

**CAPFIN INDIA LIMITED**

**CIN: L74999DL1992PLCo48032**

Regd. Office : **PP-1, Gali No. 10, Industrial Area Anand Parvat, New Delhi-110 005**  
Tele. : **011-28762142, E-mail id : capfinindia ltd@yahoo.co.in, Website: www.capfinindia.com**

To,  
The Secretary,  
Listing department  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street  
Mumbai-400001  
Scrip Code: **539198**

Date: 30.06.2021

Dear Sir/ Madam

**Sub: Submission of Document under clause 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 for the quarter and the year ended on March, 2021**

In terms of Clause 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. Please find enclosed herewith copy of audited results along with the copy of auditor report for the quarter and the year ended on 31<sup>st</sup> March, 2021 and the same has been uploaded on the company website [www.capfinindia.com](http://www.capfinindia.com)

This is for your information and record.

Thanking You,

Yours faithfully,

**For CAPFIN INDIA LIMITED**  
For Capfin India Limited

*Rachita*  
**Rachita Mantry Director**  
(Whole Time Director)  
DIN - 03413491

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED ON 31ST MARCH 2021

Part - I

S.No.	Particulars	3 months ended		Preceding 3 months ended		Corresponding 3 months ended in the current year		Year to Date figures for the current year		Previous Year Ended	
		31-03-2021	Audited	31-12-2020	Unaudited	31-03-2020	Audited	31-03-2021	Audited	31-03-2020	Audited
1	Income from operations (Refer Note below)										
	(a) Net sales / Income from Operations (Net of Excise Duty)	3.63		3.32		3.50		13.84		13.79	
	(b) Other operating income	0.97		0.11		2.73		1.16		3.00	
	<b>Total income from operations (net)</b>	<b>4.60</b>		<b>3.43</b>		<b>6.23</b>		<b>15.00</b>		<b>16.79</b>	
2	Expenses (a) Cost of materials consumed (b) Purchase of stock in trade (c) Changes in inventories of finished goods, work - In-Progress and stock-in-trade (d) Employee benefits expense (e) Depreciation and Amortisation expense (f) Other expenses										
		0.90		1.08		0.90		3.82		4.27	
		0.45		-		0.46		0.45		0.46	
		1.35		0.95		1.78		6.37		8.73	
	<b>Total expenses</b>	<b>2.70</b>		<b>2.03</b>		<b>3.14</b>		<b>10.64</b>		<b>13.46</b>	
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items(1-2)</b>	<b>1.90</b>		<b>1.40</b>		<b>3.09</b>		<b>4.36</b>		<b>3.33</b>	
4	Other income										
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+/-4)</b>	<b>1.90</b>		<b>1.40</b>		<b>3.09</b>		<b>4.36</b>		<b>3.33</b>	
6	Finance costs										
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5+/-6)</b>	<b>1.90</b>		<b>1.40</b>		<b>3.09</b>		<b>4.36</b>		<b>3.33</b>	
8	Exceptional items										
9	<b>Profit/ (Loss) from ordinary activities before tax (7+/-8)</b>	<b>1.90</b>		<b>1.40</b>		<b>3.09</b>		<b>4.36</b>		<b>3.33</b>	
10	Tax expense including Deferred Tax	0.49		-		0.76		0.49		0.49	
11	<b>Net Profit/(Loss) from ordinary activities after tax (9+/-10)</b>	<b>1.41</b>		<b>1.40</b>		<b>2.33</b>		<b>3.87</b>		<b>2.84</b>	
12	Extraordinary items (net of tax expense)										
13	<b>Net Profit/(Loss) for the period (11+/-12)</b>	<b>1.41</b>		<b>1.40</b>		<b>2.33</b>		<b>3.87</b>		<b>2.84</b>	
14	Share of Profit/(Loss) of associates*										
15	Minority Interest*										
16	<b>Net profit/ (Loss) after taxes, Minority interest and share of profit/(Loss) of associates (13+ 14+ 15)*</b>	<b>1.41</b>		<b>1.40</b>		<b>2.33</b>		<b>3.87</b>		<b>2.84</b>	
17	Other Comprehensive Income										
	1 (a) Items that will not be reclassified to profit or Loss										
	(b) Income tax relating to items that will not be reclassified to profit or Loss	(34.74)		-		1.20		(34.74)		1.20	
	2 (a) Items that will be reclassified to profit or loss										
	(b) Income Tax relating to items that will be reclassified to profit or loss										
	<b>@ Prior Period</b>										
	<b>Total Comprehensive Income for the period</b>	<b>(33.33)</b>		<b>-</b>		<b>3.53</b>		<b>(30.87)</b>		<b>4.04</b>	
18	Face value of Rs.10/- each	286.47		286.47		286.47		286.47		286.47	
19	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year										
20.i	Earnings per share (before extraordinary items) (of face value Rs.10/- each) not annualised:	14.40		45.27		45.27		14.40		45.27	
	(a) Basic	0.05		0.05		0.08		0.14		0.10	
	(b) Diluted	0.05		0.05		0.08		0.14		0.10	
20.ii	Earnings per share (after extraordinary items) (of face value Rs.10/- each) not annualised:										
	(a) Basic	0.05		0.05		0.08		0.14		0.10	
	(b) Diluted	0.05		0.05		0.08		0.14		0.10	

For CAPFIN INDIA LIMITED

Rachita  
 Director

Part-III

Information for the quarter ended on 31st MARCH, 2021

S.No	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to Date figures for the current year ended	Previous Year Ended
<b>A PARTICULARS OF SHAREHOLDING</b>						
1	Public Shareholding					
	No of Shares	27,08,990	27,38,990	27,38,990	27,08,990	27,38,990
	Percentage of shareholding	94.56	95.62	95.62	94.56	95.62
2	Promoters and Promoters Group Shareholding**					
	<b>A) Pledged / Encumbered</b>					
	Number of Shares					
	Percentage of shares(as a % of the total shareholding of promoter and promoter group)					
	<b>B) Non-encumbered</b>					
	Number of Shares	1,55,710	1,25,710	1,25,710	1,55,710	1,25,710
	Percentage of shares (as a % total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	Percentage of shares (as a % total shares capital of the company)	5.44	4.38	4.38	5.44	4.38
<b>Particulars</b>						
<b>Investor Compliant (quarter basis)</b>		<b>3 months ended 31/03/2021</b>				
	Pending at the beginning	NIL				
B	Received in quarter	0				
	Disposed in quarter	0				
	Remaining unresolved at the end of the quarter	0				

FOR CAPFIN INDIA LIMITED

*Radhika*  
Director

Statement of Assets and Liabilities

A	ASSETS	Year ended on 31/03/2021 Audited	Year ended on 31/03/2020 Audited
1	<b>ASSETS</b>		
	Financial assets	196	136
	(a) Cash and cash equivalents		
	(b) Receivables	181.78	181.69
	(c) Loans		
	(d) Investments	90.87	125.61
	(e) Stock-in-trade (Securities held for resale) <sup>1</sup>		
	(f) Other financial assets		
	<b>Total Financial Assets</b>	<b>274.61</b>	<b>308.66</b>
2	<b>Non-financial assets</b>		
	(a) Current Tax Assets (Net)	1.06	0.51
	(b) Deferred Tax Assets (Net)	1.91	2.09
	(c) Property, plant and equipment	0.02	0.02
	(d) Investment Property	24.43	24.88
	(e) Other non-financial assets	1.10	1.23
	<b>Total Non-Financial Assets</b>	<b>28.52</b>	<b>28.73</b>
	<b>Total Assets</b>	<b>303.13</b>	<b>337.39</b>
1	<b>LIABILITIES AND EQUITY</b>		
	Financial liabilities	0.76	4.15
	(a) Other payables	1.50	1.50
	(b) Borrowings (Other than debt securities)		
	<b>Total Financial Liabilities</b>	<b>2.26</b>	<b>5.65</b>
2	<b>Equity</b>		
	(a) Equity share capital	286.47	286.47
	(b) Other equity	14.40	45.27
	<b>Total Equity</b>	<b>300.87</b>	<b>331.74</b>
	<b>Total - Liabilities and Equity</b>	<b>303.13</b>	<b>337.39</b>

Notes:

- The above financial results for quarter and the Committee and approved by the Board of Directors ("Board") in their respective meetings held on 30.06.2021 (Wednesday).
- The Company does not have any Exceptional or Extraordinary item to report for the above period.
- Previous period / year figure have been reworked/reclassified wherever necessary to correspond with the current periods classification/disclosure.
- This statement is as per Clause 33 of the Listing Obligations and Disclosure Requirements, 2015.
- The figures of the last quarters of the standalone results are the balancing figures between the full financial years and the published year to date figures upto the third quarters of the respective financial year.
- The aforesaid results have been subjected to audit by the Statutory Auditors of the company who have issued an unmodified opinion thereon.
- The said financial results have been prepared in accordance with the recognition and measurement principles laid down in the IND-AS as prescribed under section 133 of the Companies Act, 2013 read with Relevant Rules and other accounting principles generally accepted in India.
- The rapidly developing spread of Novel Coronavirus Disease (COVID-19) has caused serious disruption on the global economic and business environment. There is a uncertainty with regard to impact which cannot be reasonably determined at this stage.

Place : New Delhi  
Date : 30.06.2021

**FOR CAPM IN INDIA LIMITED**

Rachita Khatri  
(Whole Time Director)  
Din : 03/06/2021

Regd. Office : PP-1, Gali No. 10, Industrial Area Anand Parvat, New Delhi-110 005  
 Tele. : 011-28762142, E-mail id : capfinindia@yaho.co.in, Website: www.capfinindia.com

Statement of Assets and Liabilities			
A	ASSETS	Year ended on 31/03/2021	Year ended on 31/03/2020
		Audited	Audited
1	<b>ASSETS</b>		
	<b>Financial assets</b>		
	(a) Cash and cash equivalents	1.96	1.36
	(b) Receivables	-	-
	(c) Loans	181.78	181.69
	(d) Investments	90.87	125.61
	(e) Stock in-trade (Securities held for trading)	-	-
	(f) Other financial assets	-	-
	<b>Total Financial Assets</b>	<b>274.61</b>	<b>308.66</b>
2	<b>Non- financial assets</b>		
	(a) Current Tax Assets (Net)	1.06	0.51
	(b) Deferred Tax Assets (Net)	1.91	2.09
	(c) Property, plant and equipment	0.02	0.02
	(d) Investment Property	24.43	24.88
	(e) Other non- financial assets	1.10	1.23
	<b>Total Non - Financial Assets</b>	<b>28.52</b>	<b>28.73</b>
	<b>Total Assets</b>	<b>303.13</b>	<b>337.39</b>
1	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
	<b>Financial liabilities</b>		
	(a) Other payables	0.76	4.15
	(b) Borrowings (Other than debt securities)	1.50	1.50
	<b>Total Financial Liabilities</b>	<b>2.26</b>	<b>5.65</b>
2	<b>Equity</b>		
	(a) Equity share capital	286.47	286.47
	(b) Other equity	14.40	45.27
	<b>Total Equity</b>	<b>300.87</b>	<b>331.74</b>
	<b>Total - Liabilities and Equity</b>	<b>303.13</b>	<b>337.39</b>

Place : New Delhi  
 Date : 30.06.2021

For CAPFIN INDIA LIMITED

*Rachita Mantry*  
 Rachita Mantry Director  
 (Whole Time Director)  
 Din : 03413491

**Regd. Office : PP-1, Gali No. 10, Industrial Area Anand Parvat, New Delhi-110 005**  
**Tele. : 011-28762142, E-mail id : capfinindia@yaho.co.in, Website: www.capfinindia.com**

Capfin India Limited

Statement of Cash Flows for the year ended 31 March 2021

(All amount in rupees)

	Notes	Ind AS	Ind AS
	Notes	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>I. Cash Flow from Operating Activities</b>			
Profit / (loss) before tax		4,36,166	3,33,227
Adjustment to reconcile profit before tax to net cash flows		-	-
Depreciation and amortisation		44,886	45,720
Adjustment for Depreciation relating to Previous Years		-	-
Interest income		-	-
Income from unwinding of security deposits		-	-
Finance costs (including fair value change in financial instruments)		-	-
<b>Operating Profit before Working Capital changes</b>		<b>4,81,052</b>	<b>3,78,947</b>
<b>Movements in working capital :</b>			
Increase/(Decrease) in trade payables		-	-
Increase/(Decrease) in provisions		-	-
Increase/(Decrease) in Provisions		-	(46,651)
Increase/(Decrease) in Other payables		(3,38,900)	2,68,500
Decrease / (Increase) in Non Financial Liabilities		-	-
Decrease / (Increase) in Non Financial assets		12,634	1,60,538
(Increase)/Decrease in trade receivables		-	-
(Increase)/Decrease in Inventories		-	-
Decrease / (Increase) in Loans		(9,302)	(22,54,534)
Decrease / (Increase) in Other Financial assets		(54,992)	4,39,753
Cash Generated From Operations		90,492	(10,53,447)
Less: Direct Tax paid ( net of refunds)		(74,891)	(74,891)
<b>Net Cash Flow from Operating Activities</b>		<b>15,600</b>	<b>(11,28,339)</b>
<b>II. Cash Flow from Investing Activities:</b>			
Purchase of fixed assets		-	-
Decrease/(Increase) in Capital Work in Progress		-	-
Interest income		-	-
Redemption / (increase) in Investments		-	9,97,184
<b>Net cash flow (used in) investing activities</b>		<b>-</b>	<b>9,97,184</b>
<b>III. Net Cash Flow From Financing Activities:</b>			
Loan taken/paid during the year		-	50,000
Interest paid		-	-
<b>Net cash flow (used in) financing activities</b>		<b>-</b>	<b>50,000</b>
<b>IV. Net (decrease) / In cash and cash equivalents (I+II+III)</b>		<b>15,600</b>	<b>(81,155)</b>
Cash and cash equivalents (Opening)		(81,155)	-
Cash and cash equivalents (Closing)		(65,554)	(81,155)

Place : New Delhi

Date : 30.06.2021

**For CAPFIN INDIA LIMITED**

*Rachita Mantry*  
Rachita Mantry

(Whole Time Director)

**Director**

Din : 03413491



## **INDEPENDENT AUDITORS' REPORT**

To the Members of Capfin India Limited

### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying annual financial statements of **Capfin India Limited** ("the Company"), which comprise the balance sheet as at March 31, 2021, and the statement of profit and loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including 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, of the state of affairs of the Company as at March 31, 2021, and its loss (including other comprehensive income), the changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the Act and Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone 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 year. These matters were addressed in the context of our audit of the standalone 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.

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

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

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

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

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

## **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate





accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditors' Responsibility for the Audit of the Standalone 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 this standalone financial statements.

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

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



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

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

Materiality is the magnitude of the 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 annual 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 standalone financial statements of the current year 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, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act ("the Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:

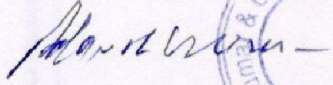


- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to the standalone financial statements and the operating effectiveness of such controls of the Company, refer to our separate report in "Annexure-B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- (i) The Company has no pending litigations as at March 31, 2021 on its financial position in its standalone financial statements.
- (ii) The Company did not have any long-term contracts, including derivative contracts as at March 31, 2021 for which there were material foreseeable losses.
- (iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2021.



For Adarsh Kumar & Co  
Chartered Accountants

ICAI Firm Registration number: 013300N



**Adarsh Kumar Agarwal**

Proprietor

Membership No: 087559

UDIN: 21087559AAAABB6746

Place: New Delhi

Date: 28<sup>th</sup> June, 2021



## Annexure A to Independent Auditors' Report

Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Capfin India Limited on the financial statements as of and for the year ended March 31, 2021.

Based on the audit procedures performed for the purpose of reporting a true and fair view on the standalone financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.  
  
(b) As explained to us, these fixed assets have been physically verified by the management at reasonable intervals; no any material discrepancies were noticed on such verification.  
  
(c) The title deed of the immovable property is held in the name of the Company
- (ii) According to the information and explanation given to us, the company is engaged in trading of shares. Further the company had no closing inventory whatsoever.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the Order are not applicable to the Company.
- (iv) According to the information and explanations given to us, the said clause is inapplicable to the Company, being a non-banking financial company registered under Chapter IIIB of the Reserve Bank of India Act, 1934
- (v) The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.



- (vi) The Central Government of India has not specified maintenance of cost records under Section 148(1) of the Act in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the order are not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of provident fund, employee's state insurance, service tax and duty of excise though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including sales tax, income tax, duty of customs, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities.  
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of service tax, duty of customs, income tax, sales tax, duty of excise and value added tax which have not been deposited on account of any dispute.
- (viii) The Company has not availed any loan from any financial institution, bank, Government and there are no dues to debenture holders. Therefore, the provisions of clause (viii) of paragraph 3 of the order are not applicable to the Company.
- (ix) The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (xi) The Company has paid remuneration to managerial personnel as per the provisions of Section 197 read with schedule V to the Companies Act, 2013.
- (xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- (xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been



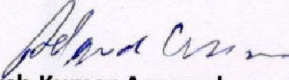
disclosed in the standalone financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015.

- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- (xvi) The Company is registered under section 45-IA of the Reserve Bank of India Act, 1934 vide registration no. 14.00643 dated 06/04/1998. Therefore, the provisions of clause (xvi) or paragraph 3 of the Order are applicable and have been complied with.

For Adarsh Kumar & Co

Chartered Accountants

ICAI Firm Registration number: 013300N

  
Adarsh Kumar Agarwal

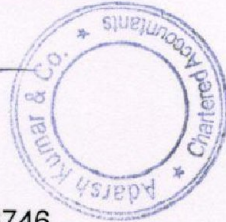
Proprietor

Membership No. 087559

UDIN: 21087559AAAABB6746

Place: New Delhi

Date: 28<sup>th</sup> June, 2021



## **"Annexure – B" to the Auditors' Report**

Referred to in paragraph 2(f) under 'Report on other legal and regulatory requirements' section of our report of even date to the members of Capfin India Limited on the financial statements as of and for the year ended March 31, 2021.

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013.**

We have audited the internal financial controls over financial reporting of Capfin India Limited as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

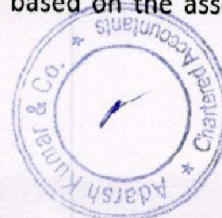
#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

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

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





procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### **Meaning of Internal financial control over financial Reporting.**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

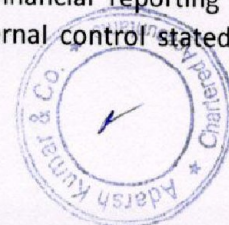
- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements 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 standalone financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the

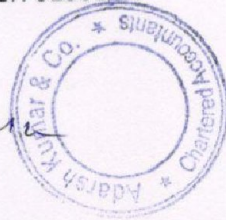
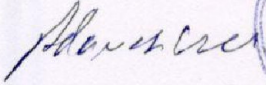


Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

**For Adarsh Kumar & Co**

Chartered Accountants

ICAI Firm Registration number: 013300N



CA Adarsh Kumar Aggarwal

Proprietor

Membership No. 087559

UDIN: 21087559AAAABB6746

Place: New Delhi

Date: 28<sup>th</sup> June, 2021