of the Board, the attendance record of the Directors at the Board Meetings held during the financial year ended 31st March, 2024 and the last Annual General Meeting (AGM), and the details of their other Directorships, and Committee Chairmanships and Memberships are given below:

Name	Category	Attendance			No. of Directorships in other public Ltd Companies (Excluding TCFC Finance Ltd)	Chairmanship/ Membership of Committees in other Public Ltd Companies	
		No. of Board Meeting		Annual General Meeting 10/08/2023 Attendance		Membership	Chairmanship
		held	Attended				
Atul Desai# (DIN: 00019443)	Chairman Non Executive & Independent Director upto 31.3.2024	5	5	Yes	4	3	5
Tania Deol (DIN:00073792)	Managing Director - Promoter	5	5	Yes	Nil	1	Nil

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Name	Category	Attendance			No. of Directorships in other public Ltd Companies (Excluding TCFC Finance Ltd)	Chairmanship/ Membership of Committees in other Public Ltd Companies	
		No. of Board Meeting		Annual General Meeting 10/08/2023 Attendance		Membership	Chairmanship
		held	Attended				
Vengendur Srikumar Srinivasan (DIN:00051233)	Non-Executive & Independent Director-Chairman with effect from 01.04.2024	5	5	Yes	Nil	Nil	2
Venkatesh Kamath (DIN:00042866)	Executive Director & Chief Financial Officer	5	5	Yes	Nil	2	0
Mr. Dharmil A. Bodani (DIN: 00618333)	Non-Executive & Non-Independent Director	5	4	Yes	1	3	0
Mr. Pranav S Jasani (DIN: 01898059)	Non-Executive & Independent Director	5	4	Yes	Nil	1	0
Mr. Ashish Singh (DIN: 10177465)	Non-Executive & Independent Director	1	1	NA	NIL	0	0
Ms. Jaya Virwani (DIN:10484924)	Non-Executive & Independent Director	1	0	NA	NIL	0	0

None of the Directors of the Company are related to each other

Private Limited Companies, Foreign Companies and Companies under section 8 of the Companies Act, 2013 are excluded for this purpose.

Only Audit Committee and Stakeholders Relationship Committee have been considered as per the requirements of the SEBI (LODR) Regulations, 2015.

The number of Directorship(s), committee membership(s)/chairmanship(s) of all Directors is/are within the respective limits prescribed under the Companies Act, 2013 and Listing Regulations.

Details of Directors(s) retiring or being re-appointed are given in Notice to Annual General Meeting

Change in Directorate:

The Board noted cessation of office of Mr. Atul M Desai (DIN: 00019443) as an Independent Director & Chairperson of the Company after completion of second term in the Company with effect from the close of business hours on 31st March, 2024. The Board placed on record it's deep appreciation for the valuable contribution made by Mr. Atul M Desai during his tenure as an Independent Director & Chairperson of the Company.

Mr. Ashish Singh was initially appointed as an Additional Independent Director by the Board of Directors in the Meeting convened on 13th February, 2024. Further, The Members of the Company has approved regularisation of the appointment of Mr. Ashish Singh as an Independent Director of the Company for a term of five years with effect from 13th February, 2024 to 12th February, 2029 (both days inclusive) by way of a special resolution passed by the Postal Ballot.

Ms. Jaya Virwani was initially appointed as an Additional Independent Director by the Board of Directors in the Meeting convened on 13th February, 2024. Further, The Members of the Company has passed a special resolution via Postal Ballot for regularisation of the appointment of Ms. Jaya Virwani as an Independent Director of the Company for a term of five years with effect from 13th February, 2024 to 12th February, 2029 (both days inclusive). by way of a special resolution passed by the Postal Ballot.

III. Details of Skills/expertise/competence of the Board of Directors

The Board has identified the following skill set with reference to its business and industry which are available with the Board.

Name of the Director	Expertise in specific Functional Area
Mr. Atul Desai	Audit & Risk Management, Compliance & Governance, Legal & Regulatory Expertise
Mrs. Tania Deol	Business Management and Entrepreneurship
Mr. Vengendur Srikumar Srinivasan	Business Management, Audit & Risk Management, Banking and financial services.
Mr. Venkatesh Kamath	Finance, Accounting & Stakeholders' Management
Mr. Dharmil A Bodani	Finance and General Management
Mr. Pranav S Jasani	Marketing and Sourcing.
Mr. Ashish Singh	Business Development and Finance Management.
Ms. Jaya Virwani	Human Resource Management

Independent Directors:

The Nomination and Remuneration Committee diligently identifies individuals with exceptional expertise and independent standing in their respective fields to serve as Independent Directors on the Board. These individuals possess the qualifications, positive attributes, and area-specific expertise that are deemed necessary to contribute effectively to the Company's business and policy decisions. The Committee also considers the number of directorships and committee memberships held by these individuals in other companies. The Board carefully considers the Committee's recommendations and makes appropriate decisions regarding the appointment of Non-Executive Independent Directors. These Directors bring valuable experience and specialization in diverse fields, including legal, finance, and administration, enhancing the Board's overall capabilities.

During the FY 2023-2024, the Company has received declarations on criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and Confirmations under Regulation 16(1)(b) of Listing Regulations pursuant to amendment in the SEBI (LODR) Regulations, 2015 vide SEBI Circular dated 09th May, 2018, from the directors who have been classified as Independent Directors as on 31 st March, 2024. In the opinion of the Board, all Independent Directors meet the criteria of Independence as laid down under Section 149(6) of the Companies Act 2013 and regulation 16(1) (b) of Listing Regulations, as amended from time to time and they are independent of management.

Number of Independent Directorships:

As per Regulation 17A of the Listing Regulations, Independent Directors of the Company do not serve as Independent Director in more than seven listed companies. Further, the Managing Director of the Company does not serve as an Independent Director in any listed entity.

Separate Meeting of Independent Directors:

During the year under review, the independent Directors met on 13th February, 2024, inter-alia to discuss:

- i. Evaluation of the performance of Non-independent Directors and the Board of Directors as a whole.
- ii. Evaluation of the performance of the Chairperson of the Company, taking into account the views of the Executive and Non-Executive Directors.
- iii. Evaluation of the quality, content and timeliness of the flow of information between the Management and the Board of Directors that is necessary for the Board to effectively and reasonably perform the duties.

The Meeting was attended by all the Independent Directors

Familiarisation Programme

In accordance with the requirements of Regulation 25(7) of the SEBI (LODR) Regulations, 2015 and the provisions of Companies Act 2013, the Company familiarizes the Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, its business operations and model etc. through various programme.

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The familiarization policy of the Company is uploaded on the Company's website http://www.tcfcfinance.com/wp-content/uploads/2018/07/Familiarisation_programme_for_Independent_Directors.pdf

Shareholding of Directors:

The details of shares held by Directors as on 31st March, 2024 are as under:

Name	Number of shares held	% age of total Shareholding
Mrs. Tania Deol	6350	0.06%
Mr. Atul Desai	10	0.00%
Mr. Vengendur Srikumar Srinivasan	207	0.00%
Mr. Dharmil A. Bodani	100	0.00%
Mr. Pranav S. Jasani	10	0.00%

None of the other Directors holds any shares in the Company as on 31st March, 2024

Code of Conduct

The Company has framed a code of conduct for the Non-Executive Directors, Executive Directors and Senior Management Personnel of the Company which is posted on website of the Company i.e www.tcfcfinance.com. All the Board Members and Senior Management of the Company have affirmed their compliance with the code of conduct for the financial year ended 31st March, 2024.

IV. Committees

As mandated by the Companies Act, 2013 (the Act) and Listing Regulations, the Company has constituted an Audit Committee, a Stakeholders Relationship Committee, Nomination & Remuneration Committee and Corporate Social Responsibility Committee. The functioning of these Committees is regulated by the mandatory terms of reference, roles and responsibilities and powers. The Minutes of the meetings of all these Committees are placed before the Board for noting.

A. Audit Committee

The Audit Committee acts as a link between the Statutory and Internal Auditors and the Board of Directors. The primary objective of the Committee is to monitor and provide an effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures, with the highest levels of transparency, integrity and quality of financial reporting and its compliance with the legal and regulatory requirements. The Committee oversees the work carried out in the financial reporting process by the Management, the Internal Auditor and the Statutory Auditor and notes the processes and safeguards employed by each of them.

Composition and Attendance

The Audit Committee comprises of 4 members, Mr. Vengendur Srikumar Srinivasan, Mr. Atul Desai and Mr. Venkatesh Kamath and Mr. Pranav S Jasani with majority being independent. Mr. Vengendur Srikumar Srinivasan is the Chairman of the Audit Committee.

The Committee's composition meets with requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations. The members possess adequate knowledge of Accounts, Audit, and Finance etc.

Terms of Reference:

The terms of reference, role, powers, rights, authority and obligations of the Audit Committee are in conformity with the applicable provisions of the Companies Act, 2013 and Listing Regulations (including any statutory modification(s) or re-enactment or amendments thereof). which includes oversight of financial reporting process, recommendation of appointment, reappointment of statutory auditors, review quarterly financial statements, annual financial statements, internal financial control and audit process etc.

Audit Committee Meetings

During the year under review the Committee met four times i.e. on 10th May, 2023, 7th August, 2023, 30th October, 2023, and 13th February, 2024. Necessary quorum was present at the meetings. The Audit Committee invites such of the executives as it considers appropriate (particularly head of finance) to be present at its meetings. Statutory Auditors, executives responsible for finance and accounts functions are permanent invitees to the Audit committee. The Company Secretary acts as a Secretary to the Committee.

The details of the attendance of Committee Members at the aforesaid meetings are as follows:

Sr. no.	Name of Director	Category	No. of Members Attended out of 4 held
1	Mr. Vengendur Srikumar Srinivasan	Non-Executive Independent Director	4
2	Mr. Atul Desai upto 31st March,2024	Non-Executive Independent Director	4
3	Mr. Venkatesh Kamath	Executive Director & CFO	4
4	Mr. Pranav S. Jasani	Non-Executive Independent Director	3

B. Nomination and Remuneration Committee

Composition of the Committee

The Nomination and Remuneration Committee of the Board comprises of four Non-Executive Directors viz. Mr. Vengendur Srikumar Srinivasan, (Chairman of the Committee & Independent Director), Mr. Atul Desai (Non Executive & Independent Director) upto 31st March, 2024, and Mr. Dharmil Bodani (Non Executive Director) and Mr. Pranav S Jasani (Non Executive & Independent Director)

The Committee's composition meets with requirements of Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

Brief Description of terms of Reference

The Board has framed the Nomination and Remuneration Committee Policy which ensure effective Compliance of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations 2018 , which are as follows.

- Reviewing the overall compensation policy, service agreements and other employment conditions of Managing/Whole-time Director(s) and Senior Management (one level below the Board);
- To help in determining the appropriate size, diversity and composition of the Board;
- To recommend to the Board appointment/reappointment and removal of Directors;
- To frame criteria for determining qualifications, positive attributes and independence of Directors;
- To recommend to the Board remuneration payable to the Directors (while fixing the remuneration to Executive Directors the restrictions contained in the Companies Act, 2013 is to be considered);
- To create an evaluation framework for Independent Directors and the Board;
- To assist in developing a succession plan for the Board;
- To assist the Board in fulfilling responsibilities entrusted from time-to-time;
- Delegation of any of its powers to any Member of the Committee or Compliance officer
- whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors
- To recommend to the Board all remuneration payable to the senior management & Key Managerial Personnel.

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In addition, the powers and role of the Nomination and Remuneration Committee are as laid down under Regulation 19 and Schedule II Part D of the Listing Regulations and Section 178 of the Companies Act, 2013

Nomination and Remuneration Committee Meetings

The details of Nomination and Remuneration Committee meeting held during the year 2023-2024 are as under:

Sr. no.	Date of Meeting	Committee Strength	No. of Members present
1	13 th February, 2024	4	4

The company is having only one Managing Director, and 1 Executive Director & CFO having remuneration.

There are 5 Non – Executive & Independent Directors and 1 Non-Executive Director who are paid only sitting fees.

Details of Remuneration paid to Executive and Non –Executive Directors for the year ended 31st March, 2024 is as stated below:

Executive Directors:

Terms of Agreement	Mrs. Tania Deol	Mr. Venkatesh Kamath
Date of Appointment	July 1, 2021	26th September, 2014
Period of Agreement	5 years	N.A.
Valid up to	June 30, 2026	N.A.
Salary & Perquisites	Rs. 20,12,500/-	Rs. 1937840/-
Notice Period	Three months	Three months

Non Executive Directors:

Criteria for making payments to Non- Executive Directors:

Non-Executive Directors are not paid remuneration in any form whether by way of commission or otherwise. They are paid only sitting fees for each meeting attended by them. The Criteria for making payments to non-executive directors has been disclosed on website at the below mentioned link: <http://tcfcfinance.com/wp-content/uploads/2016/02/CRITERIA-FOR-MAKING-PAYMENTS-TO-NON-EXECUTIVE-DIRECTORS.pdf>

The fees paid to Non- Executive Directors for the year ended 31st March, 2024 is as under:

(In ₹)

Name of Director	Total Sitting fees
Mr. V S Srinivasan	3,20,000
Mr. Atul Desai	2,40,000
Mr. Dharmil Bodani	1,80,000
Mr. Pranav S Jasani	1,80,000
Mr. Ashish Singh	20,000
Ms. Jaya Virwani	-

Performance Evaluation:

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulation, a separate exercise was carried out to evaluate the performance of the Board as a whole, various Committees of the Board and Individual Directors (including Independent Director, Non-Independent Director & Chairman). The criteria of performance evaluation were a). Board experience, skill, role, responsibility b). Attendance and Participation in the meetings c). Suggestion for effective functioning, Board process, policies, strategy etc. The Board was satisfied with the evaluation results, which reflected the overall engagement of the Boards with the Company.

C Stakeholders relationship Committee

The Committee function with the objective of looking into redressal of shareholder’s / Investor’s grievance related to non-receipt of dividend, Annual-report, delay in transfer or transmission of shares, and cases of refusal of transfer or transmission of shares etc.

Composition of Committee

The Composition of the Stakeholders relationship Committee is as follows:-

The Committee comprises of four members namely Mr. Vengendur Srikumar Srinivasan (Chairman of the Committee), Mr. Venkatesh Kamath, Mrs. Tania Deol, Mr. Dharmil A Bodani and the Company Secretary is the Compliance officer and is also the secretary to the committee.

Further, The Board of Directors of the Company has further delegated the responsibility of Stakeholders Relationship Committee to a sub-committee namely “**Share Transfer Committee**” consisting of Directors stationed at the registered office of the Company for expedition of share transfer process.

Terms of reference:

Terms of reference and role of the stakeholders Relationship Committee includes the matters specified under the Companies Act, 2013 and Listing Regulation, which includes to resolve the stakeholder’s grievance regarding the transfer of shares, non-receipt of annual report, dividend etc.

The terms of reference of the Committee have been aligned to Section 178 of Companies Act, 2013 and Regulation 20 and Schedule II Part D of the Listing Regulations

Meeting of the Committee

During the year, the committee met 4 i.e. (four) times i.e. on 10th May, 2023, 7th August, 2023, 30th October,2023, and 13th February, 2024 times to note various matters including the share transfer/transmission requests, Demat requests and also to look into redressal of investors’ grievances.

The attendance of the members at the meetings of the committee is given below:

Name of Directors	Category	No. of Meetings attended out of 4 held
Mr. Vengendur Srikumar Srinivasan	Chairman- Independent Director	4
Mr. Venkatesh Kamath	Executive Director & CFO	4
Mrs. Tania Deol	Executive Director	4
Mr. Dharmil A. Bodani	Non-Executive Director	4

Investor Grievance Redressal:

The Company had no investor complaints pending at the beginning of the year and received 4 complaints during the year. All the 4 complaints were resolved during the year and no complaints remained unresolved at the end of the year.

Investor Grievance Details	
No. of investor complaints pending at the beginning of year	0
No. of investor complaints received during the year	4
No. of investor complaints disposed off during the year	4
No. of investor complaints those remaining unresolved at the end of the year	0

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The investors can register their complaints electronically by sending an email at the e-mail id companysecretary@tcfcfinance.com or investorservices@tcfcfinance.com

Name and Designation of Compliance officer:

Name & Designation	Address	E-mail I.D	Contact No.
Miss. Kinjal Sheth Company Secretary	501/502 Raheja Chambers, Free Press Journal Marg, Nariman Point, Mumbai 400021	companysecretary@tcfcfinance.com	022 35130943/44

D Corporate Social Responsibility (CSR) Committee:

Composition

The Committee comprises of Mrs. Tania Deol –Managing Director, as the Chairman of the Committee, Mr. Venkatesh Kamath – Executive Director & CFO, Mr Atul Desai-Independent Director upto 31st March,2024 and Mr. V.S. Srinivasan - Independent Director as the Members of the Committee.

The composition of the CSR Committee is as per the provisions of Companies Act, 2013.The Company Secretary acts as the Secretary to the Committee.

The terms of reference of the said Committee includes the following:

- To establish and review corporate social responsibility policies;
- To identify, segment and recommend the CSR projects/ programs/activities to the Board of Directors;
- To recommend the amount of expenditure to be incurred on the activities as identified for CSR by the Company;
- To oversee the implementation of corporate social responsibility projects/programs/activities;
- To review the annual budgets/expenditure with respect to corporate social responsibility programs/projects/ activities;
- To work with management to establish and develop the Company's strategic framework and objectives with respect to corporate social responsibility matters;
- To receive reports on the Company's Corporate Social Responsibility programs/projects/activities;
- To establish and review the implementation mechanism for the CSR programs/projects/activities undertaken by the Company;
- To establish and review the monitoring mechanism of CSR projects/programs/activities;
- To review the CSR initiatives and programs/projects/ activities undertaken by the Company;
- To review the Company's disclosure relating to corporate social responsibility matters in accordance with the requirements of the regulatory provisions;
- To obtain legal or other independent professional advice/assistance;
- To form and delegate authority to any sub-committee or employee(s) of the Company or one or more members of the committee;
- Any other function as may be stipulated by the Companies Act, 2013, SEBI, Stock Exchanges or any other regulatory authorities from time to time.

Meeting of the Committee

The Meeting of Corporate Social Responsibility Committee was held on 30th October, 2023. All the members of the committee were present for the meeting.

Sr. no.	Date of Meeting	Committee Strength	No. of Members present
1	30 th October, 2023	4	4

E. SUBSIDIARY COMPANIES

The Company does not have any material subsidiary as defined under the SEBI (LODR) Regulations, 2015.

F. Details of Last Three Annual General Meetings

Year	Location	Date	Time
2022-2023	Through Video Conferencing/ Other Audio Visual Means (“VC/OAVM”)	10th August, 2023	11:00 a.m.
2021-2022	Through Video Conferencing/ Other Audio Visual Means (“VC/OAVM”)	8th August, 2022	11:00 a.m.
2020-2021	Through Video Conferencing/ Other Audio Visual Means (“VC/OAVM”)	23rd September, 2021	11.00a.m.

A special Resolution was passed in the 30th Annual General meeting of 2020-2021 for Re-appointment of Mrs Tania Deol as a Managing Director of the Company held on 23rd September, 2021.

No Extra-Ordinary General Meeting was convened in the preceding three Financial years.

POSTAL BALLOT:

Details of special resolution passed through postal ballot, the persons who conducted the postal ballot exercise, details of the voting pattern and procedure of postal ballot:

The Postal Ballot was carried out as per the provisions of Section 110 read with Section 108 and other applicable provisions, if any, of the Act (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) read with Rules 20 and 22 of the Companies (Management and Administration) Rules, 2014, Regulation 44 of the SEBI Listing Regulations and the Secretarial Standard - 2 on General Meetings issued by the Institute of Company Secretaries of India, each as amended, and in accordance with the requirements prescribed by the Ministry of Corporate Affairs vide its General Circulars dated April 8, 2020, April 13, 2020, June 15, 2020, September 28, 2020, December 31, 2020, June 23, 2021, December 8, 2021, May 5, 2022 , December 28, 2022 and September 25, 2023.

The Company had appointed CS Nisha Verma of N.V & Associates., Practicing Company Secretaries, Mumbai (Membership No, ACS 24487 COP 9037) as Scrutinizer

Following Resolutions were passed as special resolutions through postal ballot during the year 2023-2024:

Sr.no	Resolutions	Votes cast in favor		Votes cast against	
1.	Approval for an increase in the remuneration of Mrs. Tania Deol (DIN:00073792), Managing Director of the Company	2639933	99.91	2391	0.09
2.	Approval for appointment of Ms. Jaya Virwani (DIN10484924), as an Independent Director of the Company	2647579	99.96	995	0.04
3.	Approval for appointment of Mr. Ashish Singh (DIN 10177465), as an Independent Director of the Company	2647548	99.96	1026	0.04
4.	Approval for re-appointment of Mr. Pranav Jasani (DIN: 01898059) as an Independent Director of the Company	2647245	99.95	1329	0.05

Procedure of Postal ballot:

- i. The postal ballot Notice along with the Explanatory Statement was sent only through electronic mode on 5th April, 2024 to all those members whose e-mail ids were registered with the Company/Depository Participant.;
- ii. Facility of e-voting was provided to all the members of the Company pursuant to the provisions of the Companies Act, 2013 through electronic platform of National Securities Depository Limited (NSDL).
- iii. The remote e-voting period commenced at 9:00 am on 6th April, 2024 and concluded at 5:00 pm on 5th May, 2024;
- iv. The report on the result of the postal ballot through remote e-voting for approving aforementioned resolutions was provided by the Scrutinizer on 6th May, 2024
- v. The results of Postal Ballot are also displayed on the Company’s website, www.tcfcfinance.com besides being communicated to the stock exchange and depository.

Details of special resolution proposed to be conducted through postal ballot:

No Special Resolution is proposed to be passed through Postal Ballot as on the date of this Annual Report

Affirmation and Disclosures

Non-compliance of any requirement of corporate governance report of sub-paras (B) to (I) above, with reasons thereof shall be disclosed

The Company has complied with the requirements of corporate governance report of sub paras (B) to (I).

A. Compliances with Governance Framework

The Company is in compliance with all mandatory and non-mandatory requirements under Listing Regulation.

B. Materially significant Related Party Transactions

All transactions entered into with the Related Parties as defined under the Companies Act, 2013 and Regulation 23 of the SEBI (LODR) Regulations, 2018 during the financial year were in the ordinary course of business and on arm's length basis and do not attract the provisions of Section 188 of the Companies Act, 2013. A statement in summary form of transactions with Related Parties in ordinary course of business and arm's length basis and is periodically placed before the Audit Committee for review and recommendation to the Board for their approval.

The transactions between the Company and the Management, Directors or their relatives or Companies in which they have material interest are disclosed in the Annual Accounts in compliance with the Accounting Standard relating to "Related Party Disclosures". The weblink of the policy on the website is http://www.tcfcfinance.com/wp-content/uploads/2018/07/Policy_on_Related_Party_Transactions-revised.pdf

C. Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years:

There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years and hence no penalties, strictures have been imposed on the Company by Stock Exchanges or Securities and Exchange Board of India or any other statutory authority.

D. Vigil Mechanism.

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, and Regulation 22 of the Listing Regulation, the Company has formulated Whistle Blower Policy for vigil mechanism of Directors and employees to report to the management about the unethical behavior, fraud or violation of Company's Code of Conduct. The mechanism provides for adequate safeguards against victimization of employees and Directors who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in exceptional cases. None of the personnel of the Company has been denied access to the Audit Committee. The weblink of the policy is http://www.tcfcfinance.com/wp-content/uploads/2018/07/Whistle_Blower_Policy-Vigil_Mechanism_Policy.pdf

E. Risk Management

Business risk evaluation and management is an ongoing process within the Company. The assessment is periodically examined by the Board.

F. Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to the Financial Statements.

The Company has adopted the Indian Accounting Standards for reporting Financial Statements applicable to the Company w.e.f. 1st April, 2019 and has prepared the financial statements accordingly.

G. Adoption of the discretionary requirements as specified in Part E of the Schedule II of the Listing Regulations**(a) The Board**

The Company does not maintain an office for the Non-Executive Chairman.

(b) Shareholder Rights

The Company's quarterly and half-yearly results are furnished to the Stock Exchange(s), also published in the newspapers and also displayed on the website of the Company and therefore results are not sent to household of each of the shareholder.

(c) Reporting of Internal Auditor

The Internal Auditor reports to the Audit Committee.

(d) Separate Posts of Chairman and Managing Director /Chief Executive Officer (CEO)

The Company is having separate post for Chairman and Managing Director. Mr. Atul Desai is the Chairperson of the Company upto 31st March,2024.Mr. Vengendur Srikumar Srinivasan was appointed as a Chairman of the Company w.e.f 1st April,2024 and Mrs. Tania Deol is the Managing Director of the Company.

H. CEO /CFO Certification

The Chief Executive Officer (CEO) and Chief Financial Officer (CFO) provides a certification on quarterly/ annual basis to the Audit Committee and Board of Directors in terms of Regulation 17 (8) and Regulation 33 (2) (a) of the SEBI Listing Regulations.

I. Means of Communications

The primary source of information to the shareholders, customers, analysts and to the public at large is through the website of the Company i.e. www.tcfcfinance.com.The Company maintains a functional website and disseminates, inter-alia, the following information:

- details of its business
- terms and conditions of appointment of independent directors
- composition of various committees of board of directors
- the email address for grievance redressed and other relevant details
- contact information of the designated officials of the listed entity who are responsible for assisting and handling investor grievances
- financial information including notice of Board
- Meetings, financial results, annual report and other material information
- Shareholding pattern
- such other required information in terms of Regulation 46 of SEBI (LODR) Regulations, 2015.

The quarterly results, notice of the meeting and book closure dates etc. are widely circulated in leading English (The Financial Express) and regional language newspapers (Lakshadeep). The Company has not made any presentation to Institutional Investors or to the analysts.

The Annual Report, annually/half yearly/ quarterly results, shareholding pattern, information on material events etc., are periodically filed in accordance with the SEBI Listing Regulations on BSE Listing Center.

TCFC FINANCE LIMITED

J. General Shareholder Information

a) Annual General Meeting

Date, Day & Time: Tuesday 30th July, 2024 at 11: 00 AM(IST)

In accordance with the General Circulars issued by the MCA, the AGM will be held through VC/OAVM only

Book Closure Date: 24th July 2024 to 30th July, 2024 (both days inclusive)

b) Date of Dividend Payment:

The Dividend, for the financial year 2023-2024, if approved at the forthcoming Annual General Meeting will be paid within 30 days of the date of declaration of Dividend i.e.30th July, 2024

c) Registrar and Share Transfer Agent ('RTA'):

All work related to the Share Registry, both in physical and electronic form, are handled by the Company's Registrar and Share Transfer Agent i.e. Link Intime India Private Limited. The communication address of the Registrar and Share Transfer Agent is given hereunder:

Link Intime India Pvt. Ltd.

C-101, 247 Park, L.B.S Marg, Vikhroli (W), Mumbai – 400 083

Tel: +91 22 4918 6000

Fax: +91 22 4918 6060

E-mail: rnt.helpdesk@linkintime.co.in

Website: www.linkintime.co.in

d) Listing on Stock Exchanges

Name of Stock Exchange in which the shares of the Company are listed for trading with stock code.

CIN	Stock Exchange	Index	Code	ISIN
L65990MH1990PLC057923	BSE Ltd	X	532284	INE389D01013

The listing fees for the financial year 2024-2025 have been paid.

Corporate Identification No (CIN) : L65990MH1990PLC057923

Shareholding Pattern of the Company as on 31st March, 2024

Category	No. of Shares held	% of shareholdings
A. Promoter's Holding		
NRI Promoters	-	-
Bodies Corporate	7120327	67.93
Indian Directors and their Relatives	12700	0.12
Sub Total	7133027	68.05
B. Non Promoting Holdings		
Mutual Funds and UTI	30	0.00
Banks and Financial institution	389450	3.72
FII's	0	0
Sub Total	389480	3.72

Category	No. of Shares held	% of shareholdings
Others:-		
Bodies Corporate	49962	0.48
Indian Public	1935251	18.46
Venkatesh Kamath as nominee of TCFC Finance Ltd.	533334	5.09
Non Resident Indians	25685	0.25
Directors & Relatives	7470	0.07
Clearing Members	108	0.00
HUF	56888	0.54
IEPF	351116	3.34
Escrow Account	26	0.00
LLP	76	0.00
Sub Total	2959916	28.23
Grand Total	10482129	100.00

There are no shares /securities /warrants /instruments due for conversion.

e) Distribution of Shareholding as on 31st March, 2024

Range	Share Holders		Shares		
	No. of shares	Numbers	% to total holders	Numbers	% of Total Capital
1 to 500		16390	96.88	982248	9.37
501 to 1000		306	1.81	235905	2.25
1001 to 2000		105	0.62	153217	1.46
2001 to 3000		40	0.23	99334	0.95
3001 to 4000		17	0.10	60299	0.58
4001 to 5000		14	0.08	65690	0.63
5001 to 10000		24	0.14	185466	1.77
10001 and above		21	0.12	8699970	82.99
Total		16917	100	10482129	100

f) Share transfer system

Share transfers if any are registered by the R&T agents of the Company and returned to the respective transferees within a period ranging from fifteen days to one month, provided the documents lodged with the Registrars / Company are clear in all respects.

TCFC FINANCE LIMITED

g) Dematerialization of shares

As per notifications issued by the Securities and Exchange Board of India (SEBI), the trading in Company's shares is permitted only in dematerialized form. In order to enable the shareholders to hold their shares in electronic form and to facilitate scrip less trading, the Company has enlisted its shares with National Securities Depository Limited and Central Depository Services (India) Limited. ISIN for the Company's equity shares: **INE389D01013**

Breakup for Physical & Dematerialization Shares:

The following data indicates the extent of Dematerialization of Company's shares as on March 31st March, 2024

	No. of Shares	% of Share Capital
CDSL	8,30,158	7.92
NSDL	87,57,380	83.55
Physical	8,94,591	8.53
Total	10482129	100

h) RECONCILIATION OF SHARE CAPITAL AUDIT REPORT:

In accordance with Regulation 76 of the SEBI (Depositories and Participants) Regulations, 2018, Reconciliation of Share Capital of the Company is carried out on a quarterly basis by Mr. Mohammed Aabid of Aabid & Co., Practicing Company Secretaries, to reconcile the total admitted capital with NSDL and CDSL and total issued and listed capital.

i) Address for Correspondence

TCFC Finance Limited

501/502, Raheja Chambers, Nariman Point, Mumbai 400 021

Tel: 022-235130943/44

Email: companysecretary@tcfcfinance.com

Website: www.tcfcfinance.com

The Company has no other office.

j) Comparison of Company Market Price Data & Bombay Stock Exchange Limited Market Price:

(In ₹)

Month	Company price		BSE Sensex	
	High	Low	High	Low
Apr-2023	31.66	28.00	61209.46	58793.08
May-2023	35.98	27.40	63036.12	61002.17
June-2023	34.86	29.51	64768.58	62359.14
July-2023	34.00	29.35	67619.17	64836.16
August-2023	44.99	29.00	66658.12	64723.63
September-2023	42.00	33.78	67927.23	64818.37
October-2023	46.50	34.45	66592.16	63092.98
November-2023	51.70	39.00	67069.89	63550.46
December-2023	57.00	42.20	72484.34	67149.07
January-2024	59.25	48.60	73427.59	70001.6
February-2024	72.40	52.00	73413.93	70809.84
March-2024	67.99	52.30	74245.17	71674.42

k) Depository services

For guidance on depository services, Shareholders may write to the Company or to the respective Depositories:

i) National Securities Depository Limited
Trade World, 4th Floor, Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai 400 013
Tel. 022 24994200
Email : info@nsdl.co.in
Website: www.nsdl.co.in

ii) Central Depository Services (India) Limited
Marathon Futurex, A-Wing, 25th floor,
NM Joshi Marg, Lower Parel, Mumbai 400013
Tel. 022-2300-2033
Email: helpdesk@cdslindia.com
Website: www.cdslindia.com

l) Where the Board has not accepted any recommendation of any committee of the Board which is mandatorily required, in the relevant financial year: **Not Applicable**

m) **Total fees for all services paid by the listed entity to the statutory auditor and all the entities in the network firm/network entity of which the statutory auditor is a part:**

Details relating to fees paid to the statutory auditors are given in Note No. 23 a) to the financial statements.

n) **Unclaimed Securities Suspense Account (Account opened in February, 2012)**

Sr. No.	Details	No. of shareholders	Shares
1	Aggregate number of shareholders and the outstanding Shares lying in the Unclaimed Suspense Account at the beginning of the year	162	7309
2	Number of shareholders who approached the issuer for transfer of shares from the Unclaimed Suspense Account during the year.	0	0
3	As per MCA Circular Dividend unclaimed for 7 years, the shares lying in the Unclaimed Suspense Account are to be transferred to IEPF Demat Account, Hence the shares held in TCFC FINANCE LTD, SUSPENSE ACCOUNT with CDSL transferred on 28.10.2022 to IEPF.	161	7292
4	Aggregate Number of shareholders and the outstanding shares lying in the Unclaimed Suspense Account at the end of the year.	1	17

By Order of the Board
For **TCFC Finance Limited**

Vengendur Srikumar Srinivasan
Chairman
DIN:00051233

Place: Mumbai
Date: 13th May, 2024

DECLARATION

As provided under Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all Board Members and Senior Management Personnel have affirmed compliance with the Company's Code of Conduct of Board of Directors and Senior Management for the year ended on March 31, 2024.

For TCFC Finance Limited

Place: Mumbai

Date: 13th May, 2024

Tania Deol

Managing Director

DIN: 00073792

CEO / CFO CERTIFICATION

We the undersigned, in our respective capacities as Managing Director and Chief Financial Officer of TCFC Finance Limited ("the Company") to the best of our knowledge and belief certify that:

- a. We have reviewed financial statements and the cash flow statement for the year ended March 31, 2024 and that to the best of our knowledge and belief, we state that:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. We further state that to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violation of the Company's code of conduct.
- c. We are responsible for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the Auditors and the Audit Committee:
 - i. significant changes, if any, in internal control over financial reporting during the year;
 - ii. significant changes, if any, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control systems over financial reporting.

For TCFC Finance Limited

For TCFC Finance Limited

Mrs. Tania Deol
CEO & Managing Director
DIN:00073792

Mr. Venkatesh Kamath
Executive Director & CFO
DIN: 00042866

Place: Mumbai

Date: 13th May, 2024

INDEPENDENT AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of TCFC Finance Limited

1. We, GMJ & Co, Chartered Accountants, the Statutory Auditors of TCFC Finance Limited (“the Company”) have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on 31st March, 2024, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (“SEBI Listing Regulations”).

Managements' Responsibility

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. The responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the SEBI Listing Regulations.

Auditor's Responsibility

3. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
6. 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

7. Based on our examination of the relevant records and according to the information and explanations provided to us and the representation provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI Listing Regulations during the year ended 31st March, 2024.
8. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For GMJ & Co
Chartered Accountants
Firm No. 103429W

(CA Atul Jain)
Partner
M. No. 037097
UDIN: 24037097BKCXDD1405

Place: Mumbai
Date : 13th May 2024

INDEPENDENT AUDITOR’S REPORT

To Members

TCFC Finance Limited,

Report on the Indian Accounting Standards (“Ind AS”) Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of **TCFC Finance Limited** (“the Company”), which comprise the Balance Sheet as at March 31, 2024, 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, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as “Ind AS financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2024, the Profit and total comprehensive income, statement of changes in equity and its cash flow for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS 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 Ind AS 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 Ind AS financial statements under 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 opinion on the Ind AS financial statements.

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.

Valuation of Investments

<p>The company’s investment portfolio consists of Equity Instruments and Government Securities.</p> <p>Total investment portfolio of the company represents 24.03 per cent of the company’s total assets (net of provision).</p> <p>Investments are stated at cost less provision for diminution other than temporary in the value of these investments.</p> <p>In respect of the portfolio of quoted investments we do not consider these investments to be at a high risk of significant misstatement, or to be subject to a significant level of judgement because they comprise liquid, quoted investments. However, due to their materiality in the context of the financial statements as a whole, they are considered to be one of the areas which had significant impact on our overall audit strategy.</p> <p>The portfolio of unquoted investments is 1.46 per cent of the company’s Total Assets. Valuation of unquoted investments involves judgement depending on the observability of the inputs into the valuation and further judgement in determining the appropriate valuation methodology where external pricing sources are either not readily available or are unreliable. Refer Note no. 2-3 of the “Material Accounting Policies”.</p>	<p>Our audit procedures for this area included:</p> <ul style="list-style-type: none">• We assessed appropriateness of the pricing methodologies with reference to company’s accounting and valuation policy;• We have assessed the process and tested the operating effectiveness of the key controls, including the company’s review and approval of the estimates and assumptions used for the valuation including key authorization and data input controls;• For quoted investments, recalculated the valuations of investments with independent pricing sources;• For unquoted investments, we critically evaluated the valuation assessment and resulting conclusions in order to determine appropriateness of the valuations recorded with reference to the company’s valuation guidelines.
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Inventories

<p>The company's inventory consists of Shares and mutual fund.</p> <p>Total Inventory of the company represents 75.34 per cent of the company's total assets.</p> <p>Inventory's are made and valued in accordance with Policy of the company and relevant Ind AS at cost or market value whichever is lower on FIFO basis. Refer Note no. 2-3 of the "Material Accounting Policies".</p>	<p>Our audit procedures for this area included:</p> <ul style="list-style-type: none"> • We assessed appropriateness of the pricing methodologies with reference to company's valuation policy. • We have verified the inventory of shares by DEMAT statements and the account statements in respect of Mutual Funds. • In Quoted Inventories recalculated the valuation with independent pricing sources.
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Other Information

The company's Board of Directors is responsible for preparation of the other information. Other information comprises the information included in the Management Discussion and Analysis of the Board's Report including Annexures thereto to Corporate Governance and Shareholder's Information, but does not include the Ind AS financial statements and our auditor's report thereon.

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

In connection with our audit of the Ind AS 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 Ind AS financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Management's Responsibility for the Ind AS Financial Statements

The company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with provisions of the Act for safeguarding 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 accuracy and completeness of the accounting records, relevant to preparation and presentation of the Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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 is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for Audit of the Ind AS 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.

TCFC FINANCE LIMITED

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

- i. Identify and assess 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.
- ii. 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.
- iii. Evaluate appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv. Conclude on 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.
- v. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

Report on Other Legal and Regulatory Requirements:

1. 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 Annexure "A" hereto a statement on the matters specified in paragraph 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 purpose 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;
- c) The Balance Sheet, Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid Ind AS financial statements comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on 31st March, 2024, taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2024, from being appointed as a director in terms of section 164 (2) of the Act;
- f) With respect to adequacy of the internal financial controls over financial reporting of the company and operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- g) With respect to other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
- h) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid / provided by the company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- i) With respect to 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 the impact of pending litigations on its financial position in its Ind AS financial statements - Refer Note no. 27 of Ind AS Financial Statements.
 - ii. The company does not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
 - 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,

TCFC FINANCE LIMITED

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 such audit procedures performed 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 (a) and (b) contain any material misstatement.

- v. The company has not declared and paid any dividend during the year, and hence the compliance with section 123 of the Act is not applicable to the company.
- vi. Based on our examination which included test checks, the company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

For GMJ & Co
Chartered Accountants
Firm No. 103429W

CA Atul Jain
Partner
M. No. 037097
UDIN: 24037097BKCXDC8025

Place: Mumbai
Date: 13th May 2024

Annexure “A” to the Independent Auditor’s Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the company for the year ended March 31, 2024

- (i) In respect of the company’s Property, Plant and Equipment and Intangible Assets:
 - a) (A) The company has maintained proper records showing full particulars including quantitative details and situation of the Property, Plant and Equipment.
 - (B) The company has maintained proper records showing full particulars of intangible assets.
 - b) Property, Plant and Equipment were physically verified during the year by the management and no material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us, the title deeds of immovable property are held in the name of the company;
 - d) The company has not revalued any of its Property, Plant and Equipment (or intangible assets or both during the year;
 - e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) a) The inventory has been verified by the management at reasonable intervals during the year on the basis of statements received from custodians and depository participants and no material discrepancies were noticed on verification as compared to the book records;
- (b) According to the information and explanations given to us, the company has not been sanctioned any working capital limits from banks or financial institutions at any point of time during the year under audit. Accordingly, paragraph 3(ii)(b) of the Companies (Auditor’s Report) Order, 2020 (“the Order”) is not applicable to the company
- (iii) The company has not made any investments, granted loans, secured or unsecured to any firms, companies or other parties covered in the register maintained under Section 189 of the Company’s Act, 2013 (the Act) and hence provisions of clauses (iii) (a), (b), (c), (d), (e) and (f) of paragraph 3 of the company (Auditors Report) Order 2020 (the Order) are not applicable to the company;
- (iv) According to the information and explanations given to us, there are no loans, investments, guarantees, and securities given in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable.
- (v) The company has not accepted any deposits or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the order is not applicable.
- (vi) The Central Government of India has not prescribed maintenance of cost records under subsection (1) of Section 148 of the Act for any of the activities of the company. Thus reporting under clause 3(vi) of the order is not applicable to the company.
- (vii) According to records of the company, examined by us and the information and explanations given to us:
 - (a) The company is generally regular in depositing undisputed statutory dues including provident fund, security transaction tax, cess and other material statutory dues with appropriate authorities except for undisputed liability on TRACES amounting to Rs. 2.72 lakhs. There were no other undisputed amounts payable for a period of more than six months from the date they became payable.

TCFC FINANCE LIMITED

- (b) According to information and explanations given to us, there are no material dues which have not been deposited as at March 31, 2024 on account of any dispute except dues of income tax which are given below.

Nature of the Statute	Nature of dues	Forum where Dispute is Pending	Period to which the amount Relates	Amount (₹)
The Income Tax Act, 1961	Income Tax	Jurisdictional AO	AY 2022-23	18.29
The Income Tax Act, 1961	Income Tax	Jurisdictional AO	AY 2017-18	0.41
The Income Tax Act, 1961	Income Tax	Jurisdictional AO	AY 2014-15	6.05
The Income Tax Act, 1961	Income Tax	Jurisdictional AO	AY 2012-13	4.23

- (viii) According to the information and explanations given to us, the company does not have any transactions not recorded in books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act 1961. Accordingly, paragraph 3(viii) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the company
- (ix) a) The company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- b) The company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) The company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- d) On an overall examination of the financial statements of the company, no funds were raised on short term basis by the company. Hence, reporting on clause 3(ix)(d) is not applicable.
- e) According to information and explanation given to us, company has not taken any fund from any entity or from any person on account of or to meet the obligations of its subsidiaries, associates or joint ventures and hence paragraph 3(ix)(e) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the company.
- f) According to information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its securities, joint ventures or associates companies and hence paragraph 3(ix)(f) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the company.
- (x) a) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) a) No fraud by the company and no fraud on the company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) As represented to us by the management, there are no whistle-blower complaints received by the company during the year.
- (xii) As the company does not fall into the category of a Nidhi company, clause (xii) of para 3 of the Order is not applicable to the company;
- (xiii) According to the information and explanations given to us, all transactions with related parties are in compliance with Sections 177 and 188 of the Act wherever applicable and details have been disclosed in the Ind AS Financial Statements as required by applicable accounting standards;

- (xiv) (a) In our opinion the company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit, issued to the company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) In our opinion during the year the company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- (xvi) (a) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and is registered vide the Registration no. 13.00984 taken in the year 1998.
- (b) The company has not conducted any Non- Banking Financial or Housing finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The company is not a Core Investment company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the company.
- (d) In our opinion, there is no Core Investment company as a part of the Group, hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the company.
- (xvii) The company has not incurred cash losses during the financial year covered by our audit and not in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the company during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the company.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx) (a) According to the information and explanations given to us and based on our examination of the records of the company, it is not required to transfer any unspent amount pertaining to the year under report to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub section 5 of section 135 of the said Act.
- (b) According to the information and explanations given to us and based on our examination of the records of the company, there is no amount which is remaining unspent under sub section 5 of section 135 of the Act pursuant to any ongoing CSR project.

For GMJ & Co
Chartered Accountants
Firm No. 103429W

(CA Atul Jain)
Partner
M. No. 037097
UDIN: 24037097BKXCDC8025

Place: Mumbai
Date: 13th May 2024

ANNEXURE – “B” TO INDEPENDENT AUDITOR’S REPORT ON 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 TCFC Finance Limited (“the Company”) as of March 31, 2024 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring orderly and efficient conduct of its business, including adherence to company’s policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records, and timely preparation of reliable financial information, as required under 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 control operated effectively in all material respects.

Our audit involved performing procedures to obtain audit evidence about 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 auditors’ judgment, including assessment of the risks of material misstatement of the IndAS 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 reliability of financial reporting and preparation of Ind AS 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 maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS 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 Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of inherent limitations of internal financial controls over financial reporting, including 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 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 and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering 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 GMJ & Co
Chartered Accountants
Firm No. 103429W

(CA Atul Jain)
Partner
M. No. 037097
UDIN: 24037097BKCXDC8025

Place: Mumbai
Date: 13th May 2024

TCFC FINANCE LIMITED

BALANCE SHEET AS AT MARCH 31, 2024

(Amount in INR'000)

Particulars	Notes	March 31, 2024	March 31, 2023
ASSETS			
(1) Financial Assets			
(a) Cash and Cash Equivalents	4	2,198.15	782.41
(b) Bank Balances Other than (a) above	5	1,995.41	2,710.96
(c) Stock in Trade	6	866,687.17	687,538.65
(d) Receivables		-	-
(i) Trade Receivables	7	1,520.17	134,401.18
(e) Investments	7	276,395.78	191,822.45
(f) Other Financial Assets	8	186.86	60.00
		1,148,983.54	1,017,315.65
(2) Non-financial Assets			
(a) Property, Plant and Equipment		1,231.87	1,241.26
(b) Other Intangible Assets	9	136.44	124.34
(c) Other Non-financial Assets	10	88.21	98.32
		1,456.52	1,463.91
	TOTAL	1,150,440.06	1,018,779.57
EQUITY AND LIABILITIES			
LIABILITIES			
(1) Financial Liabilities			
(a) Other financial liabilities	12	2,419.58	3,079.79
		2,419.58	3,079.79
(2) Non-Financial Liabilities			
(a) Current Tax Liabilities (Net)		254.67	12,699.24
(b) Provisions	13	2,901.18	3,114.43
(c) Deferred tax liabilities (Net)	24	47,748.43	25,845.67
(d) Other non-financial liabilities	14	60.65	26.01
		50,964.93	41,685.34
(3) Equity			
(a) Equity Share capital	15	104,821.29	104,821.29
(b) Other Equity	16	992,234.26	869,193.15
		1,097,055.55	974,014.44
	TOTAL	1,150,440.06	1,018,779.57

Summary of Material accounting policies

7

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For and on behalf of the Board of
TCFC Finance Limited

For GMJ & Co.
Chartered Accountants
F.R. No. 103429W

V.S. Srinivasan (DIN - 00051233)

(Chairman)

CA Atul Jain
(Partner)
Membership No : 037097

Tania Deol (DIN - 00073792)

(Managing Director)

Place : Mumbai
Date : 13th May 2024

Venkatesh Kamath (DIN - 00042866)

(Executive Director & CFO)

Kinjal Sheth

(Company Secretary)

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

Particulars	Notes	March 31, 2024	March 31, 2023
Revenue from operations			
Interest Income	17	22,408.43	10,462.75
Dividend Income	18	1,925.13	2,572.15
Net gain on fair value changes	19	150,361.59	5,583.17
Total Revenue from operations		174,695.15	18,618.07
Other Income	20	465.44	2,857.64
Total Income (I+II)		175,160.59	21,475.71
EXPENSES			
Employee Benefits Expense	21	8,289.71	6,988.99
Depreciation, amortization and impairment	22	94.16	123.32
Others expenses	23	5,631.55	4,963.55
Total Expenses (IV)		14,015.42	12,075.86
Profit / (loss) before tax (III- IV)		161,145.17	9,399.85
Tax Expense:			
(1) Current Tax		16,250.00	17,342.00
(2) Adjustment of tax relating to earlier periods		82.11	(69.94)
(3) Deferred Tax		21,902.76	(13,876.31)
Profit / (loss) for the period from continuing operations(VII-VIII)		122,910.30	6,004.10
Tax Expense of discontinued operations	18	-	-
Profit / (loss) from discontinued operations(After tax) (X-XI)		-	-
Profit / (loss) for the period		122,910.30	6,004.10
Other comprehensive income			
A. Items that will not be reclassified to profit or loss			
Remeasurement of gains (losses) on defined benefit plans		130.81	193.40
B. Items that will be reclassified to profit or loss			
		-	-
Total other comprehensive income for the year, net of tax		130.81	193.40
TOTAL COMPREHENSIVE INCOME		123,041.11	6,197.50
Earnings per equity share			
Basic EPS	25	11.73	0.57

Summary of Material accounting policies

2

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For and on behalf of the Board of
TCFC Finance Limited

For GMJ & Co.

Chartered Accountants

F.R. No. 103429W

V.S. Srinivasan (DIN - 00051233)

(Chairman)

CA Atul Jain

(Partner)

Membership No : 037097

Tania Deol (DIN - 00073792)

(Managing Director)

Venkatesh Kamath (DIN - 00042866)

(Executive Director & CFO)

Place : Mumbai

Date : 13th May 2024

Kinjal Sheth

(Company Secretary)

TCFC FINANCE LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
(I) Operating Activities		
Profit before tax	161,145.17	9,399.85
Adjustments for:		
Depreciation and amortisation expense	94.16	123.32
Net (gain)/loss on fair value changes	(76,582.54)	24,616.41
Dividend and Interest income classified as investing cash flows	(24,333.56)	(13,034.90)
Cash generated from operation before working capital changes	60,323.23	21,104.68
Working Capital Changes		
(Increase)/Decrease in investments	(84,573.32)	(106,830.95)
(Increase)/Decrease in receivables	132,881.01	(134,123.16)
(Increase)/Decrease in Stock in trade	(102,565.98)	206,443.89
(Increase)/Decrease in bank deposits	715.55	5,472.79
(Increase)/Decrease in other financial assets	(126.86)	-
(Increase)/Decrease in other non-financial assets	10.11	83.32
Increase/(Decrease) in other financial liabilities	(660.20)	(603.97)
Increase/(Decrease) in non-financial liabilities	34.64	0.41
Increase/(Decrease) provision	(82.44)	(66.46)
Income tax paid (net of refunds)	(28,776.68)	7,492.26
Net cash used in operating activities (I)	(22,820.94)	(1,027.19)
(II) Investing Activities		
Purchase of property, plant and equipment	(45.46)	-
Purchase of intangible assets	(51.42)	(105.08)
Dividends received	1,925.13	2,572.15
Interest received	22,408.43	10,462.75
Net cash generated from investing activities (II)	24,236.68	12,929.82
(III) Financing Activities		
Dividends paid	-	(12,578.55)
Dividend distribution tax paid	-	-
Net cash used in financing activities (III)	-	(12,578.55)
Net increase (decrease) in cash and cash equivalents (I+II+III)	1,415.74	(675.92)
Cash and Cash Equivalents at the beginning of the year	782.41	1,458,325.47
Cash and Cash Equivalents at the end of the year	2,198.15	782.41

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024 (Contd.)

Cash Flow Statement has been prepared under the Indirect Method as set out in Ind AS-7 Statement of Cash Flows

Components of cash and cash Equivalents

	(Amount in INR'000)	
Particulars	March 31, 2024	March 31, 2023
Cash and cash equivalents comprises of		
Cash on hand	4.18	3.54
Balance with banks in Current Account	2,193.97	778.87
	2,198.15	782.41

The accompanying notes are an integral part of the financial statements

As per our attached report of even date

For GMJ & Co.
Chartered Accountants
F.R. No. 103429W

For and on behalf of the Board of
TCFC Finance Limited

CA Atul Jain
(Partner)
Membership No : 037097

Place : Mumbai
Date : 13th May 2024

V.S. Srinivasan (DIN - 00051233)

Tania Deol (DIN - 00073792)

Venkatesh Kamath (DIN - 00042866)

Kinjal Sheth

(Chairman)

(Managing Director)

(Executive Director & CFO)

(Company Secretary)

TCFC FINANCE LIMITED

STATEMENT OF CHANGES IN EQUITY AS AT MARCH 31, 2024

A EQUITY SHARE CAPITAL

(Amount in INR'000)

For the year ended March 31, 2024

Particulars	Balance at the Beginning of the period	Changes in Equity share capital due to prior period errors	Restated balance at the beginning of the current reporting year	Changes in Equity share capital during the year	Balance at the end of the period
No. of Shares	10,482.13	-	-	-	10,482.13
Amount	104,821.29	-	-	-	104,821.29

For the year ended March 31, 2023

Particulars	Balance at the Beginning of the period	Changes in Equity share capital due to prior period errors	Restated balance at the beginning of the current reporting year	Changes in Equity share capital during the year	Balance at the end of the period
No. of Shares	10,482.13	-	-	-	10,482.13
Amount	104,821.29	-	-	-	104,821.29

B OTHER EQUITY

For the year ended March 31, 2024

Particulars	Reserves and Surplus					
	Capital Reserve	Treasure Shares	General Reserves	Statutory Reserves	Retained Earnings	Total
Balance as at 31 March, 2023	0.38	(19,273.36)	634,052.51	276,269.92	(28,053.85)	869,193.15
Profit for the period	-	-	-	-	-	122,910.30
Other Comprehensive Income	-	-	-	-	-	130.81
Total Comprehensive Income for the year	0.38	(19,273.36)	634,052.51	276,269.92	(28,053.85)	992,234.76
Dividends	-	-	-	-	-	-
Transfer to General Reserves	-	-	12,291.03	-	(12,291.03)	-
Transfer to Statutory Reserves	-	-	-	24,582.06	(24,582.06)	-
Balance as at 31 March, 2024	0.38	(19,273.36)	646,343.54	300,851.98	(64,926.94)	992,234.76

For the year ended March 31, 2023

Particulars	Reserves and Surplus					
	Capital Reserve	Treasure Shares	General Reserves	Statutory Reserves	Retained Earnings	Total
Balance as at 31 March, 2022	0.38	(19,273.36)	646,030.65	275,069.10	(26,252.62)	875,574.15
Profit for the period	-	-	-	-	-	6,004.10
Other Comprehensive Income	-	-	-	-	-	193.40
Total Comprehensive Income for the year	0.38	(19,273.36)	646,030.65	275,069.10	(26,252.62)	881,771.71
Dividends	-	-	(12,578.55)	-	-	(12,578.55)
Transfer to General Reserves	-	-	600.41	-	(600.41)	-
Transfer to Statutory Reserves	-	-	-	1,200.82	(1,200.82)	-
Balance as at 31 March, 2023	0.38	(19,273.36)	634,052.51	276,269.92	(28,053.85)	869,193.15

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

1 Corporate Information

TCFC Finance Limited (the 'Company') was incorporated in India on August 29, 1990 under the provision of Companies Act, 2013 ('the Act').

The Company engaged in the business of finance and investments and trading in equity shares, mutual funds, securities etc.

The Company holds a Certificate of Registration (CoR) as Non-Banking Financial Institution, without accepting public deposits, registered with the Reserve Bank of India ("RBI") under section 45-IA of the Reserve Bank of India Act, 1934. The Company received its certificate of registration as a non-banking finance Company on August 12, 1998.

The Registered office of the company is 501-502, Raheja Chambers, 213, Free Press Journal Road, Nariman Point, Mumbai 400021.

2 Significant Accounting Policies

2.1 Basis of preparation

The financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

For all periods up to and including the year ended March 31, 2019, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements for the year ended March 31, 2020 are the first, the Company has prepared in accordance with Ind AS. Refer to note 36 for information on how the Company adopted Ind AS.

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),

The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest Rupees, except when otherwise indicated.

The preparation of financial statements requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosed amount of contingent liabilities. Areas involving a higher degree of judgement or complexity, or areas where assumptions are significant to the Company are discussed in Note 3 - Significant accounting judgements, estimates and assumptions.

The financial statements are prepared on a going concern basis, as the Management is satisfied that the company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption. In making this assessment, the Management has considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources.

2.2 Presentation of financial statements

The financial statement of the company are presented as per Division III of the Schedule III to the Companies Act 2013.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- a. The normal course of business
- b. The event of default
- c. The event of insolvency or bankruptcy of the Company and/or its counterparties

2.3 Statement of Compliance

These standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act, 2013 and the other relevant provisions of the Act.

2.4 Summary of significant accounting policies

(a) Revenue from operations

(i) Interest income

Interest income is recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at FVTPL.

The EIR in case of a financial asset is computed:-

- a. As the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.
- b. By considering all the contractual terms of the financial instrument in estimating the cash flows.
- c. Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Any subsequent changes in the estimation of the future cash flows is recognised in interest income with the corresponding adjustment to the carrying amount of the assets.

Interest income on credit impaired assets is recognised by applying the effective interest rate to the net amortised cost (net of provision) of the financial asset.

(ii) Dividend income

Dividend income is recognised

- a. When the right to receive the payment is established,
- b. it is probable that the economic benefits associated with the dividend will flow to the entity and
- c. the amount of the dividend can be measured reliably

(iii) Net gain on Fair value changes

Any differences between the fair values of financial assets classified as fair value through the profit or loss held by the Company on the balance sheet date is recognised as an unrealised gain / loss. In cases there is a net gain in the aggregate, the same is recognised in "Net gains on fair value changes" under Revenue from operations and if there is a net loss the same is disclosed under "Expenses" in the statement of Profit and Loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognised in net gain / loss on fair value changes.

However, net gain / loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the Statement of Profit and Loss.

(b) Financial instruments

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

(i) Initial measurement of financial instruments

Financial assets and financial liability are initially measured at fair value. Transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities recorded at fair value through profit & loss (FVTPL)), are added to or subtracted from the fair value of financial assets or financial liabilities, as appropriate, on initial recognition. Transaction cost directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in profit or loss.

(ii) Day 1 profit or loss

When the transaction price of the instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Company recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognised in profit or loss when the inputs become observable, or when the instrument is derecognised.

(iii) Classification & measurement categories of financial assets and liabilities:

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

Financial assets at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold assets for collecting contractual cash flows and contractual terms of the financial asset give rise on specified dates to cash flows that are solely for the payments of principal and interest on the principal amount outstanding. The changes in carrying value of financial assets is recognised in profit and loss account.

Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial assets that give rise to cash flows on specified dates, that represent solely payments of principal and interest on the principal amount outstanding. The changes in fair value of financial assets is recognised in Other Comprehensive Income.

Financial Assets at fair value through profit & loss (FVTPL)

A financial asset which is not classified in any of above categories are measured at FVTPL. The Company measures all financial assets classified as FVTPL at fair value at each reporting date. The changes in fair value of financial assets is recognised in Profit and loss account.

(c) Financial assets and liabilities

(i) Amortised cost and effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For the financial instrument other than purchased or originated credit-impaired financial assets, the effective interest rate is the rate that exactly discounts estimated future cash flows (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

(ii) Financial assets held for trading

The Company classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of a recent pattern of short-term profit taking. Held-for-trading assets are recorded and measured in the balance sheet at fair value. Changes in fair value are recognised in net gain on fair value changes.

(iii) Investment in Equity instruments

The Company subsequently measures all equity investments at FVTPL, unless the Company's management has elected to classify irrevocably some of its strategic equity investments to be measured at FVOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis.

(iv) Financial Liabilities

All the financial liabilities are measured at amortised cost except loan commitments, financial guarantees.

(v) Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

(vi) Reclassification of financial assets and financial liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. The company didn't reclassify any of its financial assets or liabilities in current period and previous period.

(d) Derecognition of financial assets and liabilities

(i) Derecognition of financial asset

A financial asset (or, where applicable a part of a financial asset or a part of a group of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

The Company has transferred the financial asset if and only if; either

- The Company has transferred the rights to receive cash flows from the financial asset or
- It retains the contractual rights to receive the cash flows of the financial asset but assumed a contractual obligation to pay the cash flows in full without material delay to third party under 'pass through' arrangement..

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset, or
- The Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

(ii) **Derecognition of financial liabilities**

A Financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, is recognised statement of profit and loss.

Impairment of financial assets

The Company records allowance for expected credit losses for financial assets carried at amortised cost and all debt financial assets not held at FVTPL, in this section all referred to as 'Financial instruments'. Equity instruments are not subject to impairment under Ind AS 109.

ECL is a probability-weighted estimate of credit losses. A credit loss is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive discounted at the original effective interest rate. Because ECL consider the amount and timing of payments, a credit loss arises even if the entity expects to be paid in full but later than when contractually due.

Simplified Approach

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance. However, if receivables contain a significant financing component, the Company chooses as its accounting policy to measure the loss allowance by applying general approach to measure ECL.

General Approach

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss as outlined in Note 35).

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date."

(e) Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date using various valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Company's accounting policies require, measurement of certain financial / non-financial assets and liabilities at fair values (either on a recurring or non-recurring basis). Also, the fair values of financial instruments measured at amortized cost are required to be disclosed in the said financial statements.

The Company is required to classify the fair valuation method of the financial / non-financial assets and liabilities, either measured or disclosed at fair value in the financial statements, using a three level fair-value-hierarchy (which reflects the significance of inputs used in the measurement). Accordingly, the Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy described as follows:

Level 1 financial instruments:

Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

Level 2 financial instruments:

Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument. However, if such adjustments are based on unobservable inputs which are significant to the entire measurement, the Group will classify the instruments as Level 3.

Level 3 financial instruments:

Those that include one or more unobservable input that is significant to the measurement as whole.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations. Therefore, the Company applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.

The Company evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

(iv) Offsetting of financial instruments

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

(i) Treasury shares

As per Ind AS 32: Financial Instruments - Presentation, Treasury shares shall be deducted from equity and no gain or loss shall be recognised in profit or loss on the purchase, sale, issue or cancellation of such shares. Any difference between the carrying amount and the consideration, if reissued, is recognised in capital reserve.

(f) Earnings per share:

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.

(g) Retirement and other employee benefit:

(i) Provident fund:

The Company contributes to a recognised provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognised in the statement of profit and loss.

(ii) Gratuity:

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method.

Re-measurement, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurement are not reclassified to profit or loss in subsequent periods.

(iii) Compensated absences:

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

(h) Property, plant and equipment

All items of property, plant and equipment are measured at cost less accumulated depreciation and impairment loss if any. The cost comprises the purchase price and incidental expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.

Changes in the expected useful life are accounted for by changing the amortization period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are recognized in profit or loss during the reporting period, as and when they are incurred.

Depreciation is calculated using the straight-line method to write down the cost of property and equipment to their residual values over their estimated useful lives which is in line with the estimated useful life as specified in Schedule II of the Companies Act, 2013

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Nature of assets	Estimated useful lives
Office equipment	5
Computer Systems	3
Furniture & fixtures	10

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

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The carrying amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

(i) Intangible assets:

An intangible asset is recognised only when its cost can be measured reliably, and it is probable that the expected future economic benefits that are attributable to it will flow to the company.

Intangible assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any.

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year-end. Changes in the expected useful life, or the expected pattern of consumption of future economic benefits embodied in the asset, are accounted for by changing the amortization period or methodology, as appropriate, which are then treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is presented as a separate line item in the statement of profit and loss.

Intangibles such as software are amortised over a period of 3 years based on its estimated useful life.

Gains or losses from derecognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognised in the Statement of Profit and Loss when the asset is derecognised.

(j) Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of

the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed, and the impairment is reversed subject to a maximum carrying value of the asset before impairment.

(k) Provisions and other contingent liabilities

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Claims against the Company, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

(l) Taxes

(i) Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

(ii) Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

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

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

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset where there is a legally enforceable right to offset current tax assets and liabilities and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities are realised simultaneously.

(iii) Current and deferred tax for the year:

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

(iv) Minimum Alternate Tax (MAT)

Minimum alternate tax (MAT) is not applicable to the Company, it has chosen an option to pay corporate tax under section 115BAA at the rate of 22% plus applicable surcharge and cess subject to compliance with certain conditions with effect from year ended 31st March 2021 onwards.

(m) Cash and cash equivalents

Cash and cash equivalents comprise the net amount of short-term, highly liquid investments that are readily convertible to known amounts of cash (short-term deposits with an original maturity of three months or less) and are subject to an insignificant risk of change in value, cheques on hand and balances with banks. They are held for the purposes of meeting short-term cash commitments (rather than for investment or other purposes).

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

(n) Inventories

The company deals in shares and securities which are held for the purpose of trading. Accordingly, the company measures its inventories at the Fair value less cost to sell. Cost includes purchase price, duties, brokerage and other costs directly attributable to the acquisition of the inventories. Cost of inventory is computed as "First in first out" basis.

(o) Dividends on Equity Shares

The Company recognises a liability to make cash distributions to its equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

3 Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with the Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosure and the disclosure of contingent liabilities, at the end of the reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

Critical judgements in applying accounting polices :

(i) Defined employee benefit assets and liabilities

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

(ii) Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

(iii) Impairment of Non-Financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the company estimates the asset's recoverable amount. An asset's recoverable amount is higher of an asset's fair value less cost of disposal and its value in use. Where the carrying amount exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

(iv) Provision and contingent liabilities

The Company operates in a regulatory and legal environment that, by nature, has a heightened element of litigation risk inherent to its operations. As a result, it is involved in various litigation, arbitration and regulatory investigations and proceedings in the ordinary course of its business.

When the Company can reliably measure the outflow of economic benefits in relation to a specific case and considers such outflows to be probable, the Company records a provision against the case. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed.

Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents. Significant judgment is required to conclude on these estimates.

(v) Provisions for Income Taxes

Significant judgements are involved in determining the provision for income taxes including judgement on whether tax positions are probable of being sustained in tax assessments. A tax assessment can involve complex issues, which can only be resolved over extended time periods.

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectation of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
4. CASH AND CASH EQUIVALENT		
Cash in Hand	4.18	3.54
Balance with bank in current accounts	2,193.97	778.87
Total	2,198.15	782.41
5. OTHER BANK BALANCES		
Unclaimed Dividend	1,995.41	2,710.96
Total	1,995.41	2,710.96
6. STOCK IN TRADE (Securities held for trading) at FVTPL		
Mutual Funds	648,680.10	485,404.02
Equity Shares	218,007.07	202,134.63
Total	866,687.17	687,538.65
Investment in India	866,687.17	687,538.65
Investment in outside India	-	-
Total	866,687.17	687,538.65
7. RECEIVABLES		
(I) TRADE RECEIVABLES		
Considered good - Secured	-	-
Considered good - Unsecured	1520.17	134,401.17
Total	1520.17	134,401.17

No trade receivables are due from directors or other officers of the Company either severally or jointly with any other person.

No trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.

Trade Receivables Ageing Schedule

(Amount in INR'000)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2024						
Undisputed Trade receivables – considered good	1,520.14	-	-	-	-	1,520.14
As at March 31, 2023						
Undisputed Trade receivables – considered good	134,401.17	-	-	-	-	134,401.17

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

7. INVESTMENTS

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
(1) Investments carried at fair value through Profit and Loss		
Equity Instruments	16,815.96	16,815.96
(2) Investments carried at Amortised Cost		
Investment in Bonds	276,345.78	191,772.45
Total	293,161.74	208,588.41
Investments in India	293,161.74	208,588.41
Investments outside India	-	-
Total	293,161.74	208,588.41
Less: Impairment Loss allowances	(16,765.96)	(16,765.96)
Total	276,395.78	191,822.45

8. OTHER FINANCIAL ASSETS

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
Security Deposit	60.00	60.00
Staff Advance	80.00	-
Other Advances	46.86	-
Total	186.86	60.00

TCFC FINANCE LIMITED

9. PROPERTY, PLANT AND EQUIPMENT

(Amount in INR'000)

Particulars	Buildings	Furniture and Fixtures	Vehicles	Office Equipments	Computer Hardwares	Total
Gross carrying value as at April 1, 2022	1,035.69	218.47	764.87	38.71	249.10	2,306.84
Additions	-	-	-	-	-	-
Deductions	-	-	-	-	-	-
Gross block as at March 31, 2023	1,035.69	218.47	764.87	38.71	249.10	2,306.84
Accumulated Depreciation as at April 1, 2022	76.03	54.98	676.27	23.94	138.21	969.41
Depreciation for the year	21.92	14.28	13.66	-	46.31	96.16
Deductions	-	-	-	-	-	-
As at March 31, 2023	97.94	69.25	689.92	23.94	184.52	1,065.58
Net Block as on March 31, 2023	937.75	149.21	74.95	14.77	64.58	1,241.26
Gross carrying value as at April 1, 2023	1,035.69	218.47	764.87	38.71	249.10	2,306.84
Additions	-	-	-	45.46	-	45.46
Deductions	-	-	-	-	-	-
Gross block as at March 31, 2024	1,035.69	218.47	764.87	84.16	249.10	2,352.29
Accumulated Depreciation as at April 1, 2023	97.94	69.25	689.92	23.94	184.52	1,065.58
Depreciation for the period ended	21.92	12.08	-	5.73	15.12	54.85
Deductions	-	-	-	-	-	-
As at March 31, 2024	119.86	81.33	689.92	29.67	199.64	1,120.42
Net Block as on March 31, 2024	915.83	137.14	74.95	54.49	49.46	1,231.87

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

10. INTANGIBLE ASSETS

(Amount in INR'000)

Particulars	Computer Software	Total
Gross carrying value as at April 1, 2022	186.28	186.28
Additions	105.08	105.08
Deletions	-	-
Gross block as at March 31, 2023	291.36	291.36
Accumulated Amortization as at April 1, 2022	139.86	139.86
Amortization for the year	27.16	27.16
As at March 31, 2023	167.02	167.02
Net Block as on March 31, 2023	124.34	124.34
Gross carrying value as at April 1, 2023	291.36	291.36
Additions	51.42	51.42
Deletions	-	-
Gross block as at March 31, 2024	342.78	342.78
Accumulated Amortization as at April 1, 2023	167.02	167.02
Amortization for the period ended	39.32	39.32
As at March 31, 2024	206.34	206.34
Net Block as on March 31, 2024	136.44	136.44

11. OTHER NON-FINANCIAL ASSETS

Particulars	March 31, 2024	March 31, 2023
Prepaid expenses	88.21	98.32
Total	88.21	98.32

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
12. OTHER FINANCIAL LIABILITIES		
Financial Liabilities at amortised cost		
Unpaid dividends	1,995.41	2,710.96
Other Payables	424.18	368.83
Total	2,419.58	3,079.79

13. PROVISIONS

Provision for employee benefits

Non-current:

Gratuity	2,188.88	2,646.06
Leave encashment	588.15	329.73

Current:

Gratuity	60.03	71.67
Leave encashment	64.11	66.97

Total:

Gratuity	2,248.92	2,717.73
Leave encashment	652.26	396.70

Total	2,901.18	3,114.43
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14. OTHER NON FINANCIAL LIABILITIES

Statutory Liabilities	60.65	26.01
Total	60.65	26.01

15. SHARE CAPITAL

Particulars	March 31, 2024	March 31, 2023
Authorised		
2,50,00,000 (25,00,00,000) equity shares of ₹ 10 each	250,000.00	250,000.00
Issued		
1,04,82,129 (10,48,21,290) equity shares of ₹ 10 each	104,821.29	104,821.29
Subscribed and paid up		
1,04,82,129 (10,48,21,290) equity shares of ₹ 10 each fully called up and paid up	104,821.29	104,821.29

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(a) Terms/rights attached to equity shares

The company has only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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

(b) Details of shareholders holding more than 5% shares in the company (Face value ₹ 10 per share)

(Amount in INR'000)

Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
	Number	% Holding	Number	% Holding
Equity shares of Rs 10 each fully paid up				
Greenstone Investments Private Limited	4,499,377	42.92%	4,499,377	42.92%
20th Century Holdings Private Limited	2,217,477	21.15%	2,217,477	21.15%
Venkatesh Kamath (as nominee of TCFC Finance Ltd)	533,334	5.09%	533,334	5.09%

(c) Shareholding Pattern of Promoters* (Face value ₹ 10 per share)

(Amount in INR'000)

Name of the shareholder	As at March 31, 2024			As at March 31, 2023		
	No of Shares**	% Holding	% Change during the year***	No of Shares**	% Holding	% Change during the year***
Munisha Ahuja	6,350	0.06%	-	6,350	0.06%	-
Tania Deol	6,350	0.06%	-	6,350	0.06%	-
Greenstone Investments Pvt Ltd	4,499,377	42.92%	-	4,499,377	42.92%	-
20Th Century Holdings Pvt Ltd	2,217,978	21.15%	-	2,217,978	21.15%	-
Citi Leasing Pvt Ltd	402,972	3.84%	-	402,972	3.84%	-
Total	7,133,027	68.03%	-	7,133,027	68.03%	-

Promoter here means promoter as defined in the Companies Act, 2013.

** Details shall be given separately for each class of shares

*** percentage change shall be computed with respect to the number at the beginning of the year or if issued during the year for the first time then with respect to the date of issue.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

16. OTHER EQUITY

i. Reserves and Surplus

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
Capital Reserve	0.38	0.38
Treasury Shares	(19,273.36)	(19,273.36)
General Reserve	646,343.54	634,052.51
Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934	300,851.98	276,269.92
Retained Earnings	64,311.66	(21,856.36)
Total	992,234.26	869,193.15

ii. Nature and purpose of reserve

a. Treasury shares

As per Ind AS 32: Financial Instruments - Presentation, Treasury shares have been deducted from equity and no gain or loss have been recognised in profit or loss on the purchase, sale, issue or cancellation of such shares.

b. General reserve

Amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law.

c. Statutory reserve

Statutory reserve represents reserve fund created pursuant to Section 45-IC of the RBI Act, 1934 through transfer of specified percentage of net profit every year before any dividend is declared. The reserve fund can be utilised only for limited purposes as specified by RBI from time to time and every such utilisation shall be reported to the RBI within specified period of time from the date of such utilisation.

d. Retained earning

Retained earnings or accumulated surplus represents total of all profits retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend payouts, transfers to General reserve or any such other appropriations to specific reserves.

iii. Movement in Other equity

(Amount in INR'000)

(a) Capital Reserve

Particulars	March 31, 2024	March 31, 2023
Opening balance	0.38	0.38
Add/(Less):	-	-
Closing balance	0.38	0.38

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(b) Treasury Shares

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
Opening balance		
Number	533.33	533.33
Amount	(19,273.36)	(19,273.36)
Issued during the period		
Number	-	-
Amount	-	-
Closing balance		
Number	533.33	533.33
Amount	(19,273.36)	(19,273.36)

(c) General Reserve

Opening balance	634,052.51	646,030.65
Add : Transfer from retained earnings	12,291.03	600.41
Less: Dividend paid	-	(12,578.55)
Closing balance	646,343.54	634,052.51

(d) Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934

Opening balance	276,269.92	275,069.10
Add : Transfer from retained earnings	24,582.06	1,200.82
Closing balance	300,851.98	276,269.92

(e) Retained Earnings

Opening balance	(21,856.36)	(26,252.63)
Add : Profit/(loss) for the year	122,910.30	6,004.10
Add : Other comprehensive income	130.81	193.40
Amount available for appropriation	101,184.75	(20,055.13)
Transfer to General reserve	(12,291.03)	(600.41)
Transfer to Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934	(24,582.06)	(1,200.82)
Closing balance	64,311.66	(21,856.36)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

PROFIT AND LOSS (Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
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17. INTEREST INCOME

Interest Income on Financial Assets measured at Amortised Cost

Interest income from Investments	22,356.06	9,909.18
Interest on Fixed Deposits	-	232.28
Other Interest Income	52.37	321.30
Total	22,408.43	10,462.75

18. DIVIDEND INCOME

Dividend Income	1,925.13	2,572.15
Total	1,925.13	2,572.15

19. NET GAIN ON FAIR VALUE CHANGES

(A) Net gain on financial instruments at fair value through profit or loss

(i) On trading portfolio

- Investments	150,361.59	5,583.17
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Total Net gain on fair value changes

	150,361.59	5,583.17
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Fair Value changes:

- Realised	32,619.78	38,947.04
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- Unrealised	117,741.81	(33,363.87)
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	150,361.59	5,583.17
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20. OTHER INCOME

Profit/(Loss) from F&O- Equity	(924.05)	-
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Excess Provision written back	-	2,500.00
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Income From SLBM	300.42	242.65
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Miscellaneous Income	1,089.07	114.99
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	465.44	2,857.64
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21. EMPLOYEE BENEFITS EXPENSE

Salaries, wages and bonus	7,460.06	6,124.12
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Contribution to provident and other funds	375.58	359.08
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Staff welfare expenses	56.07	56.82
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Gratuity Expense	398.00	448.97
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	8,289.71	6,988.99
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TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
22. DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation on Property, Plant & Equipment	54.85	96.16
Amortisation on Intangible Assets	39.32	27.16
	94.16	123.32
23. OTHER EXPENSES		
Repairs and maintenance	159.56	280.13
Advertisement	57.52	68.12
Auditor's remuneration [Refer Note (a)]	790.60	386.45
Electricity charges	74.07	83.43
Legal and professional fees	146.38	179.84
Rates and taxes	364.78	335.46
Printing and Stationery	48.43	47.65
Telephone and internet expenses	215.73	303.21
Travelling & conveyance expenses	151.12	214.52
CSR Expenditure [Refer Note (b)]	1,212.00	1,128.00
Listing fees	383.50	354.00
Custodian and depository charges	55.73	20.21
Miscellaneous expenses	1,440.24	1,484.16
R & T charges	531.89	78.38
Total	5,631.55	4,963.55
(a) Payment to Auditor		
Audit Fee	206.50	206.50
Limited Review Fees	106.20	106.20
Tax Audit Fees	35.40	-
Other Services	442.50	73.75
Total	790.60	386.45
(b) Corporate Social Responsibility expenditure		
As per provisions of Section 135 of the Companies Act, 2013.		
*Gross Amount required to be spent by the Company	1,212.00	1,127.69
Amount spent (Paid in Cash)		
(i) Construction/Acquisition of any assets		
(ii) on purpose other than (i) above	1,212.00	1,128.00
Amount Unspent		
(i) Construction/Acquisition of any assets	-	-
(ii) on purpose other than (i) above	-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

NON FINANCIAL ASSETS

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
24. INCOME TAX		
Deferred tax relates to the following:		
Accelerated Depreciation for tax purposes	(164.56)	(150.31)
Gratuity	380.77	(684.00)
Leave Encashment	77.53	(97.32)
Fair valuation of stock in trade	(48,042.17)	(24,914.04)
Net Deferred Tax Assets / (Liabilities)	(47,748.43)	(25,845.67)
Movement in deferred tax liabilities		
Opening balance as of April 1	(25,845.67)	(39,721.97)
Tax income/(expense) during the period recognised in profit or loss	(21,902.76)	13,876.31
Tax income/(expense) during the period recognised in OCI	-	-
Closing balance as at March 31	(47,748.43)	(25,845.67)

Major Components of income tax expense for the period ended March 31, 2024 and March 31, 2023 are as follows:

i. Income tax recognised in profit or loss

Current income tax charge	16,250.00	17,342.00
Adjustment in respect of current income tax of previous year	82.11	(69.94)
Deferred tax		-
Relating to origination and reversal of temporary differences	21,902.76	(13,876.31)
Income tax expense recognised in profit or loss	38,234.87	3,395.76

Reconciliation of tax expense and accounting profit multiplied by income tax rate for March 31, 2024 and March 31, 2023

	March 31, 2024	March 31, 2023
Accounting profit before income tax	161,145.17	9,399.85
Applicable income tax rate (%)	25.168%	25.168%
Income tax on accounting profits	40,557.02	2,365.76
Adjustment in respect of current income tax of prior years	82.11	(69.94)
Deferred tax recognition in Profit and loss	21,902.76	(13,876.31)
Interest on Advance tax	48.04	662.00
Tax effect of adjustments to reconcile expected income tax expense to reported income tax expense:		
Net expenses that are not deductible in determining taxable profit	748.19	510.32
Incomes which are exempt from tax	(1,674.37)	(1,672.79)
Net expenses that are deductible from taxable profit	(309.82)	(38.84)
Others	(23,128.13)	15,514.85
Other taxable Income	-	-
Rounded Off due to Provision for Tax	9.08	0.72
Tax at effective income tax rate	38,234.87	3,395.76

Note on Income Tax Rate:

Pursuant to the enactment of the Taxation Law (Amendment) Act, 2019 ('The Ammendment Act') which is effective from April 1,2019, The Company has chosen an option to pay corporate tax at the rate of 22% plus applicable surcharge and cess subject to compliance with certain conditions with effect from year ended 31st March 2021 onwards.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

25. EARNINGS PER SHARE

Basic EPS is calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year adjusted for assumed conversion of all dilutive potential equity shares.

(Amount in INR'000)

Particulars	March 31, 2024	March 31, 2023
Net Profit attributable to Equity holders of the Company	122,910	6,004
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	10,482	10,482
Basic and diluted earnings per share	11.73	0.57

The basic and diluted earnings per share are the same as there are no dilutive/ potential equity shares issued or outstanding as at the year end.

26. EMPLOYEE BENEFIT OBLIGATIONS

a. Defined contribution plan - provident funds

In accordance with Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which, both the employee and the Company contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary and the Company contributes an equal amount.

The Company recognised ₹ 3,75,576 (PY: ₹ 3,59,083) for year ended March 31, 2024, for provident fund and other contributions in the Statement of profit and loss.

b. Defined Benefit Plan - Gratuity

The company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of five years are eligible for gratuity. The amount of gratuity payable on retirement/ termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied by number of years of service.

The most recent actuarial valuation pertaining to present value of the defined benefit obligation (DBO) for gratuity were carried out as at March 31, 2024. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

The net liability disclosed above relates to funded and unfunded plans are as follows:

	March 31, 2024	March 31, 2023
Present value of obligation (A)	2,248.92	2,717.73
Fair Value of plan assets (B)	-	
Present value of obligation (A-B)	2,248.92	2,717.73
Net deficit / (assets) are analysed as:		
Liabilities - (Refer note 13)	2,248.92	2,717.73

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

The amount recognised in the balance sheet and the movement in the net defined benefit obligation over the period are as follows

	Present value of obligation	Fair value of plan assets	Net amount
As at April 1, 2022	2,462.12	-	2,462.12
Current service cost	274.20	-	274.20
Interest expense/(income)	174.81	-	174.81
Total amount recognised in profit or loss	449.01	-	449.01
<i>Remeasurements</i>			
Retrun of plan assets, excluding amount included in interest (income)	-	-	-
(Gain)/Loss from change in demographic assumptions	-	-	-
(Gain)/Loss from change in financial assumptions	(43.66)	-	(43.66)
Experience (gains)/losses	(149.74)	-	(149.74)
Total amount recognised in other comprehensive income	(193.40)	-	(193.40)
Employer contributions	-	-	-
Benefit payments	-	-	-
As at March 31, 2023	2,717.73	-	2,717.73
Current service cost	226.00	-	226.00
Interest expense/(income)	172.00	-	172.00
Total amount recognised in profit or loss	398.00	-	398.00
<i>Remeasurements</i>			
Retrun of plan assets, excluding amount included in interest (income)	-	-	-
(Gain)/Loss from change in demographic assumptions	-	-	-
(Gain)/Loss from change in financial assumptions	48.60	-	48.60
Experience (gains)/losses	(179.41)	-	(179.41)
Total amount recognised in other comprehensive income	(130.81)	-	(130.81)
Employer contributions	-	-	-
Benefit payments	(736.00)	-	(736.00)
As at March 31, 2024	2,248.92	-	2,248.92

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

The significant actuarial assumptions were as follows:

	March 31, 2024	March 31, 2023
Discount rate	7.08%	7.32%
Salary growth rate	5.00%	5.00%
Withdrawal/attrition rate (based on categories)	Age: 0 to 40 : 3% Age: 41 to 50 : 2% Age: 51 to 62 : 1%	Age: 0 to 40 : 3% Age: 41 to 50 : 2% Age: 51 to 62 : 1%
Mortality rate	IALM (2012-14) Ult.	IALM (2012-14) Ult.
Expected weighted average remaining working lives of employees	13.08 Years	10.83 Years

A quantitative sensitivity analysis for significant assumption as at March 31, 2024 is shown below:

Assumptions	Discount rate		Salary growth rate	
	1.0% increase	1.0% decrease	1.0% increase	1.0% decrease
Sensitivity Level				
March 31, 2024				
Impact on defined benefit obligation	2,055.93	2,468.63	2,468.48	2,052.88
(% change compared to base due to sensitivity)	8.58%	-9.77%	-9.76%	8.72%
March 31, 2023				
Impact on defined benefit obligation	2,534.13	2,926.79	2,927.09	2,530.90
(% change compared to base due to sensitivity)	6.76%	-7.69%	-7.70%	6.87%

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The following payments are expected contributions to the defined benefit plan in future years:

(Amount in INR'000)

	March 31, 2024	March 31, 2023
Within the next 12 months	60.03	71.67
Between 1 and 2 Years	62.09	868.66
Between 2 and 3 Years	33.94	57.33
Between 3 and 4 Years	53.18	30.61
Between 4 and 5 Years	643.90	48.75
From 6 to 10 Years	446.55	773.85
Total expected payments	1,299.70	1,850.86

The average duration of the defined benefit plan obligation at the end of the reporting period is 9.97 years (March 31, 2023: 7.90 years)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR'000)

27. COMMITMENTS AND CONTINGENCIES

A. Contingent Liabilities	March 31, 2024	March 31, 2023
Claim against the company not acknowledged as debt		
Disputed Direct Taxes of AY 2012-13, 2014-15 & 2017-18 (In respect of disputed taxes of earlier years)	2,897.51	1,145.36

28. RELATED PARTY TRANSACTIONS

(i) List of related parties as per the requirements of Ind-AS 24 - Related Party Disclosures

Name of Related Party	Nature of Relationship	Country of Incorporation
Greenstone Investments Private Limited	Entity in which KMP exercises significant influence	India
20th Century Holdings Private Limited	Entity in which KMP exercises significant influence	India
Ms. Tania Deol - Managing Director	Key Management Personnel (KMP)	
Mr. Venkatesh Kamath - Chief Financial Officer	Key Management Personnel (KMP)	
Ms Kinjal Sheth - Company Secretary	Key Management Personnel (KMP)	

(ii) Transactions with related parties

The following transactions occurred with related parties

Name	Nature of Relationship	Nature of Transaction	March 31, 2024	March 31, 2023
Greenstone Investments Private Limited	Entity in which KMP exercises significant influence	Sharing of common expenses	41.30	42.12
Ms. Tania Deol	KMP	Dividend paid	-	7.62
Greenstone Investments Private Limited	Entity in which KMP exercises significant influence	Dividend paid	-	5,399.25
20th Century Holdings Private Limited	Entity in which KMP exercises significant influence	Dividend paid	-	2,661.57
Ms. Tania Deol	KMP	Managerial remuneration	2,012.50	2,164.00
Mr. Venkatesh Kamath	KMP	Managerial remuneration	1,937.84	2,061.32
Ms Kinjal Sheth	KMP	Managerial remuneration	764.20	723.66
Mr. Atul Desai	Chairman	Sitting Fees	240.00	220.00
Mr. V S Srinivasan	Independent Director	Sitting Fees	320.00	300.00
Mr. Pranav Jasani	Independent Director	Sitting Fees	180.00	120.00
Mr. Dharmil Bodani	Director	Sitting Fees	180.00	100.00
Mr. Ashish Singh	Director	Sitting Fees	20.00	-

29. SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM") of the Company. The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Promoters of the Company. The Company operates only in one Business Segment i.e. finance and investments and trading in equity shares, mutual funds, securities etc., since the nature of these businesses are exposed to similar risks and return profiles, hence they are collectively operating under a single segment. Accordingly the Company does not have any reportable Segments as per Indian Accounting Standard 108 "Operating Segments".

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

30. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

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

Particulars	As at March 31, 2024			As at March 31, 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
Cash and cash equivalents	2,198	-	2,198	782,407	-	782,407
Bank Balance other than cash and cash equivalents	546,510	(544,515)	1,995	2,710,959	-	2,710,959
Receivables						
(I) Trade receivables	-	-	-	-	-	-
(II) Other receivables	-	-	-	-	-	-
Loans						
Investments	-	276,396	276,396	-	191,822,451	191,822,451
Other Financial assets	-	187	187	-	60,000	60,000
Sub total	548,708	(267,932)	280,776	3,493,366	191,882,451	195,375,817
Non-financial assets						
Current Tax assets (Net)	-	-	-	-	-	-
Deferred Tax assets (Net)	-	-	-	-	-	-
Property, plant and equipment	-	1,232	1,232	-	1,241,259	1,241,259
Capital work-in-progress	-	-	-	-	-	-
Intangible assets under development	-	-	-	-	-	-
Other intangible assets	-	136	136	-	124,337	124,337
Other non-financial assets	135	80	215	-	98,318	98,318
Sub total	135	1,448	1,583	-	1,463,914	1,463,914
Total assets	548,843	(266,484)	282,360	3,493,366	193,346,366	196,839,731
LIABILITIES AND EQUITY						
LIABILITIES						
Financial liabilities						
Payables						
(I) Trade payables						
(i) total outstanding dues of creditors of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
(II) Other payables						
(i) total outstanding dues of creditors of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
Debt Securities	-	-	-	-	-	-
Borrowings (Other than Debt Securities)	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Subordinated Liabilities	-	-	-	-	-	-
Other non-financial liabilities	970.69	1,448.90	2,419.58	3,079.79	-	3,079.79
Total	970.69	1,448.90	2,419.58	3,079.79	-	3,079.79

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

31. CAPITAL MANAGEMENT

Equity share capital and other equity are considered for the purpose of Company's capital management. The Company manages its capital in a manner which enables it to safeguard its ability to continue as a going concern and to optimise returns to the Shareholders. The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. The funding requirements are met through operating cash flows and other equity. The management monitors the return on capital and the board of directors monitors the level of dividends paid to shareholders of the Company. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

"No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023

32. FAIR VALUE MEASUREMENTS

A. Valuation Principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques:

Fair Value Hierarchy

Level 1 - Valuation technique using quoted market price: financial instruments with quoted prices for identical instruments in active markets that Company can access at the measurement date.

Level 2 - Valuation technique using observable inputs: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

Level 3 - Valuation technique with significant unobservable inputs: Those that include one or more unobservable input that is significant to the measurement as whole.

Quantitative disclosures of fair value measurement hierarchy for financial instruments measured at fair value

Particulars	As at March 31, 2024				As at March 31, 2023			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets measured at fair value on recurring basis								
Stock in trade								
Mutual Funds	648,680.10	-	-	648,680.10	485.40	-	-	485.40
Equity Shares	218,007.07	-	-	218,007.07	202.13	-	-	202.13
	866,687.17	-	-	866,687.17	687.54	-	-	687.54

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Valuation Methodologies of Financial Instruments measured at fair value

Mutual Funds

The fair values of investments in mutual fund units is based on the net asset value ('NAV') as stated by the issuers of these mutual fund units in the published statements as at Balance Sheet date. NAV represents the price at which the issuer will issue further units of mutual fund and the price at which issuers will redeem such units from the investors.

Equity Shares

Equity shares are fair valued based on their quoted market prices at the end of reporting period. The quoted market price used for financial asset held by the Company is the current bid price. Such instruments are classified as Level 1.

Fair value of financial instrument not measured at fair value

The table below is a comparison, by class, of the carrying amounts and fair values of the Company's financial instruments that are not carried at fair value in the financial statements. This table does not include the fair values of non-financial assets and non-financial liabilities.

(Amount in INR'000)

Particulars	Level	Carrying Amount			Fair Value		
		March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2024	March 31, 2023	March 31, 2022
FINANCIAL ASSETS							
Cash and Cash Equivalents	1	2,198.15	782.41	1,458.33	2,198.15	782.41	1,458.33
Bank Balances Other than cash and cash equivalents	1	1,995.41	2,710.96	8,183.75	1,995.41	2,710.96	8,183.75
Receivables	3	1,520.17	134,401.18	278.02	1,520.17	134,401.18	278.02
Investments	1	276,395.78	191,822.45	84,991.50	279,981.88	201,834.63	100,356.38
Other Financial Assets	3	186.86	60.00	60.00	186.86	60.00	60.00
		282,296.36	329,777.00	94,971.60	285,882.47	339,789.17	110,336.48
FINANCIAL LIABILITIES							
Other financial liabilities	3	2,419.58	3,079.79	3,683.76	2,419.58	3,079.79	3,683.76
		2,419.58	3,079.79	3,683.76	2,419.58	3,079.79	3,683.76

Valuation Methodologies of Financial Instruments not measured at fair value

Below are the methodologies and assumptions used to determine fair values for the above financial instruments which are not recorded and measured at fair value in the Company's financial statements. These fair values were calculated for disclosure purposes only. The below methodologies and assumptions relate only to the instruments in the above tables and, as such, may differ from the techniques and assumptions explained in notes.

Short Term Financial Assets and Liabilities

For financial assets and financial liabilities that have a short-term maturity (less than twelve months), the carrying amounts are a reasonable approximation of their fair value. Such instruments include: cash and cash equivalents, bank balance other than cash and cash equivalents, trade receivables, deposits and other financial liabilities.

Investments

The fair value of investment in tax free bonds is based on the current bid price of respective investment as at the balance sheet.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

33. FINANCIAL RISK MANAGEMENT

The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The financial risks are managed in accordance with the Company's risk management policy which has been approved by its Board of Directors. The Company's Board of Directors has overall responsibility for managing the risk profile of the Company. The purpose of risk management is to identify potential problems before they occur, so that risk-handling activities may be planned and invoked as needed to manage adverse impacts on achieving objectives.

The Company has exposure to the following risks arising from Financial Instruments:

Risk	Exposure arising from
Credit Risk	Cash and cash equivalents, other bank balance, trade & other receivables, financial assets measured at amortised cost
Liquidity Risk	Financial liabilities
Market Risk - Foreign Exchange	Recognised financial assets not denominated in INR
Market Risk - Interest Rate	Investments in debt securities
Market Risk - Price	Investments in equity securities, units of mutual funds, debt securities measured at FVTPL

(A) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's trade and other receivables, cash and cash equivalents, other bank balances and financial assets measured at amortised cost.

Exposure to credit risk is mitigated through regular monitoring of collections, counterparty's creditworthiness and diversification in exposure.

Exposure to Credit Risk

The carrying amount of financial assets represents maximum amount of credit exposure. The maximum exposure to credit risk is as per the table below, it being total of carrying amount of cash and cash equivalent, other bank balance, trade and other receivables and financial assets measured at amortised cost.

Particular	March 31, 2024	March 31, 2023
Maximum exposure to credit risk	282,296	329,777

Expected Credit Loss (ECL) on Financial Assets

The Company continuously monitors all financial assets subject to ECLs. In order to determine whether an instrument is subject to 12 month ECL (12mECL) or life time ECL (LTECL), the Company assesses whether there has been a significant increase in credit risk or the asset has become credit impaired since initial recognition. The Company applies following quantitative and qualitative criteria to assess whether there is significant increase in credit risk or the asset has been credit impaired:

- Historical trend of collection from counterparty
- Company's contractual rights with respect to recovery of dues from counterparty
- Credit rating of counterparty and any relevant information available in public domain

ECL is a probability weighted estimate of credit losses. It is measured as the present value of cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with contract and the cash flows that the Company expects to receive).

TCFC FINANCE LIMITED

The Company has following type of financial assets that are subject to the expected credit loss:

(i) Trade and other receivables

Exposures to customers' outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. Historical trends of collection from counterparties on timely basis reflects low level of credit risk. As the Company has a contractual right to such receivables as well as the control over such funds due from customers, the Company does not estimate any credit risk in relation to such receivables.

(ii) Cash and cash equivalents and other bank balances

The Company holds cash and cash equivalents and other bank balances as per note 4 and 5. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be high.

(iii) Investment in Debt Securities measured at amortised cost

The Company has made investments in tax free bonds. Funds are invested after taking into account parameters like safety, liquidity and post tax returns etc. The Company avoids concentration of credit risk by spreading them over several counterparties with good credit rating profile and sound financial position. The Company's exposure and credit ratings of its counterparties are monitored on an ongoing basis.

Investment in debt securities that are in tax free government bonds do not carry any credit risk, being sovereign in nature. Credit risk from other financial assets has not increased significantly since initial recognition. Accordingly, the expected probability of default is low.

(B) Liquidity Risk

Liquidity risk is defined as the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk arises because of the possibility that the Company might be unable to meet its payment obligations when they fall due as a result of mismatches in the timing of the cash flows under both normal and stress circumstances. Such scenarios could occur when funding needed for illiquid asset positions is not available to the Company on acceptable terms.

To limit this risk, management has adopted a policy of managing assets with liquidity in mind and monitoring future cash flows and liquidity on a regular basis. The Company has developed internal control processes for managing liquidity risk.

The Company maintains a portfolio of highly marketable and diverse assets that are assumed to be easily liquidated in the event of an unforeseen interruption in cash flow. The Company assesses the liquidity position under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the company

Exposure to Liquidity Risk

The table below analyses the Company's financial liabilities into relevant maturity pattern based on their contractual maturities for all financial liabilities.

Particulars	Less than 1 month	1 to 3 months	3 months to 1 year	Between 1 and 3 years	Between 3 and 5 years	Total
As at March 31, 2024						
Financial Liability						
Other financial liabilities	424.18	-	1,995.41	-	-	2,419.58
As at March 31, 2023						
Financial Liability						
Other financial liabilities	368.83	-	2,710.96	-	-	3,079.79
As at March 31, 2022						
Financial Liability						
Other financial liabilities	547.47	-	3,136.29	-	-	3,683.76
As at April 1, 2021						
Financial Liability						
Other financial liabilities	3,589.95	334.31	645.90	-	-	4,570.17

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

(C) Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows related to financial instrument that may result from adverse changes in market rates and prices (such as foreign exchange rates, interest rates, other prices). The Company is exposed to market risk primarily related to currency risk, interest rate risk and price risk.

(i) Currency Risk

The Company does not have any foreign currency denominated assets. Accordingly, the exposure to currency risk will not arise.

(ii) Interest Rate Risk

The Company is mainly exposed to the interest rate risk due to its investment in tax free bonds. The interest rate risk arises due to uncertainties about the future market interest rate on these investments. As at March 31, 2024, the investment in tax free bonds is INR 7,99,64.00 (March 31, 2023: INR 7,99,64.00). As at March 31, 2024, the investment in bonds is INR 18,73,97.80 (March 31 2023: INR 10,68,24.74). There are exposed to interest rate risk.

Sensitivity Analysis

The table below sets out the effect of increase/decrease in interest rates of 1%:

Particular	March 31, 2024	March 31, 2023
1% Increase in interest rate	2,673.62	1,867.89
1% decrease in interest rate	(2,673.62)	(1,867.89)

(iii) Price Risk

Price risk is the risk that the value of the financial instrument will fluctuate as a result of changes in market prices and related market variables including interest rate for investments in debt oriented mutual funds and debt securities, whether caused by factors specific to an individual investment, its issuer or the market. The Company's exposure to price risk arises from investments in equity securities, debt securities, units of mutual funds, venture capital fund and alternative investment funds which are classified as financial assets at Fair Value Through Profit and Loss and is as follows:

Particular	March 31, 2024	March 31, 2023
Exposure to price risk	866,687.17	687,538.65

To manage its price risk arising from investments in equity securities, debt securities, units of mutual funds, venture capital fund and alternative investment funds, the company diversifies its portfolio.

Sensitivity Analysis

The table below sets out the effect on profit or loss due to reasonable possible increase/ decrease in prices of 1%

Particular	March 31, 2024	March 31, 2023
Effect on Profit and Loss		
1% increase in the prices	8,666.87	6,875.39
1% decrease in the prices	(8,666.87)	(6,875.39)

TCFC FINANCE LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

34. RBI DISCLOSURES

The following additional information is disclosed in the terms of Master Direction - Non-Banking Financial Company - Non-Systematically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Master Direction DNBR. PD. 007/03.10.119/2016-17 dated September 01, 2016 as amended.

(Amount in INR'000)

Sr No.	Particulars	March 31, 2024		March 31, 2023	
		Amount out-standing	Amount overdue	Amount out-standing	Amount overdue
	Liabilities side :				
1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:				
	(g) Other Loans (Specify nature)	-	-	-	-
		-	-	-	-

(Amount in INR'000)

	Assets side :	Amount out-standing	Amount out-standing
2)	Break-up of Investments :		
	Short Term investments :		
	1. <u>Quoted</u> :		
	(i) Shares : (a) Equity	94,267.78	127,892.83
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	569,138.49	432,947.45
	(iv) Government Securities	-	-
	(v) Others (Specify nature)	-	-
	Long Term investments :		
	1. <u>Quoted</u> :		
	(i) Shares : (a) Equity	2,507.39	2,507.39
	(b) Preference	-	-
	(ii) Debentures and Bonds	187,397.80	106,428.74
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	79,964.00	79,964.00
	(v) Others (Please specify)	-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

Sr No.	Particulars	March 31, 2024		March 31, 2023	
		Amount out-standing	Amount overdue	Amount out-standing	Amount overdue
Liabilities side :					
2. <u>Unquoted</u> :					
	(i) Shares : (a) Equity		16,815.96		16,815.96
	(b) Preference		-		-
	(v) Others (Please specify)		-		-

Category	March 31, 2024		March 31, 2023	
	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1) Related Parties**				
(a) Subsidiaries				
(b) Companies in the same group	31,109.37	19,273.36	15,893.35	19,273.36
(c) Other related parties	-	-	-	-
2) Other than related parties	1,156,719.03	930,818.07	878,776.24	764,440.47
	1,187,828.40	950,091.43	894,669.60	783,713.83

Note: Break up value derived from the latest available Balance Sheet of the Company.

** As per Accounting Standard of ICAI (Please see Note 3)

Notes:

- Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non -Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.
- There are no prior period and change in accounting policies which require disclosure in the notes to accounts. There have been no instances in which revenue recognition has been postponed pending the resolution of significant uncertainties.
- All Accounting Standards and Guidance Notes issued by ICAI 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 should be disclosed irrespective of whether they are classified as long term or current in (4) above.
- The company does not have any transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956, during the current year and in the previous year
- The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

- 6 The Company has neither invested nor traded in Crypto currency or Virtual Currency during the current year and in the previous year.
- 7 The Company has not entered into any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant Provisions of the Income Tax Act, 1961).
- 8 At the Board Meeting held as on 28th March, 2024, the Board of Directors have approved a scheme of arrangement under section 66 of the Companies Act, 2013 for Capital Reduction of 5,33,334 number of shares. This scheme is subject to approval of Central Government, Bombay Stock Exchange, Shareholders, Creditors of the company, National Company Law Tribunal (NCLT) and/or other such competent authority, as may be applicable. The effective date of the scheme shall be 01st April, 2024.
- 9 Previous year's figures have been regrouped wherever necessary to make them comparable with current year figures.

As per our attached report of even date

**For and on behalf of the Board of
TCFC Finance Limited**

**For GMJ & Co.
Chartered Accountants
F.R. No. 103429W**

**CA Atul Jain
(Partner)
Membership No : 037097
Place : Mumbai
Date : 13th May 2024**

V.S. Srinivasan (DIN - 00051233)	(Chairman)
Tania Deol (DIN - 00073792)	(Managing Director)
Venkatesh Kamath (DIN - 00042866)	(Executive Director & CFO)
Kinjal Sheth	(Company Secretary)

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