



Ushakiran Finance Limited

CIN No: L65923TG1986PLC006294

405, Raghava Ratna Towers, Chirag Ali lane, Hyderabad-500 001.
Ph: 2320 1073, Fax: (040) 2320 4273
E-mail: ushakiranfinance@yahoo.co.in, Website: www.uffinance.com

Date:5-9-2022

The Department of Corporate Services,
BSE Limited
25th Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Fort Mumbai – 400 001

To
Dear Sir,

Sub: Submission of 36th Annual Report – Reg.
Scrip Code: 511507

We are herewith enclosing the 36th Annual Report for the year 2021-2022 and the 36th AGM will be held on 28th September, 2022, for your kind perusal and the same has been sent to the members electronically today.

Kindly take the above on your records.

Thanking you

Yours faithfully,
For Ushakiran Finance Limited

(Sanjana Jain)
Company Secretary

36th
ANNUAL REPORT
2021-2022



USHAKIRAN FINANCE LIMITED

BOARD OF DIRECTORS

Mr. P.R.K. Murthy	—	Independent Director
Mrs. S. Jhansi Kumari	—	Independent Director
Mr. T. R. Sekhar	—	Director
Mr. T. Adinarayana	—	Chairman

KEY MANAGERIAL PERSONNEL

Mrs. Sanjana Jain	—	Company Secretary
Mr. T. Ramesh Babu	—	Chief Financial Officer
Mr. Omprakash Koyalkar	—	Manager

AUDITORS

Niranjan & Narayan, Chartered Accountants,
Hyderabad - 500 016.

SECRETARIAL AUDITORS

P.S. Rao & Associates, Company Secretaries,
Hyderabad – 500 082.

BANKERS

State Bank of India

REGISTERED OFFICE

405, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500 001.

REGISTRARS & SHARE TRANSFER AGENTS

Venture Capital and Corporate Investments Private Limited
12-10-167, Bharat Nagar, Hyderabad - 500 018.
Phone:040-23818476, Fax:040-23868024,
e-mail:investor.relations@vccipl.com; www.vccipl.com

NOTICE

NOTICE is hereby given that the Thirty Sixth Annual General Meeting of the Members of USHAKIRAN FINANCE LIMITED will be held on Wednesday, the 28th day of September, 2022 at 1.00 P.M., through Video Conferencing ('VC')/ Other Audio Visual Means ('OAVM') facility to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements as at 31st March, 2022, together with the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in the place of Sri. T. R. Sekhar, (DIN: 02943146), who retires by rotation and being eligible, offers himself for reappointment as Director.
3. 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 Sections 139, 141, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactments or modifications thereof, M/s. NSVR & Associates LLP, Chartered Accountants, (ICAI Firm Registration No. 008801S/S200060), Hyderabad, be and are hereby appointed as the statutory auditors of the company in place of the retiring auditors, M/s. Niranjana & Narayan, Chartered Accountants, (Firm Registration No.005899S), Chartered Accountants, to hold office for a period of five consecutive years from the conclusion of the 36th Annual General Meeting till the conclusion of 41st Annual General Meeting of the company, on such remuneration as may be determined by the board of directors of the company in consultation with statutory auditors based on the recommendation of the Audit Committee."

By order of the Board of Directors
For Ushakiran Finance Limited

Place : Hyderabad
Date : 13.08.2022

(Sanjana Jain)
Company Secretary
ACS:55914

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its circular dated 5th May, 2020 read with circulars dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January, 2021, 14th December, 2021 and 5th May, 2022 (collectively referred to as 'MCA Circulars') and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 and SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021, SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 has permitted the holding of the annual general meeting ('AGM') through VC/OAVM facility, without the physical presence of the members at a common venue. In compliance with the provisions of the Companies Act, 2013 (the 'Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'SEBI Listing Regulations') and MCA Circulars, the AGM of the Company is being held through VC/OAVM. The company has appointed Central Depository Services (India) Limited (CDSL) to provide Video Conferencing (VC)/Other Audio Visual Means (OAVM) facility for the 36th Annual General Meeting and the attendant enablers for conducting of the AGM. The registered office of the Company shall be deemed to be the venue for the AGM. Hence, members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM 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 and SEBI Circular 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 AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
3. Institutional/Corporate Shareholders (i.e., other than individuals/HUF,NRI etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC/OAVM, on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer at the email address dvratnam97@gmail.com and to the Company at the email address viz., ushakiranfinance@yahoo.co.in.
4. Members seeking any information or clarification on the accounts are requested to send in writing queries to the Company, at least one week before the date of the Meeting to enable the Company to keep the information ready at the Meeting.
5. The Register of Members and Share Transfer Books will remain closed from Thursday, 22nd September, 2022 to Wednesday, 28th September, 2022 (both days inclusive).
6. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1,

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2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Share Transfer Agents, M/s. Venture Capital and Corporate Investments Private Limited in this regard.

7. The Company's Shares have been listed at BSE Limited and the listing fee has been paid up to 2022 - 2023.
8. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
9. To support "Green Initiative" Members are advised to register their email address in respect of shares held in physical form to the company or Registrars and Share Transfer Agents of the company. Members who have not yet registered their email addresses are requested to register with concerned depository participant in respect of shares held in demat form to enable the company to serve documents in electronic form.
10. Members who hold shares in physical form can nominate any person in respect of all the shares held by them singly or jointly. Members who hold shares in single name are advised, in their own interest to avail of the nomination facility. Members holding shares in dematerialized form may contact their respective depository participant(s) for recording nomination in respect of their shares. Members holding shares in physical form are requested to convert their holdings to dematerialized form to eliminate all risks associated with physical shares.
11. Members may also note that the notice of the 36th Annual General Meeting is available on the Company's website: www.uffinance.com. All documents referred to in the accompanying notice and the statement pursuant to Section 102(1) of the Companies Act, 2013 shall be open for inspection by the Members by writing an e-mail to the Company at ushakiranfinance@yahoo.co.in.
12. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details and also their Bank Account Numbers to the Company/RTA.
13. Pursuant to Regulation 36(3) of SEBI (LODR) Regulations, 2015 and Secretarial Standard - 2 (SS-2) on General meetings, brief profile of Sri. T. R. Sekhar, the director liable for retirement by rotation and eligible for reappointment, is furnished as Annexure to the notice.

Except Sri. T. R. Sekhar, who is proposed to be reappointed as director and who is the Son of Sri. T. Adinarayana, Director of the company, none of the other directors or Key Managerial Personnel of the Company and their relatives are any way

concerned or interested in the resolution. The board recommends for the approval of the members to pass the resolution as set out at item No.2 of the Notice as an Ordinary resolution.

14. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
15. In compliance with the MCA Circulars and SEBI Circulars issued from time to time, the Notice of the Annual General Meeting along with the Annual Report for the financial year 2021-2022 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members may note that the Notice of Annual General Meeting and Annual Report for the financial year 2021-2022 will also be available on the Company's website www.uffinance.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 CDSL <https://www.evotingindia.com>.
16. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
17. E- Voting:
 - a. In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide the Members with the facility to exercise their right to vote on resolutions proposed to be considered at the 36th Annual General Meeting (AGM) by electronic means, through the e-voting services provided by Central Depository Services (India) Limited (CDSL). The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
 - b. The Chairman shall formally propose to the members participating through VC/OAVM facility to vote on the resolutions as set out in the Notice of the 36th AGM and announce the start of the casting of vote through the e-voting system of CDSL.
 - c. The Members can join the AGM in the VC/OAVM mode 15 minutes before 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 to at least 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.
 - d. The voting rights of members shall be in proportion to their shareholding in the paid up equity share capital of the company as on 21st September, 2022, being the cut-off date.

e. The remote e-voting period commences on Sunday, 25th September, 2022 (9:00 a.m. IST) and ends on Tuesday, 27th September, 2022 (5:00 p.m. IST). During this period, Members holding shares either in physical form or in dematerialized form, as on Wednesday, 21st September, 2022 i.e., cut-off date, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Those Members, who will be present in the 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 during the AGM.

The members of the Company, holding shares either in physical form or in dematerialized form, as on 21st September, 2022, being the cut-off date, may cast their vote (for or against) electronically. In case a person has become the member of the company after sending of AGM Notice but on or before the cut-off date i.e., 21st September, 2022 may write to M/s. Venture Capital and Corporate Investments Private Limited, (RTA), email: investor.relations@vccipl.com requesting for the user ID and pass word/sequence number. After receipt of the above credentials please follow the instructions for share holders voting electronically.

f. The Members who have casted their vote by remote e-voting prior to the AGM may also attend/participate in the AGM through VC/OAVM but shall not be entitled to cast their vote again.

g. The Board has appointed Mr. D. Venkata Ratnam, Chartered Accountant, of M/s. Suresh and Babu, Chartered Accountants, as scrutinizer for conducting the remote e-voting and voting during the Annual General Meeting in a fair and transparent manner.

Instructions for e-voting and joining the AGM are as follows:

The instructions for shareholders for e-voting and Joining Virtual Meeting are as under:

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

i. The e-voting period will begin on Sunday, 25th September, 2022 (9:00 a.m. IST) and ends on Tuesday, 27th September, 2022 (5:00 p.m. IST). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) i.e., 21st September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- ii Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.
- iii Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- iv In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 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.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi/Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi/Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e., CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in Demat mode with NSDL Depository	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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	<p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e., your sixteen digit demat account number held 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 name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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

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

Login type	Helpdesk details
<p>Individual Shareholders holding securities in Demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no.1800 22 55 33</p>
<p>Individual Shareholders holding securities in Demat mode with NSDL</p>	<p>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.</p>

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Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

v. Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

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

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none">● Shareholders who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none">● If both the details are not recorded with the depository or company please enter the member id/folio number in the Dividend Bank details field.

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

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- ix. Click on the EVSN for the relevant Company, Ushakiran Finance Limited, on which you choose to vote.
- x. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xii. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xiii. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xiv. You can also take a print out of the votes cast by clicking on “Click here to print” option on the Voting page.
- xv. If a demat account holder has forgotten the login password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi. There is also an optional provision to upload Board Resolution/Power of Attorney if any uploaded, which will be made available to scrutinizer for verification.
- xvii. Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.
 - * Non-Individual shareholders (i.e., other than Individuals, HUF, NRI etc.,) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - * A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - * After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - * The list of accounts linked in the login will be mapped automatically & can be delinked in case of any wrong mapping.
 - * It is mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - * Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/Authority letter etc., together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz., ushakiranfinance@yahoo.co.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending the meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend the meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops/IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least one week prior to meeting mentioning their name, demat account Number/folio number, email id, mobile number at ushakiranfinance@yahoo.co.in. The Company reserves the right to restrict the number of speakers and time for each speaker depending on availability of time for the AGM. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance one week prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at ushakiranfinance@yahoo.co.in. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the 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 available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

1. For Physical shareholders - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

General Instructions

1. The Scrutiniser, after scrutinising the votes cast at the meeting and through remote e-voting, unblock the votes cast in the presence of atleast two witnesses, not in the employment of the company, not later than two working days of conclusion of the AGM, make a consolidated Scrutiniser's Report of the total votes cast in favour or against, if any, and submit the same to the Chairman or to a person authorized by him in writing.
2. The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.uflfinance.com and on the website of CDSL i.e., www.evotingindia.com. The Company shall simultaneously forward the results to BSE Limited, where the shares of the Company are listed, within two working days of conclusion of its AGM.
3. Subject to the receipt of requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the Annual General Meeting i.e., on 28th September, 2022.

By order of the Board of Directors
For Ushakiran Finance Limited

Place : Hyderabad
Date : 13.08.2022

(Sanjana Jain)
Company Secretary
ACS:55914

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:

Item No.3

In accordance with the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company at their 31st Annual General Meeting ('AGM') held on 29th September, 2017, appointed M/s. Niranjana and Narayan, Chartered Accountants, Hyderabad as the Statutory Auditors of the Company for a term of five (5) years i.e., to hold office upto the 36th Annual General Meeting of the Company, which will be held in the year 2022. Consequently, M/s. Niranjana and Narayan., Chartered Accountants, would be completing their term of five (5) years as the Statutory Auditors of the Company at the ensuing 36th AGM.

Based on the recommendations of the Audit Committee, the Board of Directors recommend the appointment of M/s. NSVR & Associates LLP., Chartered Accountants, (ICAI Firm Registration No. 008801S/S200060) as Statutory Auditors of the Company for a term of five (5) consecutive years, to hold office from the conclusion of 36th AGM till the conclusion of 41st AGM of the Company subject to the approval of members at the ensuing 36th Annual General meeting of the company.

The Company has received consent letter & eligibility certificate along with Peer review certificate from M/s. NSVR & Associates LLP., Chartered Accountants, (ICAI Firm Registration No. 008801S/S200060), to act as Statutory Auditors of the Company along with a confirmation that, their appointment, if made, would be within the limits prescribed under the Companies Act, 2013.

None of the Directors / Key Managerial Personnel of the Company / their relatives are in any way concerned or interested, financially or otherwise, in the Resolution as set out at Item No. 3 of the Notice.

By order of the Board of Directors
For Ushakiran Finance Limited

Place : Hyderabad
Date : 13.08.2022

(Sanjana Jain)
Company Secretary
ACS:55914

USHAKIRAN FINANCE LIMITED

Annexure

Details of Directors/KMP's seeking appointment and / or re-appointment at the ensuing Annual General Meeting (as per Regulation 36(3) of the SEBI (LODR) Regulations, 2015 and Secretarial Standard – 2 (SS-2).

Particulars	Director
Name	T. Raja Sekhar
Date of Birth	21/12/1982
Nationality	Indian
Age	39 years
Date of first appointment	10/07/2018
DIN	02943146
Experience	Since 2018 he is continuing to work as Executive Director of Sigachi Laboratories Limited. Earlier he has worked at USA for about 1 year and 2 years in India in software companies. He has also worked in a granite company for about 4 years.
No. of equity shares held in the Company (as on 31 st March, 2022)	15,000
Qualifications	B.E., MS (USA)
Directorships other Public Companies (excluding Foreign, Private and Section. 8 Companies)	Sigachi Laboratories Ltd.,
Membership/Chairmanship of Committees of other Public Companies	—
Relationships, if any, between Directors inter- se	Son of Mr.T. Adinarayana, Director
Remuneration Sought to be paid per annum	—
Remuneration last drawn per annum	—
Terms and conditions of reappointment	Liable to retire by rotation
Number of board meetings attended during the year	5

DIRECTORS' REPORT

**To
The Members,**

Your Directors have pleasure in presenting the Thirty Sixth Annual Report on the business of your company, together with the Audited Financial Statements of the Company for the year ended 31st March, 2022 along with Auditors' Report thereon.

1. FINANCIAL HIGHLIGHTS

(Rupees in Lakhs)

Particulars	2021-2022	2020-2021
Gross income	36.35	47.25
Profit /(Loss) before Depreciation, Finance Costs and Tax	12.32	27.43
Depreciation	0.52	0.09
Finance costs	—	—
Profit/(Loss) before tax	11.80	27.34
Current Tax	1.41	0.97
Deferred Tax	(9.64)	0.07
Net Profit/(Loss)	20.03	26.30

2. OPERATING RESULTS

Your company has generated total Gross Income of Rs.36.35 Lakhs during the financial year 2021-2022 as against Rs. 47.25 Lakhs during the financial year 2020-2021 and has earned a profit of Rs. 20.03 Lakhs as against profit of Rs. 26.30 Lakhs respectively as per Ind AS. The Company has provided demand loans to various parties. The company is taking steps for recovery of the amounts due from credit impaired or NPA Accounts.

3. DIVIDEND

With a view to conserve resources for long term needs of the Company, your directors do not recommend any dividend for the Financial Year 2021-2022.

4. TRANSFER TO RESERVE

The Company did not transfer any amount to the General Reserve for the Financial Year ended 31st March, 2022.

5. CHANGE IN THE NATURE OF BUSINESS

During the year under review, there has been no change in the nature of business of the Company.

6. CHANGES IN THE SHARE CAPITAL

The paid up share capital of the company as on 31st March, 2022 is Rs.2,54,45,000/- consisting of 25,44,500 Equity Shares of Rs.10/- each. During the year under review, the company has not issued any fresh shares.

7. DIRECTORS

During the year under review, Sri. T. R. Sekhar, Director will retire at the ensuing Annual General Meeting and being eligible offers himself for re-appointment and the Board recommends his reappointment.

All the Independent Directors of your Company have given declarations under Section 149 (7) of the Companies Act, 2013 that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and the Rules made there under and also as per applicable regulations of the SEBI (LODR) Regulations, 2015. Further, they have also confirmed that they are not aware of any circumstances or situations, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge the duties with an independent judgment and without any external influence.

None of the Directors are disqualified from being appointed or holding office as Directors, as stipulated under Section 164 of the Companies Act, 2013.

8. BOARD MEETINGS

During the financial year 2021-2022, Five Board Meetings were properly convened and held on 30th June, 2021, 31st July, 2021, 2nd November, 2021, 25th January, 2022 and 30th March, 2022.

9. BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and all other committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of your Company and its minority shareholders etc., The performance evaluation of the Independent Directors was carried out by the entire Board, excluding the Independent Director being evaluated.

In a separate meeting of Independent Directors, performance of Non-Independent Directors, the Board as a whole and the Chairman of your Company was evaluated, taking into account the views of the Executive Director/Manager & Non-Executive Directors. The Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings etc.,

10. KEY MANAGERIAL PERSONNEL

The Board designated the following as Key Managerial personnel of the Company under the provisions of the Companies Act, 2013:

Mr. Omprakash Koyalkar	-	Manager
Mr. T. Ramesh Babu	-	Chief Financial Officer
Mrs. Sanjana Jain	-	Company Secretary and Compliance officer

During the year under review there were no changes in the office of Key Managerial personnel of the company.

11. NAMES OF THE COMPANIES WHICH HAVE BECOME/CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR

The Company did not have any subsidiaries, associates or joint ventures during the year.

12. FIXED DEPOSITS

The Company has not accepted any Fixed Deposits and as such no principal or interest was outstanding as on the date of the balance sheet.

13. SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the regulators or courts which would impact going concern status and its operations in future.

14. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place proper and adequate internal control systems commensurate with the nature of its business and size and complexity of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting, timely feedback, compliance with policies, procedures, applicable laws and regulations. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The Audit committee actively reviews the adequacy and effectiveness of the Internal Financial control and suggests the improvements for the same.

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134 (3) (c) and read with Section 134 (5) of the Companies Act, 2013, in respect of Directors' responsibility statement, Your Directors state that:

- (i) In the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) Appropriate accounting policies had been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2022 and of the Profit and Loss of the Company for that period;
- (iii) 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;
- (iv) The annual accounts have been prepared on a going concern basis;
- (v) Internal financial controls have been laid down to be followed by the company and that such internal financial controls are adequate and were operating effectively, and
- (vi) That proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. AUDITORS

M/s. Niranjan and Narayan, Chartered Accountants, Hyderabad were appointed as statutory auditors of the Company for a period of 5 years at the 31st Annual General Meeting held on 29th September, 2017 and their tenure comes to end at the ensuing 36th Annual General Meeting.

The Board of Directors of the Company at its meeting held on 13th August, 2022 based on the recommendation of the Audit Committee and subject to approval of the shareholders at the ensuing AGM, recommends to appoint M/s. NSVR & Associates LLP., Chartered Accountants, (ICAI Firm Registration No. 008801S/S200060) as Statutory Auditors of the Company for a term of five (5) consecutive years, to hold office from the conclusion of 36th AGM till the conclusion of 41st AGM of the Company.

The Auditors have issued their report on the financial statements for the financial year ended 31st March, 2022, with an unmodified opinion and do not contain any qualification, or adverse remarks or disclaimer that may call for any explanation from the Board of Directors.

The Statutory Auditors were present in the last AGM held on 24th September, 2021.

17. AUDITORS' REPORT

There are no qualifications or adverse remarks made by M/s. Niranjana & Narayan, Chartered Accountants, Statutory Auditors in their report for the Financial Year ended 31st March, 2022.

The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under sub-section (12) of section 143 of the Companies Act, 2013, during the year under review.

18. SECRETARIAL AUDITORS

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 has appointed M/s. P.S. Rao & Associates, a firm of Practising Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit report for the financial year 2021-2022 is annexed herewith as Annexure - I to this Report.

19. SECRETARIAL AUDIT REPORT

There are no qualifications, reservations or adverse remarks made by M/s. P.S. Rao & Associates, Practising Company Secretaries in their report for the financial year ended 31st March, 2022.

20. INTERNAL AUDITORS

The Board on the recommendations of the Audit Committee has appointed M/s. Suresh and Babu, Chartered Accountants as internal auditors of the Company. The Internal Auditors are submitting the reports on quarterly basis.

21. AUDIT COMMITTEE

The audit committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015 read with Section 177 of the Companies Act, 2013.

The following is the composition of Audit Committee as at 31st March, 2022:

1. Mr. P.R.K. Murthy, Chairman
2. Mrs. S. Jhansi Kumari
3. Mr. T. R. Sekhar

All the recommendations made by the Audit Committee of the Company have been considered and accepted by the Board of Directors of the Company.

22. NOMINATION AND REMUNERATION COMMITTEE

The following is the constitution of Nomination and Remuneration Committee as at 31st March, 2022:

1. Mr. P.R.K. Murthy, Chairman
2. Mrs. S. Jhansi Kumari
3. Mr. T. R. Sekhar

The Nomination and Remuneration Committee has been constituted to recommend a policy of the company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of director and other matters and to frame proper systems for identification, appointment of Directors and KMPs, payment of remuneration to them and evaluation of their performance and to recommend the same to the board from time to time and any other function as may be mandated by the Board or stipulated by the Companies Act, 2013, SEBI, Stock Exchanges or any other regulatory authorities from time to time. The policy is also posted on the company's website www.uffinance.com.

23. STAKE HOLDERS RELATIONSHIP COMMITTEE

The following is the composition of Stake Holders Relationship Committee as at 31st March, 2022:

1. Mr. P.R.K. Murthy, Chairman
2. Mrs. S. Jhansi Kumari
3. Mr. T. Adinarayana

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors. The Committee specifically looks into investor complaints like transfer/transmission/transposition of shares, and other related issues. There were no complaints pending for redressal as at 31st March, 2022.

24. CORPORATE SOCIAL RESPONSIBILITY

The Company was not required to constitute Corporate Social Responsibility (CSR) Committee as the company has not met any of the thresholds mentioned in section 135 of the Companies Act, 2013 during the financial year under review. Hence reporting about the policy on Corporate Social Responsibility and initiatives taken are not applicable to the company.

25. MEETING OF INDEPENDENT DIRECTORS

The Independent Directors of the company have met separately on 30th March, 2022 inter-alia, reviewed the performance of the Chairman, Non Independent Directors and Manager. The Independent Directors in the said meeting also assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board to effectively and reasonably perform its duties.

26. RISK MANAGEMENT POLICY

The Company has developed and is implementing a risk management policy which includes the identification therein of elements of risk, which in the opinion of the board may threaten the existence of the Company.

27. VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES OF THE COMPANY

Pursuant to the applicable provisions of the Companies Act, 2013 and applicable Regulations of SEBI (LODR) Regulations, 2015, a Vigil Mechanism for directors and employees to report genuine concerns has been established.

The Company has a Whistle Blower Policy to deal with instances of fraud and mismanagement, if any in the Company. The Vigil Mechanism/Whistle Blower policy may be accessed on the Company's website at www.uffinance.com.

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

Your Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The policy aims to provide protection to employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

29. EXTRACT OF ANNUAL RETURN

As required pursuant to Section 92(3) read with 134(4)(a) of the Companies Act, 2013, the Annual Return of the Company as on 31st March, 2022 is available on the website of the Company at www.uffinance.com.

30. RELATED PARTY TRANSACTIONS

As a matter of policy, your company carries out transactions with related parties on an arms-length basis. Disclosures as required under form AOC-2 are annexed as Annexure – II and also contained in Notes to Financial Statements. There are no materially significant related party transactions made by the company with promoters, directors, key managerial personnel which may have a potential conflict with the interests of the company at large, except payment of remuneration to Key Managerial Personnel. The policy on the related party transactions is also posted at the Company's website www.uffinance.com.

31. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company being a non banking finance company registered with Reserve Bank of India, mainly deals in the business of Investments and financing activities, is exempt from complying with the provisions of Section 186 of the Companies Act, 2013. Accordingly, the disclosures of the loans given and Investments made as required under the aforesaid section have not been given in this report. However, information regarding loans and investments are detailed in the notes to the financial statements.

32. LISTING OF EQUITY SHARES

Your company shares are listed with the BSE Limited. The listing fee has been paid for the financial year 2022-2023.

33. CORPORATE GOVERNANCE

Since the paid up capital of the company is less than Rs.10 Crores and the net worth of the Company is less than Rs.25 Crores, the provisions of Regulations 17,17A,18, 19,20,21,22,23,24,24A,25,26,27 and clauses (b) to (i) and (t) of sub-regulation 2 of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, are not applicable to the Company, hence corporate governance report has not been enclosed to directors report.

34. INSIDER TRADING REGULATIONS

The Company has adopted an 'Internal Code of Conduct' for Regulating, Monitoring and Reporting of Trades by Insiders ("the Code") in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 (The PIT Regulations).

The Code is applicable to all Directors and such Designated Employees and other connected persons who are expected to have access to unpublished price sensitive information relating to the Company. The Company Secretary is the Compliance Officer for monitoring adherence to the SEBI (Prohibition of Insider Trading) Regulations, 2015.

The Company has also formulated 'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)' in compliance with the PIT Regulations. This Code is displayed on the Company's website viz., www.uffinance.com.

35. DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

The Company has adopted a Code of Business Conduct and Ethics (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards and that the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2021-2022. A Declaration in this regard is annexed as Annexure III.

36. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

a. INDUSTRY STRUCTURE AND DEVELOPMENTS:

Your company is essentially an investment and finance company and registered with the Reserve Bank of India under the category of Non-Systematically Important Non-Deposit taking NBFC i.e., Non-Deposit taking NBFC with assets less than Rs.100 crores.

Due to improved post covid-19 pandemic conditions, the outlook towards global and Indian Financial Markets has been improving. Although in the FY 2021-22, the concerns surrounding the sector due to debt defaults amidst temporary asset liability mismatches arose, the inherent strength of the sector, coupled with the Reserve Bank's continuing vigil on the regulatory and supervisory front, will ensure that the growth of the sector is sustained and liquidity fears are allayed.

b. OPPORTUNITIES & THREATS:

As India marches on a growth trajectory, the country is set to remain one of the fastest growing economies in the world. The financial year 2021-22 witnessed the impact of the third wave caused by the Omicron variant followed by geopolitical conflicts between Russia and Ukraine. In 2022 rising international commodity prices remain the biggest risk emanating from the conflict, as Russia and Ukraine are global suppliers of key commodities.

This pandemic has inflicted enormous pain and suffering to individuals and corporates alike across the world. However, it gave the world an opportunity to reinvent itself to adapt to new ways of life and business. COVID-19 was a real test of resilience and agility for every business.

While businesses across various parts of the country are resuming their operations gradually, they are still facing challenges due to the change in the macro-economic environment caused by pandemic. Corporations that have successfully adapted the challenges thrown by COVID-19 have become more resilient and prepared to weather future disruptions. It was not just the corporate sector that has been forced to rapidly adapt. Public services organizations, regulators, governments, and local administrations have demonstrated their potential to adapt and overcome.

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 may enhance the shareholders' value.

The Covid-19 infection rates are currently down, but the pandemic has not been eradicated officially. Hence, the possibility of disruption of economic activity due to further waves of infections cannot be ruled out. The most significant threat for any lending activity is to constantly exhibit operational excellence and contain the loss and mitigate the risks.

c. FUTURE OUTLOOK:

The spill-over effects of geopolitical conflicts could enhance India's status as a preferred alternate investment destination. The large vaccinated population should help us contain the impact of subsequent infections waves, if any, substantially. The businesses have gradually started picking up pace with the roll out of vaccines and economic revival. Co-lending and assignment/securitization are likely to remain the catalysts of the upcoming financial year.

d. RISKS & CONCERNS:

Unexpected regulatory changes or increase in regulatory scrutiny/restrictions or unexpected events generally referred to as black swan events may affect the manner in which the markets react. As your company's business is purely into Finance & investment activities, the capital market developments may affect the gains and profitability of the Company. Finance and Investment Companies are exposed to various risks, namely, Credit Risk, Market Risk and Operational Risk, besides other residual risks such as Liquidity Risk, Interest Rate Risk, Strategic Risk etc., any company which is in the business of lending, the entire proposition of the Company (providing finance to various segments of the economy) is on the fundamentals of managing the risk rather than avoiding it.

e. INTERNAL CONTROL:

Your company has in place adequate internal financial control system and effective internal controls system, including internal financial controls, which are crucial for reducing the risk of financial loss. It helps to ensure accuracy, completeness and reliability in financial statements. The Company's internal control systems, including internal financial controls, are commensurate with the nature of its business and the size and complexity of its operations and the same are adequate and operating effectively. The Audit Committee reviews adequacy and effectiveness of the Company's internal control system including internal financial control. The Company has put in place enhanced risk-based supervision systems and ensures continuous monitoring. Your company has taken proper care for the maintenance of adequate accounting records as required by various statutes.

f. PERFORMANCE HIGHLIGHTS:

During the year 2021-2022 the company has earned Gross Income of Rs.36.35 Lakhs as against Rs.47.25 Lakhs during the financial year 2020-2021 and has earned a net profit of Rs.20.03 Lakhs for financial year 2021-2022 as against profit of Rs. 26.30 Lakhs during the financial year 2020-2021 respectively.

g. HUMAN RESOURCES:

The current activities of the company may not require significant human resource, however to the extent possible requisite personnel have been engaged to take care of organization need of human resources. Accordingly, your company attributes importance to human resource development activities.

USHAKIRAN FINANCE LIMITED

h. Details of Key Financial Ratios:

(Rs. in Lakhs)

Sl. No.	Particulars	As at 31.3.2022	As at 31.3.2021	% Change
1	Debtors Turnover	NA	NA	NA
2	Inventory Turnover	NA	NA	NA
3	Interest Coverage Ratio	NA	NA	NA
4	Current Ratio(Current assets/Current liabilities)	17.13	26.44	(35.22)
5	Debt Equity Ratio	NA	NA	NA
6	Operating Profit Margin (%)(PBIT/Total Revenue)	32.46	57.86	(43.90)
7	Net Profit Margin (%)(Net Profit/Total Revenue)	55.10	55.66	(1.02)
8	Return on Net Worth (%)(Net Profit/Net Worth)	1.62	3.89	(58.23)

1) The reduction in current ratio by more than 25% is mainly due to further lending and purchase of Property, Plant and Equipment.

2) The reduction in operating margin and return on net worth by more than 25% is mainly due to reduction in fair value gains.

i. CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis that addresses expectations about the future, including but not limited to statement about Company's strategy for growth, 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.

37. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

The Company has 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 were no Foreign Exchange earnings and out go during the year.

38. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the company is annexed as Annexure - IV.

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any employee who is employed throughout the financial year and in receipt of remuneration of Rs.102 Lakhs or more, or employees who are employed for a part of the year and in receipt of Rs.8.50 Lakhs or more per month.

39. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, affecting the financial position of the company which occurred during and between the end of the financial year to which the financial statements relate and the date of this report.

40. IMPACT OF COVID-19 PANDEMIC

The Covid infection rates have drastically come down, but the pandemic has not been eradicated officially. Hence, the possibility of disruption of economic activity due to further waves of infections cannot be ruled out. The Company believes that it has taken into account all the possible impact of known events arising out of Covid-19 pandemic in the preparation of financial statements resulting out of fair valuation of the investments. The Loans have also been subjected to impairment losses. The NBFC Sector is staring at another bout of liquidity challenges due to the side effects of COVID-19.

The impact of the epidemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes and future economic conditions.

41. MAINTENANCE OF COST RECORDS

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

42. SECRETARIAL STANDARDS

Your Company complies with all applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India.

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

No application was made or any proceedings pending under the IBC, 2016 during the year ended on 31st March, 2022.

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

Not Applicable

45. ACKNOWLEDGEMENT AND APPRECIATION

Your Directors gratefully acknowledge the continued assistance and co-operation extended by various Government Authorities, RBI, SEBI, Stock Exchange, other regulatory authorities and bankers. The Board expresses its appreciation of the understanding, dedication and support extended by the employees of the Company. Your Directors also sincerely acknowledge the confidence and faith reposed by the shareholders in the Company.

for and on behalf of the Board

Place : Hyderabad

Date : 13.08.2022

(T. Adinarayana)

Chairman

DIN:00917498

Annexure - I

P.S. RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2,
Ishwarya Nilayam,
Opp: Sai Baba Temple,
Dwarakapuri Colony,
Panjagutta, Hyderabad-500082.

SECRETARIAL AUDIT REPORT

For the Financial Year ended on March 31, 2022

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

To

The Members

Ushakiran Finance Limited

405, Raghava Ratna Towers, Chirag Ali Lane,
Hyderabad – 500001, Telangana.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Ushakiran Finance Limited, (hereinafter called the Company). 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's 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 in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- i. The Companies Act, 2013 (the Act) and the rules made there under.
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under.
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment. (Not applicable to the company during the audit period).

- v. 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, 2015.
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018. **(Not applicable to the Company during the audit period).**
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014. **(Not applicable to the Company during the audit period).**
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2018. **(Not applicable to the Company during the audit period).**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009. **(Not applicable to the Company during the audit period)** and
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018. **(Not applicable to the Company during the audit period).**
 - i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi. Other specifically applicable laws to the Company:
- * Non-Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

We have also examined compliance with the applicable clauses Secretarial Standards issued by the institute of Company Secretaries of India.

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

We further report that:

- * The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

USHAKIRAN FINANCE LIMITED

- * Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- * All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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.
- * there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs.

For P. S. Rao & Associates
Company Secretaries

MB Suneel
Company Secretary
C.P.No:14449
PR No.710/2020
UDIN:A031197B000544754

Date : 30.5.2022
Place : Hyderabad

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

'Annexure A'

To
The Members
Ushakiran Finance Limited
405, Raghava Ratna Towers, Chirag Ali Lane,
Hyderabad - 500001, Telangana.

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

1. Maintenance of secretarial record 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 the Secretarial records. The verification was done on 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 Account of the company.
4. Where ever required, we have obtained the Management representation about the compliance of 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 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.

For **P. S. Rao & Associates**
Company Secretaries

Date : 30.5.2022
Place : Hyderabad

MB Suneel
Company Secretary
C.P.No:14449

Annexure – II

FORM NO. AOC – 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8 (2) of the Companies (Accounts) Rules, 2014]

Form for Disclosure of particulars of Contracts/Arrangements entered into by the Company with the related parties referred to in sec.188 of the Companies Act, 2013.

1. Details of contracts or arrangements or transactions not at arm's length basis: Nil
2. Details of material contracts or arrangements or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ Transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Dates of approval by the Board, if any:	Amount in Rs.
Omprakash Koyalkar, Manager	Remuneration & Perquisites	3 Years w.e.f. 10-07-2021	N.A	30-06-2021	2,68,017/-
T. Ramesh Babu, Chief Financial Officer	Remuneration & Perquisites	Regular Employee	N.A	30-06-2021	3,03,304/-
Sanjana Jain, Company Secretary	Remuneration & Perquisites	Regular Employee	N.A	04-05-2019	3,00,000/-

Other than payment of remuneration to key managerial personnel amounting to Rs.8,71,321/- (Rs.8,26,231/-) there are no other contracts or arrangements with related parties.

Annexure - III

DECLARATION OF CODE OF CONDUCT

The Company has adopted a Code of Business Conduct and Ethics (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards.

We, hereby confirm that the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2021 - 2022.

For Ushakiran Finance Limited

Place : Hyderabad
Date : 13.08.2022

(Omprakash Koyalkar)
Manager

USHAKIRAN FINANCE LIMITED

Annexure – IV.

Disclosure as per Section 197 of The Companies Act, 2013 and Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Name	Age	Qualifications	Designation	Date of Commencement of employment	Experience (years)	Gross Remuneration (CTC) (Rs.)	Previous Employment	Previous Designation
Omprakash Koyalkar	56	B.Com.,	Manager	10-07-2018 (11-7-2021 Reappointed as Manager)	29	2,68,017/-	Sigachi Laboratories Ltd.,	Accountant
T. Ramesh Babu	35	M.Com.,	CFO	01-03-2020	14	3,03,304/-	Sigachi Laboratories Ltd.,	Accounts Officer
Sanjana Jain	28	B.Com., ACS.,	Company Secretary	04-05-2019	3	3,00,000/-	NA	NA

i) The ratio of remuneration of each director to the median remuneration of the employees of the company for the financial year:

Not Applicable as no remuneration has been paid to the Directors during the financial Year 2021 - 2022.

ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Name	Designation	Remuneration for the year ended 31-3-2022 (Rs. in lakhs)	% increase in Remuneration
Omprakash Koyalkar	Manager	2.68	10.43%
T. Ramesh Babu	CFO	3.03	6.97%
Sanjana Jain	Company Secretary	3.00	—

iii) The percentage increase in the median remuneration of employees in the financial year:

Not Applicable as there are no employees other than KMP's.

iv) The number of permanent employees on the rolls of the company are 3 as on 31st March, 2022.

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v) Average percentile increase already made in the salaries of the 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 is an average increase of about 6% in remuneration of KMP's during the year 2021-2022. Thus there was no exceptional circumstance for increase in the managerial remuneration in the last financial year.

vi) 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.

A) Top 10 Employees in terms of remuneration, other than Key Managerial Personnel:

Name	Age (years)	Qualifications and experience of employee	Designation	Date of Commencement of employment	Nature of employment	Remuneration in (Rs.) Per Annum	Previous Employment	Relative of Director, If any	% of Share holding
				NIL					

There is no employee who is drawing annual salary of Rs.102 lakhs and more and monthly salary of Rs.8.5 lakhs and more.

USHAKIRAN FINANCE LIMITED

NIRANJAN & NARAYAN,
CHARTERED ACCOUNTANTS

First Floor, H.No.7-1-28/1/A/21,
Shyamkaran Road,
Ameerpet, Hyderabad- 500 016.

Independent Auditors' Report

To
The Members of
Ushakiran Finance Limited,

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Ushakiran Finance Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, (including other comprehensive income) the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("The Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, and its profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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.

Key Audit Matters	How our audit addressed the key audit matter
<p>1. The Company's investment portfolio consists of Equity Instruments and Mutual Funds. Total investment portfolio of the Company represents 87.93 per cent of the Company's total assets (net of provision). Investments are stated at fair value. 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 mostly liquid and quoted investments. However, due to their materiality in the context of the financial statements as a whole, they are considered to be main area which had significant impact on our overall audit strategy.</p> <p>2. The following are the impact areas for the Company. - Classification and measurement of Financial Assets (loans) and Financial Liabilities - Measurement of Loan losses (expected credit losses)</p> <p>3. Impairment Loss Allowance Management's judgments in the calculation of impairment allowances have significant impact on the financial statements. The estimates regarding impairment require a significant degree of judgement, which increased with implementation of Expected Credit Loss ("ECL") as required by Ind AS 109 relating to "Financial instruments." Management is required to determine the expected credit loss.</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 techniques. • 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, verified with the quoted prices on the measurement date. <p>Understood, the methodology implemented by management to give impact due to classification of Financial Instruments, Measurement of expected credit losses.</p> <p>We have obtained an understanding of management's assessment of impairment of loans and advances including the Ind AS 109 impairment allowance and ECL.</p>

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

The Company's Board of Directors is responsible for other information. The other information comprises the information included in the Directors' report and Management Discussion and Analysis Report but does not include the Ind AS financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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 for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India, including the 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We also:

a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

b) Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d) 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.

e) 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 Companies Act, 2013, we give in "Annexure A", to this Report, a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The 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 financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial reporting.
 - 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/Manager during the year is in accordance with the provisions of section 197 of the Act.

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- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the information and explanations given to us:
- i. The Company do not have pending litigations which would impact its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There are no funds, 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(s) or entity(ies), including foreign entities ("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(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

for Niranjan and Narayan
Chartered Accountants
Firm Registration Number: 005899S

(M. Niranjan)
Partner

Place : Hyderabad
Date : 30th May, 2022.

Membership No. 029552
UDIN:22029552AJVYUT1580

ANNEXURE – A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the members of Ushakiran Finance Limited on the Financial Statements for the year ended 31st March, 2022.

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment and its intangible assets.
- (b) The Property, Plant and Equipment and Investment Properties, have been physically verified by the Management at reasonable intervals, and according to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its business.
- (c) According to the information and explanations given to us and on the basis of our examination of the Records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of the Records, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year;
- (e) According to the information and explanations given to us and on the basis of our examination of the Records of the Company, no proceedings have been initiated against the Company during the year or are pending against the Company as at 31st March, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The Company is in the business of providing loans and has classified all the equities and mutual funds as investments under financial assets and does not have any physical inventories. Thus paragraph 3(ii)(a) is not applicable.
- (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.
- (iii) (a) Since the Company's principal business is to give loans, the provisions of clause 3(iii)(a) of the Order are not applicable.
- (b) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the terms and conditions of the grant of all loans and advances, investments made are not observed to be prejudicial to the Company's interest.

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- (c) In our opinion and according to the information and explanations given to us, in respect of loans and advances in the nature of loans (all are demand loans), the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts in some cases are not regular during the year.
- (d) In our opinion and according to the information and explanations given to us, the total amount overdue for more than ninety days amounts to Rs.30,19,919/-. The Company is taking reasonable steps for recovery of the principal and interest.
- (e) Since the Company's principal business is to give loans, the provisions of claus 3(iii)(e) of the Order are not applicable.
- (f) In our opinion and according to the information and explanations given to us, the Company has granted loans which are either repayable on demand or without specifying any terms or period of repayment as given below.

	All parties	Related
Aggregate of loans repayable on demand	Rs.1,25,19,919/-	-
Percentage of loans to total loans	100%	-

- (iv) The Company has not advanced loans or made investments in or provided guarantee and security to parties covered by section 185 and section 186 is not applicable to the Company. Hence reporting under paragraph 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Thus Paragraph 3(v) of the order is not applicable to the Company. We are informed by the Management that no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.
- (vi) The Central Government of India has not prescribed the maintenance of Cost records under section 148 (1) of the Companies Act, 2013 for any of the activities of the Company. Thus paragraph 3(vi) of the order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees state insurance, income tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to 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, Goods and Services Tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears as at 31st March, 2022, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues which have not been deposited as on 31st March, 2022, on account of any dispute.

(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 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, the 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 subsidiaries, 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 any money 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) The Company has not made preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year under review and hence reporting under paragraph 3(x)(b) of the Order is not applicable to the Company.

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- (xi) (a) To the best of our knowledge, No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, 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) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (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 the applicable accounting standards.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with its 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) According to the information and explanations given to us and based on our examination of records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable 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 it has obtained registration.
- (b) The Company has conducted the non-banking financial activities with a valid Certificate of Registration ('CoR') from the RBI as per the RBI Act. The Company has not conducted any housing finance activities and is not required to obtain CoR for such activities from the RBI.
- (c) The Company is not a Core Investment Company ('CIC') and hence reporting under paragraph 3(xvi)(c) of the Order is not applicable to the Company.
- (d) There is no core investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016).
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.

USHAKIRAN FINANCE LIMITED

- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our 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, the provisions of Corporate Social Responsibility (CSR) is not applicable to the Company. Accordingly, paragraph 3(xx)(a) of the Order is not applicable for the year.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company the provisions of Corporate Social Responsibility (CSR) is not applicable to the Company. Accordingly, paragraph 3(xx)(b) of the Order is not applicable.

for Niranjan and Narayan
Chartered Accountants
Firm Registration Number: 005899S

(M. Niranjan)
Partner
Membership No. 029552

Place : Hyderabad
Date : 30th May, 2022.

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 2(f) of the Independent Auditors’ Report of even date to the members of Ushakiran Finance Limited on the Financial Statements for the year ended 31st March, 2022.)

Report on the Internal Financial Controls over financial reporting 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 Ushakiran Finance Limited (“the Company”) as of 31st March, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (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 the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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 Companies Act, 2013, 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 controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, 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 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

for Niranjan and Narayan
Chartered Accountants
Firm Registration Number: 005899S

Place : Hyderabad
Date : 30th May, 2022.

(M. Niranjan)
Partner
Membership No. 029552

USHAKIRAN FINANCE LIMITED

BALANCE SHEET AS AT 31st MARCH, 2022

Particulars	Note No.	As at 31 st March, 2022 Rs.	As at 31 st March, 2021 Rs.
ASSETS			
(1) Financial Assets			
(a) Cash and cash equivalents	2	23,07,285.12	6,02,899.71
(b) Bank Balances other than (a) above	3	2,98,498.00	63,16,516.27
(c) Receivables	4	-	-
(I) Trade Receivables		-	-
(II) Other Receivables		-	-
(d) Loans	5	85,50,000.00	61,52,134.00
(e) Investments	6	10,86,25,121.66	5,38,29,682.57
(f) Other Financial Assets	7	14,860.00	14,860.00
		11,97,95,764.78	6,69,16,092.55
(2) Non-Financial Assets			
(a) Deferred tax Assets (net)	8	9,98,382.00	34,671.00
(b) Investment Property	9	7,03,600.00	7,03,600.00
(c) Property, Plant and Equipment	10	19,90,256.00	75,812.00
(d) Other non-Financial Assets	11	42,048.26	2,21,500.88
		37,34,286.26	10,35,583.88
Total Assets		12,35,30,051.04	6,79,51,676.43
LIABILITIES AND EQUITY			
Liabilities			
(1) Financial Liabilities			
(a) Payables	12	-	-
(I) Trade Payables		-	-
(II) Other Payables		-	-
(b) Borrowings (Other than Debt Securities)		-	-
(c) Other Financial Liabilities	13	1,52,162.00	2,61,749.00
		1,52,162.00	2,61,749.00
(2) Non-Financial Liabilities			
(a) Provisions		-	-
(b) Other non-Financial Liabilities	14	-	-
		-	-
(3) Equity			
(a) Equity Share capital	15	2,74,70,750.00	2,74,70,750.00
(b) Other Equity	16	9,59,07,139.04	4,02,19,177.43
		12,33,77,889.04	6,76,89,927.43
Total Liabilities and Equity		12,35,30,051.04	6,79,51,676.43

The accompanying Significant accounting policies and Notes form an integral part of the financial statements.

Per our report of even date annexed for Niranjana and Narayan Chartered Accountants (Firm Regn. No.005899S)

(M. Niranjana)
Partner
Membership No.029552

Place: Hyderabad
Date : 30.05.2022

For and on behalf of the Board

(T.R. Sekhar)
Director
DIN: 02943146

(P.R.K. Murthy)
Director
DIN: 02769220

(Sanjana Jain)
Company Secretary
ACS: 55914

(Omprakash Koyalkar)
Manager

(T. Ramesh Babu)
Chief Financial Officer

USHAKIRAN FINANCE LIMITED

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2022

Particulars	Note No.	For the Year ended 31 st March, 2022 Rs.	For the Year ended 31 st March, 2021 Rs.
I. Revenue from operations			
i. Interest Income	17	21,58,526.73	19,07,300.67
ii. Dividend Income	18	6,15,876.25	4,65,074.44
iii. Net gain on fair value changes	19	8,24,633.59	22,99,650.71
Total Revenue from operations (I)		35,99,036.57	46,72,025.82
II. Other Income	20	35,680.00	53,217.00
III. Total Income (I+II)		36,34,716.57	47,25,242.82
IV. Expenses			
Finance Costs		-	-
Impairment on financial instruments	21	3,20,430.00	(21,702.00)
Employee Benefits Expense	22	8,70,983.00	809,906.00
Depreciation and amortization expense	23	51,613.00	9,249.00
Other expenses	24	12,11,900.96	11,93,575.31
Total Expenses (IV)		24,54,926.96	19,91,028.31
V. Profit before tax (III-IV)		11,79,789.61	27,34,214.51
VI. Tax Expense			
(1) Current Tax	25	1,40,779.00	96,520.00
(2) Deferred Tax		(9,63,711.00)	7,393.00
VII. Profit/(Loss) for the period (V-VI)		20,02,721.61	26,30,301.51
VIII. Other Comprehensive Income (OCI)			
Items that will not be reclassified to profit or (loss)		5,36,85,240.00	2,05,99,147.10
Tax on items that will not be reclassified to profit or (loss)		-	-
Items that will be reclassified to profit or (loss)		-	-
Tax on items that may be reclassified to profit or (loss)		-	-
Items that may be reclassified subsequently to profit or (loss)		-	-
Other Comprehensive Income/(loss) for the year, net of tax		5,36,85,240.00	2,05,99,147.10
Total Comprehensive Income/(loss) for the period		5,56,87,961.61	2,32,29,448.61
Earnings per share of Rs.10/- each			
Basic		0.79	1.03
Diluted		0.79	1.03

The accompanying Significant accounting policies and Notes form an integral part of the financial statements.

Per our report of even date annexed for Niranjana and Narayan Chartered Accountants (Firm Regn. No.005899S)

(M. Niranjana)
Partner
Membership No.029552

Place: Hyderabad
Date : 30.05.2022

For and on behalf of the Board

(T.R. Sekhar) (P.R.K. Murthy)
Director Director
DIN: 02943146 DIN: 02769220

(Sanjana Jain) (Omprakash Koyalkar)
Company Secretary Manager
ACS: 55914

(T. Ramesh Babu)
Chief Financial Officer

Statement of Changes in Equity for the year ended 31st March, 2022

a) Equity share capital (Rs.)

Particulars	As at 31 st March, 2020		Changes in equity Share Capital during the year		As at 31 st March, 2021		Changes in equity Share Capital during the year		As at 31 st March, 2022	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
a) Paid up Share Capital	25,44,500	2,54,45,000.00	-	-	25,44,500	2,54,45,000.00	-	-	25,44,500	2,54,45,000.00
b) Forfeited Shares	-	20,25,750.00	-	-	-	20,25,750.00	-	-	-	20,25,750.00
	25,44,500	2,74,70,750.00	-	-	25,44,500	2,74,70,750.00	-	-	25,44,500	2,74,70,750.00

b) Other Equity (Rs.)

Particulars	Reserves and surplus					Total
	Retained earnings	General Reserve	Statutory Reserve Fund	Other Comprehensive Income		
Balance as at 1/4/2020	(72,42,654.49)	7,52,106.39	14,22,500.00	2,20,57,776.92		1,69,89,728.82
Profit/(Loss) for the year	26,30,301.51	-	-	-	-	26,30,301.51
Additions during the year	-	-	-	2,05,99,147.10	-	2,05,99,147.10
Appropriation to Reserve Fund as per 45-IC of RBI Act	(5,26,061.00)	-	5,26,061.00	-	-	-
Balance as at 31/03/2021	(51,38,413.98)	7,52,106.39	19,48,561.00	4,26,56,924.02		4,02,19,177.43
Profit/(Loss) for the year	20,02,721.61	-	-	-	-	20,02,721.61
Additions during the year	-	-	-	5,36,85,240.00	-	5,36,85,240.00
Appropriation to Reserve Fund as per 45-IC of RBI Act	(4,00,544.00)	-	4,00,544.00	-	-	-
Balance as at 31/03/2022	(35,36,236.37)	7,52,106.39	23,49,105.00	9,63,42,164.02		9,59,07,139.04

USHAKIRAN FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

	Particulars	For the Year ended 31 st March, 2022 Rs.	For the Year ended 31 st March, 2021 Rs.
A	Cash Flows from Operating Activities		
	Net profit before tax	11,79,789.61	27,34,214.51
	Adjustments for:		
	Depreciation and amortization expense	51,613.00	9,249.00
	Impairment of Financial Instruments	3,20,430.00	(21,702.00)
	(Profit)/loss on sale of Property, Plant and Equipment	-	(14,892.00)
	Net (gain)/loss on fair value changes	(8,24,633.59)	(22,99,650.71)
	Operating profit before working capital changes	7,27,199.02	4,07,218.80
	Movements in Working Capital		
	(Increase)/Decrease in Loans	(27,18,296.00)	6,36,039.60
	(Increase)/Decrease in Other Non Financial Assets	1,79,452.62	2,859.12
	(Increase)/Decrease in Other Bank Balances	60,18,018.27	(6,17,254.27)
	Increase/(Decrease) in Other Financial Liabilities	(1,09,587.00)	1,10,744.00
	Increase/(Decrease) in Other non-Financial Liabilities	-	-
	Cash generated from operations	40,96,786.91	5,39,607.25
	Direct Taxes Paid	1,40,779.00	96,520.00
	Net Cash flows from operating activities (A)	39,56,007.91	4,43,087.25
B	Cash flows from Investing Activities		
	(Purchase)/Sale of Property, Plant and Equipment	(19,66,057.00)	18,300.00
	Proceeds from sale of Investment Property	-	-
	(Purchase)/Sale of Investments	(2,85,565.50)	(2,11,867.49)
	Net Cash flows from/(Used In) Investing Activities (B)	(22,51,622.50)	(1,93,567.49)
C	Cash flows from Financing Activities		
	Proceeds from Long term borrowings	-	-
	Net Cash flows from/(Used In) Financing Activities (C)	-	-
D	Net Increase/(Decrease) in Cash and Cash equivalents (A+B+C)	17,04,385.41	2,49,519.76
	Cash and Cash equivalents at the beginning of the year	6,02,899.71	3,53,379.95
	Cash and Cash equivalents at the ending of the year	23,07,285.12	6,02,899.71

The accompanying Significant accounting policies and Notes form an integral part of the financial statements.

Per our report of even date annexed
for Niranjan and Narayan
Chartered Accountants
(Firm Regn. No.005899S)

(M. Niranjan)
Partner
Membership No.029552

Place: Hyderabad
Date : 30.05.2022

For and on behalf of the Board

(T.R. Sekhar) (P.R.K. Murthy)
Director Director
DIN: 02943146 DIN: 02769220

(Sanjana Jain) (Omprakash Koyalkar)
Company Secretary Manager
ACS: 55914

(T. Ramesh Babu)
Chief Financial Officer

1. Notes forming part of Financial Statements

1.1 Corporate Information

Ushakiran Finance Limited is a Non-Banking Finance Company (Non Deposit taking) registered with Reserve Bank of India and listed on BSE Ltd., It is mainly engaged in the business of investments and financing.

1.2 Basis of Preparation and Presentation of Financial Statements

The financial statements of the Company for the year ended 31st March, 2022 have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The Financial Statements have been prepared on historical cost convention on going concern and on accrual basis of accounting except for certain financial instruments that are measured at fair value. Any directions issued by the RBI or other regulators are implemented as and when they become applicable.

1.3 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognised in the period in which they are determined.

Fair valuation

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, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability, if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3.

Fair value hierarchy

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

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 reassessing 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.

At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be re-measured or reassessed in line with the Company's Accounting Policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.4 Functional and presentation currency

These financial statements are presented in Indian rupees, which is also the functional currency of the Company. All financial information presented in Indian rupees.

1.5 Property, Plant & Equipment (PPE)

The property plant and equipment are the assets held for the use in the supply of services.

Recognition and measurement

Property, Plant and Equipment are stated at purchase price or cost of acquisition or construction less accumulated depreciation and impairment loss, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset i.e., freight, duties and taxes applicable and other expenses related to acquisition and installation. The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use. Borrowing costs that are directly attributable to the construction or production of qualifying asset are capitalized as part of the cost of that asset.

An item is recognised as property plant and equipment if and only if it is probable that future economic benefits associated with the item will flow to the company and its costs can be measured reliably. Subsequent expenditure is added to the carrying amount or recognized as separate asset, when the Company expects future economic benefits from that item.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. An item of Property, Plant and Equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continuous use of the asset.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized net within the statement of profit and loss.

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of repairs and maintenance are recognized in the statement of profit and loss as incurred.

Items of property, plant and equipment acquired through exchange of non-monetary assets are measured at fair value, unless the exchange transaction lacks commercial substance or the fair value of either the asset received or asset given up is not reliably measurable, in which case the asset exchanged is recorded at the carrying amount of

the asset given up. Property, Plant and Equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital Work-in-Progress". Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses.

An item of the property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of the item of property, plant and equipment is determined as the difference between the sale proceeds and carrying amount of the asset and is recognised in profit and loss.

Depreciation

Depreciation is recognized in the statement of profit and loss on written down value method over the estimated useful lives of property, plant and equipment based on Schedule - II to the Companies Act, 2013 ("Schedule"), which prescribes the useful lives for various classes of tangible assets and useful lives and residual values are reviewed at each reporting date and adjusted prospectively, if appropriate. For assets acquired or disposed off during the year, depreciation is provided on prorata basis. Land is not depreciated.

1.6 Investment Property

Investment property is property (land or a building or part of a building or both) held to earn rentals or for capital appreciation or both, rather than for:

- (a) Use in the production or supply of goods or services or for administrative purposes; or
- (b) Sale in the ordinary course of business.

Recognition and measurement:

An investment property shall be recognised as an asset when and only when

- (a) It is probable that the future economic benefits that are associated with the investment property will flow to the entity; and
- (b) The cost of the investment property can be measured reliably.

An investment property shall be measured initially at its cost. Transaction costs shall be included in the initial measurement. The company adopted cost model prescribed in Ind AS 16 for accounting its investment property. The fair value of investment property has been determined by the Management.

Cost Model

After recognition as an asset, an item of investment property shall be carried at its cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation on items of Investment Property is provided on written down value basis, computed on the basis of useful lives mentioned in Schedule II to the Companies Act, 2013. Depreciation on additions/disposals is provided on a pro-rata basis i.e., from/up to the date on which asset is ready for use/disposed-off. The residual values, useful lives and method of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate. Land is non-depreciable asset as per the Schedule II of the Companies Act, 2013.

1.7 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial instruments also include derivative contracts such as foreign currency forward contracts and cross

currency swaps. Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

A. Financial Assets

1. Initial Recognition

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition of financial assets or financial liabilities measured at fair value through profit or loss are recognised immediately in profit or loss. Transaction costs directly attributable to the acquisition or issue of financial assets and financial liabilities that are measured at amortised cost are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

2. Subsequent Measurement

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

a. Financial Assets at Amortised Cost

Classification and subsequent measurement

The Company classifies its financial assets as subsequently measured at either amortized cost or fair value depending on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A financial asset is measured at amortised cost only if both of the following conditions are met:

- The asset is held within a business model whose objective is to hold them to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding.

b. Financial Assets Measured at Fair Value

Financial assets are subsequently measured at fair value through other comprehensive income, if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding.

All equity investments are designated at Fair Value Through Other Comprehensive Income (FVTOCI). The fair value changes on the instrument, excluding dividends, are recognised under Other Comprehensive Income (OCI). There is no recycling of the amounts from OCI to the statement of profit and loss on sale of investment(s).

Any financial instrument, which does not meet the criteria for categorisation as amortized cost or as Fair Value Through Other Comprehensive Income (FVTOCI), is classified as at Fair Value Through Profit & Loss (FVTPL). In addition, the Company may elect to classify a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Debt instruments included within the FVTPL category are measured at fair value with all changes recognised in the profit and loss. Investments in Mutual Funds, Bonds, Debentures etc., are designated as Financial Assets measured at fair value through statement of Profit & Loss.

All financial liabilities are subsequently measured at amortised cost using the effective interest rate method except for financial liabilities at FVTPL. A financial liability is classified as FVTPL if it is a derivative instrument(s) or it is designated as FVTPL on initial recognition. Interest expense, foreign exchange gains (losses) and any gains and losses on de-recognition are recognised in the profit or loss.

c. De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On de-recognition of a financial asset, the difference between the carrying amount of the asset and the consideration received is recognised in profit or loss.

Off-setting of Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when the Company has a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

B. Financial Liabilities

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. The Company has not issued any debt or compound instruments.

1. Initial Recognition

Financial liabilities are classified, at initial recognition, as financial liabilities at FVTPL, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs.

2. Subsequent Measurement

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

a. Financial liabilities at FVTPL

Financial liabilities at FVTPL include financial liabilities held for trading and financial liabilities designated upon initial recognition as at FVTPL.

3. De-recognition of Financial Liabilities

Financial liabilities are de-recognised when the obligation specified in the contract is discharged, cancelled or expired. When 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 de-recognition of the original liability and recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

1.8 Impairment of non-financial assets

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e., the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generated Units (CGU) to which the asset belongs. If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

1.9 Cash and Cash Equivalents

Cash and Bank balances comprise of cash balance in hand, in current accounts with banks and Bank Fixed Deposits with original maturity of 3 months or less than 3 months.

1.10 Employee Benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. The Company is not having any defined contribution plans and defined benefit plans at present.

1.11 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made of the amount of obligation. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. In case the time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

Contingent liabilities

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no such disclosure is made.

Contingent assets

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

1.12 Revenue recognition

Revenue is measured based on transaction price, which is the fair value of the consideration received or receivable, stated net of discounts and returns. Transaction price is recognised based on the price specified in the contract, net of the estimated sales incentives/discounts. Accumulated experience is used to estimate and provide for the discounts/right of return, using the expected value method.

As per Ind AS 109, Financial Instruments, Interest income from financial assets is recognised on accrual basis, other than non performing/Credit Impaired assets, using effective interest rate method (EIR). Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on time proportionate basis, by reference to the principle outstanding and at the effective interest rate applicable. Interest Income on Fixed Deposits is recognized on time proportionate basis taking into account the amount outstanding and the applicable interest rate.

Dividend income from investments is recognized when the Company's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Net gain/loss 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 is recognised in net gain/loss in the statement of Profit and Loss.

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.

Impairment of Financial Assets

In accordance with Ind AS 109, the company applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset. As Company is not having any trade receivables, but if any, are realised within normal credit period adopted by the company, the company's trade receivables are not impaired.

However the company provides the expected credit loss on loans and advance made by the company as per the prudential guidelines on both standard assets and non-

performing assets. The carrying amounts of assets are reviewed at each reporting date/balance sheet date to ascertain impairment based on internal/external factors. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the net selling price of the assets and their value in use.

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. 12 months ECL represents the expected default events on the financial asset that are possible within 12 months after the reporting date.

Where the credit risk on the financial assets has not increased significantly since initial recognition, the loss is measured at an amount equal to 12 months ECL. Where the credit risk on the financial assets has increased significantly since initial recognition, the loss is measured at an amount equal to the lifetime expected credit loss.

1.13 Income Tax

Tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in OCI.

Current tax

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Company has a legally enforceable right to set off the recognised amounts; and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is recognised in respect of 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 income.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that future taxable income will be available against which the deductible temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax assets and liabilities are offset only if the Company:

- a) Has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) The deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

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.

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.

Cash flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash nature, tax and any deferrals or accruals of past or future cash receipts or payments. The cash flows are prepared for the operating, investing and financing activities of the Company.

1.14 Earnings Per Share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.15 Trade Receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortised cost using effective interest method, less provision for impairment, if any.

1.16 Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are presented as current liabilities unless payment is not due within twelve months after the reporting period. They are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

1.17 Recent accounting pronouncements

Ministry of Corporate Affairs ('MCA') notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On 23 March 2022, MCA issued the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from 1 April 2022, as below:

Ind AS 103 – Reference to Conceptual Framework

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 16 – Proceeds before intended use

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the Company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Company does not expect the amendments to have any impact in its recognition of its property, plant and equipment in its financial statements.

Ind AS 37 – Onerous Contracts - Costs of Fulfilling a Contract

The amendments specify that that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The amendment is essentially a clarification and the Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 109 – Annual Improvements to Ind AS (2021)

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 116 – Annual Improvements to Ind AS (2021)

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its financial statements.

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Notes to Financial Statements

Note 2: Cash and Cash Equivalents

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Cash on hand	1,00,127.77	23,615.10
Cheques in hand	-	-
Balances with banks:		
(a) In Current accounts	4,76,388.35	5,79,284.61
(b) In Fixed deposits (less than 3 months)	17,30,769.00	-
Total	23,07,285.12	6,02,899.71

Note 3: Bank Balances other than Cash and Cash Equivalents

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Term deposits with Banks	2,98,498.00	63,16,516.27
Total	2,98,498.00	63,16,516.27

Note 4: Receivables

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
(I) Trade receivables		
Trade Receivables considered good - Secured	-	-
Trade Receivables considered good - Unsecured	-	-
Trade Receivables which have significant increase in Credit Risk	-	-
Trade Receivables - credit impaired	-	-
(II) Other Receivables		
Receivables considered good - Secured	-	-
Receivables considered good - Unsecured	-	-
Receivables which have significant increase in Credit Risk	-	-
Receivables - credit impaired	-	-
Total	-	-

Trade Receivables ageing schedule as at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 Months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-

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Trade Receivables ageing schedule as at 31st March, 2021

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 Months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-	-

Note 5: Loans

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
At Ammortised Cost		
Loans to Related Parties/KMP's	-	-
Loans Receivables considered good - Secured	-	-
Loans Receivables considered good - Unsecured	95,00,000.00	68,35,705.00
Loans Receivables which have significant increase in Credit Risk	-	-
Loans Receivables - credit impaired	30,19,919.00	29,65,918.00
Total (A)	1,25,19,919.00	98,01,623.00
Less: Provision		
Provision for Impairment on Loans	39,46,169.00	36,32,400.00
Provision for Standard Assets	23,750.00	17,089.00
Total (B)	39,69,919.00	36,49,489.00
Total Loans (A-B) - Net	85,50,000.00	61,52,134.00

Note 6: Investments

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Investments outside India	-	-
Investments in India		
A. Investments Carried at fair value through OCI		
Investments in Quoted Equity Instruments	10,25,70,514.45	4,80,19,208.95
Investments in Un Quoted Equity Instruments	-	5,62,500.00
	10,25,70,514.45	4,85,81,708.95
B. Investments designated at fair value through Profit & Loss		
Investments other than Equity	60,54,607.21	52,47,973.62
Total Investments	10,86,25,121.66	5,38,29,682.57

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Note 6(i): Investments

Sl. No.	Investments in Equity Instruments Quoted, at Fair Value	No. of Shares as at 31.03.2022	As at 31 st March, 2022 Rs.	No. of Shares as at 31.03.2021	As at 31 st March, 2021 Rs.
1	AARV Infratel Limited Equity Shares of Rs.10/- each	43,900	98,775.00	43,900	4,39,000.00
2	ACC Limited Equity Shares of Rs.10/- each	221	4,75,536.75	221	4,14,198.20
3	Arvind Fashions Limited Equity Shares of Rs.4/- each	400	1,13,520.00	400	55,900.00
4	Arvind Limited Equity Shares of Rs.10/- each	2,000	2,31,000.00	2,000	1,32,300.00
5	Aurobindo Pharma Limited Equity Shares of Rs.1/- each	100	66,895.00	100	87,015.00
6	Bank of India Equity Shares of Rs.10/- each	500	22,925.00	500	34,875.00
7	Bank of Maharashtra Equity Shares of Rs.10/- each	2,000	33,400.00	2,000	41,200.00
8	Bhaskar Agro Chemicals Limited Equity Shares of Rs.10/- each	1,000	63,700.00	1,000	31,550.00
9	Bharath Heavy Electricals Limited Equity Shares of Rs.2/- each	375	18,506.25	375	18,356.25
10	BKV Industries Limited Equity Shares of Rs.1/- each	4,200	36,498.00	4,200	13,566.00
11	Brightcom Group Limited Equity Shares of Rs.2/- each	1,250	1,21,750.00	1,000	8,260.00
12	Central Bank of India Equity Shares of Rs.10/- each	680	12,478.00	680	11,050.00
13	Dewan Housing Finance Corporation Limited Equity Shares of Rs.10/- each	-	-	500	8,025.00
14	Everest Organics Limited Equity Shares of Rs.10/- each	1,044	1,81,447.20	1,044	2,42,469.00
15	GAIL (India) Limited Equity Shares of Rs.10/- each	4,800	7,47,360.00	4,800	6,35,760.00
16	Gateway Distriparks Limited Equity Shares of Rs.10/- each	4,448	2,94,457.60	1,112	1,98,380.80
17	GIC Housing Finance Limited Equity Shares of Rs.10/- each	400	52,400.00	400	46,180.00
18	GMR Infrastructure Limited Equity Shares of Rs.1/- each	2,200	81,180.00	2,200	53,680.00
19	GMR Power and Urban Infra Limited Equity Shares of Rs.5/- each	220	7,172.00	-	-
20	Godrej Consumer Products Limited Equity Shares of Rs.1/- each	4,200	31,38,030.00	4,200	30,52,140.00
21	Gujarat State Petronet Limited Equity Shares of Rs.10/- each	1,718	4,46,336.40	1,718	4,58,276.50
22	Haldyn Glass Limited Equity Shares of Rs.1/- each	1,000	42,600.00	1,000	32,650.00
23	HDFC Bank Limited Equity Shares of Rs.1/- each	6,430	94,51,778.50	6,430	99,89,326.50
24	Heidelberg Cement India Limited Equity Shares of Rs.10/- each	2,000	3,78,900.00	2,000	4,61,200.00
25	Hemadri Cements Limited Equity Shares of Rs.10/- each	34,600	1,38,400.00	34,600	1,38,400.00
26	Hindalco Industries Limited Equity Shares of Rs.1/- each	522	2,97,331.20	522	1,70,224.20

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27	Hindustan Unilever Limited Equity Shares of Rs.1/- each	1,660	34,01,091.00	1,660	39,80,846.00
28	Ices Software Limited Equity Shares of Rs.10/- each	2,800	28,000.00	2,800	28,000.00
29	ICICI Bank Limited Equity Shares of Rs.2/- each	1,650	12,04,912.50	1,650	9,75,727.50
30	IDFC First Bank Limited Equity Shares of Rs.10/- each	1,389	55,073.85	1,389	80,978.70
31	IDFC Limited Equity Shares of Rs.10/- each	1,389	85,562.40	1,389	65,421.90
32	Indian Oil Corporation Limited Equity Shares of Rs.10/- each	1,000	1,18,950.00	1,000	91,550.00
33	Indraprastha Gas Limited Equity Shares of Rs.2/- each	2,000	7,45,500.00	2,000	10,21,400.00
34	Indusind Bank Limited Equity Shares of Rs.10/- each	500	4,67,550.00	500	4,81,600.00
35	Infosys Limited Equity Shares of Rs.5/- each	1,840	35,09,248.00	1,840	25,49,412.00
36	Jindal Saw Limited Equity Shares of Rs.2/- each	500	45,025.00	500	35,975.00
37	Karan Woosen Limited Equity Shares of Rs.10/- each	-	-	300	960.00
38	Kotak Mahindra Bank Limited Equity Shares of Rs.5/- each	1,806	31,68,988.20	1,806	32,16,124.80
39	Laurus Labs Limited Equity Shares of Rs.2/- each	500	2,95,025.00	500	1,80,125.00
40	LIC Housing Finance Limited Equity Shares of Rs.2/- each	2,000	7,19,000.00	2,000	8,40,400.00
41	Mahindra & Mahindra Limited Equity Shares of Rs.5/- each	2,400	19,33,920.00	2,400	19,08,000.00
42	Mahindra Lifespace Developers Limited Equity Shares of Rs.10/- each	381	1,51,028.40	127	71,056.50
43	McLeod Russel India Limited Equity Shares of Rs.5/- each	1,000	22,800.00	1,000	19,200.00
44	Nagarjuna Fertilizers and Chemicals Limited Equity Shares of Rs.1/- each	23,980	3,08,143.00	23,980	1,58,507.80
45	Nagarjuna Oil Refinery Limited Equity Shares of Rs.1/- each	21,800	21,800.00	21,800	5,450.00
46	NBCC (India) Limited Equity Shares of Rs.1/- each	1,000	36,300.00	1,000	47,950.00
47	NCC Blue Water Products Limited Equity Shares of Rs.10/- each	2,400	12,456.00	2,400	7,008.00
48	NCC Limited Equity Shares of Rs.2/- each	8,000	4,68,400.00	8,000	6,41,600.00
49	NCL Industries Limited Equity Shares of Rs.10/- each	7,500	13,33,125.00	7,500	12,29,625.00
50	NHPC Limited Equity Shares of Rs.10/- each	3,000	83,400.00	3,000	75,450.00
51	Oil & Natural Gas Corporation Limited Equity Shares of Rs.5/- each	672	1,10,140.80	672	69,753.60
52	Phytochem (India) Limited Equity Shares of Rs.10/- each	7,100	1,43,775.00	7,100	1,19,635.00
53	Power Grid Corporation of India Limited Equity Shares of Rs.10/- each	580	1,25,773.00	435	96,417.75
54	Premium Capital Market & Investments Limited Equity Shares of Rs.10/- each	13,300	19,950.00	13,300	19,950.00
55	Raymond Limited Equity Shares of Rs.10/- each	500	4,27,375.00	500	1,79,375.00

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56	Reliance Communications Limited Equity Shares of Rs.5/- each	860	2,304.80	860	1,444.80
57	Reliance Industries Limited Equity Shares of Rs.10/- each	4,690	1,23,53,225.50	4,368	88,60,924.80
58	Reliance Industries Limited (Partly Paid Shares) Equity Shares of Rs. 10/- each	-	-	322	3,58,981.70
59	REC Limited Equity Shares of Rs.10/- each	1,000	1,23,000.00	1,000	1,28,450.00
60	SBI Home Finance Limited Equity Shares of Rs.10/- each	200	3,050.00	200	3,050.00
61	Sigachi Industries Limited Equity Shares of Rs.10/- each	1,68,750	4,87,94,062.50	-	-
62	Snowman Logistics Limited Equity Shares of Rs.10/- each	500	15,275.00	500	22,200.00
63	Southern Petrochemical Industries Corporation Limited Equity Shares of Rs.10/- each	1,000	71,600.00	1,000	29,000.00
64	Sree Rayalseema Hi-Strength Hypo Limited Equity Shares of Rs.10/- each	5,639	26,71,194.30	5,639	13,16,988.45
65	Sri Lakshmi Engineering Industries Limited Equity Shares of Rs.10/- each	58,200	77,550.00	58,200	77,550.00
66	Steel Authority of India Limited Equity Shares of Rs.10/- each	1,500	1,47,825.00	1,500	1,18,725.00
67	Summit Securities Limited Equity Shares of Rs.10/- each	6	3,545.70	6	3,201.90
68	Suzlon Energy Limited Equity Shares of Rs.2/- each	1,000	9,160.00	1,000	5,240.00
69	T.V. Today Networks Limited Equity Shares of Rs.5/- each	700	2,59,490.00	700	1,86,550.00
70	Tata Motors Limited Equity Shares of Rs.2/- each	1,000	4,33,500.00	1,000	2,96,950.00
71	TCFC Finance Limited Equity Shares of Rs.10/- each	500	18,350.00	500	12,550.00
72	TGV SRAAC Limited Equity Shares of Rs.10/- each	500	39,225.00	500	12,200.00
73	The Anup Engineering Limited Equity Shares of Rs.10/- each	74	58,844.80	74	42,168.90
74	The Bombay Dyeing and Manufacturing Company Limited Equity Shares of Rs.2/- each	2,500	2,46,250.00	2,500	1,78,250.00
75	The Great Eastern Shipping Company Limited Equity Shares of Rs.10/- each	720	2,48,364.00	720	2,27,232.00
76	The Karnataka Bank Limited Equity Shares of Rs.10/- each	2,942	1,62,986.80	2,942	1,77,696.80
77	Union Bank of India Equity Shares of Rs.10/- each	330	12,787.50	330	11,253.00
78	Vindhya Telelinks Limited Equity shares of Rs.10/- each	1,091	11,18,820.50	1,091	8,91,892.50
79	Wipro Limited Equity Shares of Rs.2/- each	149	88,208.00	149	62,267.10
80	Yes Bank Limited Equity Shares of Rs.2/- each	1,400	17,206.00	1,400	22,960.00
	Total (A)		10,25,70,514.45		4,80,19,208.95

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Sl. No.	Investments in Equity Instruments Un Quoted, at Fair Value	No. of Shares as at 31.03.2022	As at 31 st March, 2022 Rs.	No. of Shares as at 31.03.2021	As at 31 st March, 2021 Rs.
1	Sigachi Industries Limited Equity Shares of Rs.10/- each	-	-	56,250	5,62,500.00
	Total (B)		-		5,62,500.00

Mutual Funds - at Fair Value

Sl. No.	Investments in Mutual Funds Instruments Quoted, at Fair Value	No. of Units as at 31.03.2022	As at 31 st March, 2022 Rs.	No. of Units as at 31.03.2021	As at 31 st March, 2021 Rs.
1	UTI - Banking & Financial Services Fund - Regular Plan Reinvestment of IDCW Units of Rs.10/- each	41,207.165	17,99,582.83	41,207.165	16,55,300.06
2	UTI - Mid Cap Fund - Direct Growth Plan Units of Rs.10/- each	2,099.427	4,10,568.35	20,99.427	3,31,532.48
3	UTI - MID Cap Fund - Regular Plan - Re-Investment of IDCW Units of Rs.10/- each	31,496.741	26,97,406.10	31,496.741	21,99,659.95
4	UTI - Value Opportunities Fund - Direct - Growth Plan Units of Rs.10/- each	1,156.175	1,22,166.77	1,156.175	1,01,742.24
5	UTI Banking & Financial Services Fund - Direct Growth Plan Units of Rs.10/- each	6,179.044	7,62,733.16	6,179.044	6,93,438.89
6	IRB Invt Fund Units of Rs.102/- each	5,000.000	2,62,150.00	5,000.000	2,66,300.00
	Total (C)		60,54,607.21		52,47,973.62
	Grand Total (A+B+C)		10,86,25,121.66		5,38,29,682.57

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Note 7: Other Financial Assets (Rs.)

Particulars	As at 31st March, 2022	As at 31 st March, 2021
Telephone Deposits	3,500.00	3,500.00
Rental Deposit	11,360.00	11,360.00
Total	14,860.00	14,860.00

Note 8: Deferred Tax Assets (Net) (Rs.)

Particulars	As at 31st March, 2022	As at 31 st March, 2021
Deferred Tax Assets (Net)	9,98,382.00	34,671.00
Total	9,98,382.00	34,671.00

Note 9: Investment Property

(Rs.)

Description	Gross Carrying Value			Accumulated Depreciation			Net Carrying Value		
	Opening Balance	Additions	Sales/ Adjustments	As at 31 st March, 2022	As at 31 st March, 2021	Charge for the Period	Sales/ Adjustments	As at 31 st March, 2022	As at 31 st March, 2021
Land	7,03,600.00	-	-	7,03,600.00	-	-	-	7,03,600.00	7,03,600.00
Total	7,03,600.00	-	-	7,03,600.00	-	-	-	7,03,600.00	7,03,600.00

(Rs.)

Description	Gross Carrying Value			Accumulated Depreciation			Net Carrying Value		
	Opening Balance	Additions	Sales/ Adjustments	As at 31 st March, 2021	As at 31 st March, 2020	Charge for the Period	Sales/ Adjustments	As at 31 st March, 2021	As at 31 st March, 2020
Land	7,03,600.00	-	-	7,03,600.00	-	-	-	7,03,600.00	7,03,600.00
Total	7,03,600.00	-	-	7,03,600.00	-	-	-	7,03,600.00	7,03,600.00

Note 10: Property, Plant and Equipment (Rs.)

Description	Gross Carrying Value			Accumulated Depreciation				Net Carrying Value	
	Opening Balance	Additions	Sales/ Adjustments	As at 31 st March, 2021	Charge for the Period	Sales/ Adjustments	As at 31 st March, 2022	As at 31 st March, 2021	As at 31 st March, 2022
Furniture	5,665.00	-	-	870.00	-	-	870.00	4,795.00	4,795.00
Equipment	78,031.00	-	-	42,669.00	2,989.00	-	45,658.00	35,362.00	32,373.00
Vehicles	33,108.00	19,66,057.00	-	-	48,624.00	-	48,624.00	33,108.00	19,50,541.00
Computers	30,298.00	-	-	27,751.00	-	-	27,751.00	2,547.00	2,547.00
Total	1,47,102.00	19,66,057.00	-	71,290.00	51,613.00	-	1,22,903.00	75,812.00	19,90,256.00

(Rs.)

Description	Gross Carrying Value			Accumulated Depreciation				Net Carrying Value	
	Opening Balance	Additions	Sales/ Adjustments	As at 31 st March, 2020	Charge for the Period	Sales/ Adjustments	As at 31 st March, 2021	As at 31 st March, 2020	As at 31 st March, 2021
Furniture	5,665.00	-	-	870.00	-	-	870.00	4,795.00	4,795.00
Equipment	78,031.00	-	-	35,133.00	7,536.00	-	42,669.00	42,898.00	35,362.00
Vehicles	92,386.00	-	59,278.00	54,841.00	1,029.00	55,870.00	-	37,545.00	33,108.00
Computers	30,298.00	-	-	27,067.00	684.00	-	27,751.00	3,231.00	2,547.00
Total	206,380.00	-	59,278.00	1,17,911.00	9,249.00	55,870.00	71,290.00	88,469.00	75,812.00

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Note 11: Other Non-Financial Assets

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Income Tax Refund Due for F.Y. 2021-2022	37,338.00	-
Income Tax Refund Due for F.Y. 2020-2021	4,710.26	4,710.26
Income Tax Refund Due for F.Y. 2019-2020	-	2,07,091.00
Tax Refund Due for earlier years	-	9,289.00
Other Advances	-	410.62
Total	42,048.26	2,21,500.88

Note 12: Payables

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(II) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Total	-	-

Trade Payables ageing schedule as at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-

Trade Payables ageing schedule as at 31st March, 2021

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-

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Note 13: Other Financial Liabilities

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Salaries Payable	-	67,987.00
Other Payables	1,52,162.00	1,93,762.00
Total	1,52,162.00	2,61,749.00

Note 14: Other Non-Financial Liabilities

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Statutory dues	-	-
Others	-	-
Total	-	-

Note 15: Share Capital

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
a) Authorized Share Capital 40,00,000 Equity Shares of Rs.10/- each	4,00,00,000.00	4,00,00,000.00
b) Issued & Subscribed Capital 33,54,700 Equity Shares of Rs.10/- each	3,35,47,000.00	3,35,47,000.00
c) Paid up Capital 25,44,500 Equity Shares of Rs.10/- each	2,54,45,000.00	2,54,45,000.00
d) Forfeited Shares	20,25,750.00	20,25,750.00
	2,74,70,750.00	2,74,70,750.00

a) Reconciliation of Number of Shares

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Number of Shares at the beginning of the year	25,44,500	25,44,500
Add : Shares issued during the year	-	-
Number of Shares at the end of the year	25,44,500	25,44,500

b) Terms/Rights attached

The Company has issued only one class of shares having par value of Rs.10/- per share. Each holder of equity shares who has paid total amount of Rs.10/- per share is entitled to one vote per share. 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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Aggregate number of equity shares issued for consideration other than cash/Bonus shares during the period of five years immediately preceding the reporting date: Nil

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c) Details of shareholders holding more than 5% shares

Particulars	As at 31 st March, 2022		As at 31 st March, 2021	
	No. of shares	% Holding	No. of shares	% Holding
Krishnaraj Securities Private Limited	6,12,550	24.07%	6,12,550	24.07%
T. Adinarayana	3,32,633	13.07%	3,25,385	12.79%
Andhra Pradesh Industrial Development Corporation Ltd.,	1,92,900	7.58%	1,92,900	7.58%

d) Shares held by promoters at the end of the year

Date	Promoter Name	No. of Shares	% of total shares	% Change during the year
31.03.2021	As per table below	11,72,244	46.07	0.67
31.03.2022		11,89,262	46.74	

Annexure: Shareholding of Promoters

Sl No.	Promoter Name	As at 31 st March, 2021		As at 31 st March, 2022		% change
		No of Shares	% of shares	No of Shares	% of shares	
1	T. Adinarayana	3,25,385	12.79	3,32,633	13.07	0.28
2	T. Bhagya Lakshmi	97,594	3.84	1,07,364	4.22	0.38
3	T.H.P.S. Kumar	11,515	0.45	11,515	0.45	-
4	Y. Nayudamma	5,000	0.20	5,000	0.20	-
5	T. Nanda Krishna	29,400	1.16	29,400	1.16	-
6	K. Rajamani	2,500	0.10	2,500	0.10	-
7	Ravindranath Taagore .T	2,500	0.10	2,500	0.10	-
8	S. Chidambaranathan	5,000	0.20	5,000	0.20	-
9	Smita Sinha	2,500	0.10	2,500	0.10	-
10	Amit Raj Sinha	2,500	0.10	2,500	0.10	-
11	Dharani Devi .C	2,500	0.10	2,500	0.10	-
12	T. L. Pravallika	32,000	1.26	32,000	1.26	-
13	T. Archana	16,300	0.64	16,300	0.64	-
14	T. Raja Sekhar	15,000	0.59	15,000	0.59	-
15	Sigachi Industries Limited (Formerly Sigachi Chloro Chemicals Private Limited)	10,000	0.39	10,000	0.39	-
16	Krishnaraj Securities Private Limited	6,12,550	24.07	6,12,550	24.07	-
	Total	11,72,244	46.07	11,89,262	46.74	0.67

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Note 16: Other Equity

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Retained earnings	(35,36,236.37)	(51,38,413.98)
General Reserve	7,52,106.39	7,52,106.39
Statutory Reserve Fund as per 45-IC of RBI Act	23,49,105.00	19,48,561.00
Other Comprehensive Income	9,63,42,164.02	4,26,56,924.02
Total	9,59,07,139.04	4,02,19,177.43

Note 17: Revenue from Operations

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
a) Interest Income		
(i) Interest on Loans & Advances	19,46,101.00	17,31,710.40
(ii) Interest on Fixed Deposits	2,12,425.73	1,75,590.27
Total	21,58,526.73	19,07,300.67

Note 18: Dividend Income

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
a) Dividend Income		
(i) From Equity	6,15,876.25	3,45,421.45
(ii) From Mutual Funds	-	1,19,652.99
Total	6,15,876.25	4,65,074.44

Note 19: Net Gain on Fair Value Changes other than Equity

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
On Mutual Funds	8,24,633.59	22,99,650.71
Total	8,24,633.59	22,99,650.71

Note 20: Other Income

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
a) Profit on Sale of Assets	-	14,892.00
b) Other Interest	35,680.00	38,325.00
Total	35,680.00	53,217.00

Note 21: Impairment on Financial Instruments

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
On loans	3,20,430.00	(21,702.00)
Total	3,20,430.00	(21,702.00)

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Note 22: Employee Benefits Expense

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Salaries	8,47,921.00	7,97,431.00
Staff welfare expenses	23,062.00	12,475.00
Total	8,70,983.00	8,09,906.00

Note 23: Depreciation & Amortisation Expense

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Depreciation	51,613.00	9,249.00
Total	51,613.00	9,249.00

Note 24: Other Expenses

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Electricity Charges	23,964.23	20,503.81
Rent	1,41,500.00	1,31,230.00
Insurance	84,903.44	5,568.00
Advertisement Expenses	45,004.00	47,615.00
Annual custody fee	33,040.00	34,265.00
Audit Fee & Expenses	23,600.00	24,100.00
Bank Charges	2,745.60	1,979.01
Books & Periodicals	6,961.00	5,870.00
Computer Maintenance	10,126.00	13,118.00
Conveyance Expenses	13,131.11	6,453.63
Internet & Broadband Charges	5,841.00	7,021.00
Listing Fees	3,54,000.00	3,54,000.00
Membership Fee	17,700.00	29,500.00
Miscellaneous expenses	54,622.08	55,385.94
Office Maintenance Charges	42,030.00	26,949.00
Postage & Telegrams	913.00	636.40
Printing & Stationery	44,191.00	40,089.00
Professional Charges	1,21,600.00	1,90,200.00
Secretarial Audit Fee	25,000.00	25,000.00
Share Transfer Fee	67,225.51	64,395.52
Telephone Charges	12,093.00	20,049.00
Vehicle Maintenance	70,509.99	79,047.00
Website Maintenance Charges	11,200.00	10,600.00
Total	12,11,900.96	11,93,575.31

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Note 25: Tax Expense

Particulars	As at 31 st March, 2022 Rs.	As at 31 st March, 2021 Rs.
Current Tax	1,31,490.00	96,520.00
Prior Period Tax	9,289.00	-
Total	1,40,779.00	96,520.00

Note 26: Auditors Remuneration

Particulars	As at 31 st March, 2022 Rs.	As at 31 st March, 2021 Rs.
Audit fee	23,600.00	23,600.00
Reimbursement of out of pocket expenses	-	500.00
Total	23,600.00	24,100.00

Note 27: Earnings per Share

Particulars	As at 31 st March, 2022 Rs.	As at 31 st March, 2021 Rs.
Earnings		
Profit/(loss) attributable to equity holders	20,02,721.61	26,30,301.51
Shares		
Number of shares at the beginning of the year	25,44,500	25,44,500
Add: Equity Shares issued	-	-
Less: Buy back of Equity shares	-	-
Total number of equity shares outstanding at the end of the year	25,44,500	25,44,500
Weighted average number of equity shares outstanding during the year – Basic	25,44,500	25,44,500
Add: Weighted average number of equity shares arising out of outstanding stock options (net of the stock options forfeited) that have dilutive effect on the EPS	-	-
Weighted average number of equity shares outstanding during the year – Diluted	25,44,500	25,44,500
Earnings per share of par value Rs.10/- – Basic	0.79	1.03
Earnings per share of par value Rs.10/- – Diluted	0.79	1.03

Note 28: Related Parties

In accordance with the provisions of Ind AS 24 “Related Party Disclosures” and the Companies Act, 2013, Company’s Directors, members of the Company’s Management and Key Managerial Personnel are as below:

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Sl.No.	Name of the Related Party	Nature of Relationship
1	Sri. T. Adinarayana	Director
2	Sri. P.R.K. Murthy	Independent Director
3	Mrs. S. Jhansi Kumari	Independent Director
4	Sri. T. R. Sekhar	Director
5	Mrs. Sanjana Jain	Company Secretary
6	Sri. Omprakash Koyalkar	Manager
7	Sri. T. Ramesh Babu	Chief Financial Officer

Related Party Transactions

Sl.No.	Nature of Transaction	FY 2021-22 Rs.	Total Rs.	FY 2020-21 Rs.	Total Rs.
	Directors Remuneration/ Salary and Perquisites	-	-	-	-
	Fee for attending Board/Committee meetings				
1	T. Adinarayana	-	-	-	-
2	P.R.K. Murthy	-	-	-	-
3	S. Jhansi Kumari	-	-	-	-
4	T.R. Sekhar	-	-	-	-
5	Sanjana Jain, Company Secretary	3,00,000	3,00,000	3,00,000	3,00,000
6	Omprakash Koyalkar, Manager	2,68,017	2,68,017	2,42,693	2,42,693
9	T. Ramesh Babu, CFO	3,03,304	3,03,304	2,83,538	2,83,538

Enterprises related to promoters/directors or their relatives:

M/s. Sigachi Laboratories Limited and M/s. Krishnaraj Securities Private Limited.

Note 29: Employee benefits

Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. The Company is not having any defined contribution plans and defined benefit plans at present.

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Note 30: Income Taxes

a. Income tax expense/(benefit) recognized in the statement of profit and loss:

Income tax expense/(benefit) recognized in the statement of profit and loss consists of the following: (Rs.)

Particulars	For the Year Ended 31 st March	
	2022	2021
Current tax expense		
Domestic	1,40,779.00	96,520.00
Deferred tax expense/(benefit) Domestic	(9,63,711.00)	7,393.00
Total income tax expense/(benefit) recognized in the statement of profit and loss	(8,22,932.00)	1,03,913.00

b. Reconciliation of Effective tax rate

(Rs.)

Particulars	For the Year Ended 31 st March	
	2022	2021
Profit before income taxes	11,79,790	27,34,215
Enacted tax rate in India	25.168%	25.168%
Computed expected tax (benefit)/expense	2,96,930	6,88,147
Effect of:		
Expenses not deductible for Tax purposes	12,990	2,328
Expenses deductible for Tax purposes	51,536	9,717
Items not subjected to Tax purposes	1,26,898	5,84,238
Taxable at Special Rates	-	-
Income tax (benefit)/expense	1,31,490	96,520
Effective tax rate	11.15%	3.53%

c. Deferred Tax Assets & Liabilities

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below: (Rs.)

Particulars	For the Year Ended 31 st March	
	2022	2021
Deferred tax assets/(liabilities): opening	34,671.00	42,064.00
Property, plant and equipment	(35,438.00)	(7,393.00)
Others	9,99,149.00	-
Net deferred tax assets/(liabilities)	9,98,382.00	34,671.00

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d. Movement in deferred tax assets and liabilities during the year ended 31st March, 2022 & 2021
(Rs.)

Particulars	As at 1 st April, 2021	Recognized in statement of profit and loss	Recognized in equity	As at 31 st March, 2022
Deferred tax assets/(liabilities)				
Property, plant and equipment	34,671.00	(35,438.00)	-	(767.00)
Others	-	9,99,149.00	-	9,99,149.00
Net deferred tax assets/(liabilities)	34,671.00	9,63,711.00	-	9,98,382.00

(Rs.)

Particulars	As at 1 st April, 2020	Recognized in statement of profit and loss	Recognized in equity	As at 31 st March, 2021
Deferred tax assets/(liabilities)				
Property, plant and equipment	42,064.00	(7,393.00)	-	34,671.00
Net deferred tax assets/(liabilities)	42,064.00	(7,393.00)	-	34,671.00

Note 31: Investments

Investments consist of investments in Mutual funds measured at Fair value through Profit & Loss Account and investment in equity instruments measured at Fair Value through Other Comprehensive Income. The election made at the time of transition to Ind AS is irrevocable.

The details of such Investments in Mutual Funds, Debentures, Bonds, Preference Shares other than Equity and Equity as of 31st March, 2022 and 31st March, 2021 are as follows:

Financial Instruments Measured at Fair Value

(Rs.)

As at 31 st March, 2022	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTPL						
Investments in Mutual Funds	27,19,233.04	60,54,607.21	60,54,607.21	-	-	60,54,607.21
Investments in Bonds	-	-	-	-	-	-
Total	27,19,233.04	60,54,607.21	60,54,607.21	-	-	60,54,607.21

(Rs.)

As at 31 st March, 2021	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTPL						
Investments in Mutual Funds	27,37,233.04	52,47,973.62	52,47,973.62	-	-	52,47,973.62
Investments in Bonds	-	-	-	-	-	-
Total	27,37,233.04	52,47,973.62	52,47,973.62	-	-	52,47,973.62

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(Rs.)

As at 31 st March, 2022	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTOCI Investments in Equity Instruments						
Listed Equity Shares	85,55,752.13	10,25,70,514.45	10,25,70,514.45	-	-	10,25,70,514.45
Unlisted Equity Shares	-	-	-	-	-	-
Total	85,55,752.13	10,25,70,514.45	10,25,70,514.45	-	-	10,25,70,514.45

(Rs.)

As at 31 st March, 2021	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTOCI Investments in Equity Instruments						
Listed Equity Shares	81,02,186.63	4,80,19,208.95	4,80,19,208.95	-	-	4,80,19,208.95
Unlisted Equity Shares	1,50,000.00	5,62,500.00	-	-	5,62,500.00	5,62,500.00
Total	82,52,186.63	4,85,81,708.95	4,80,19,208.95	-	5,62,500.00	4,85,81,708.95

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. Such instruments are classified as Level 1.

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 and unlisted shares are classified as Level 3.

Note 32: Financial Instruments

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments, with carrying amounts that are reasonable approximations of fair values. Fair value hierarchy of financial assets and financial liabilities measured at amortised cost.

(Rs.)

As at 31 st March, 2022	Level 1	Level 2	Level 3	Total	Valuation Technique for Level 3 items
Financial assets					
Loans	-	-	85,50,000.00	85,50,000.00	Carrying value approximately equal to fair value
Total financial assets	-	-	85,50,000.00	85,50,000.00	
Financial liabilities					
Borrowings	-	-	-	-	
Total financial liabilities	-	-	-	-	

USHAKIRAN FINANCE LIMITED

As at 31 st March, 2021	Level 1	Level 2	Level 3	Total	Valuation Technique for Level 3 items
Financial assets					Carrying value approximately equal to fair value
Loans	-	-	61,52,134.00	61,52,134.00	
Total financial assets	-	-	61,52,134.00	61,52,134.00	
Financial liabilities					
Borrowings	-	-	-	-	
Total financial liabilities	-	-	-	-	

Particulars	Level	As at 31.03.2022		As at 31.03.2021	
		Carrying Value	Fair Value	Carrying Value	Fair Value
ASSETS					
Financial Assets					
Cash and cash equivalents	1	23,07,285.12	23,07,285.12	6,02,899.71	6,02,899.71
Bank balance other than (a) above	1	2,98,498.00	2,98,498.00	63,16,516.27	63,16,516.27
Investments - Quoted	1	10,86,25,121.66	10,86,25,121.66	5,32,67,182.57	5,32,67,182.57
Investments - Unquoted	3	-	-	5,62,500.00	5,62,500.00
Trade receivables	3	-	-	-	-
Loans	3	85,50,000.00	85,50,000.00	61,52,134.00	61,52,134.00
Other Financial assets	3	14,860.00	14,860.00	14,860.00	14,860.00
Financial Assets		11,97,95,764.78	11,97,95,764.78	6,69,16,092.55	6,69,16,092.55
Financial Liabilities					
Trade payables		-	-	-	-
Other Financial liabilities	3	1,52,162.00	1,52,162.00	2,61,749.00	2,61,749.00
Financial Liabilities		1,52,162.00	1,52,162.00	2,61,749.00	2,61,749.00

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.

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Maturity Analysis of Assets and Liabilities (Rs.)

	As at 31 st March, 2022			As at 31 st March, 2021		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
(1) Financial Assets						
(a) Cash and cash equivalents	23,07,285.12	-	23,07,285.12	6,02,899.71	-	6,02,899.71
(b) Bank Balance other than (a) above	2,98,498.00	-	2,98,498.00	63,16,516.27	-	63,16,516.27
(c) Receivables						
(I) Trade Receivables	-	-	-	-	-	-
(II) Other Receivables	-	-	-	-	-	-
(d) Loans	-	85,50,000.00	85,50,000.00	-	61,52,134.00	61,52,134.00
(e) Investments	-	10,86,25,121.66	10,86,25,121.66	5,32,67,182.57	5,62,500.00	5,38,29,682.57
(f) Other Financial Assets	-	14,860.00	14,860.00	-	14,860.00	14,860.00
	26,05,783.12	11,71,89,981.66	11,97,95,764.78	6,01,86,598.55	67,29,494.00	6,69,16,092.55
(2) Non-Financial Assets						
(a) Deferred tax Assets (net)	-	9,98,382.00	9,98,382.00	-	34,671.00	34,671.00
(b) Investment Property	-	7,03,600.00	7,03,600.00	-	7,03,600.00	7,03,600.00
(c) Property, Plant and Equipment	-	19,90,256.00	19,90,256.00	-	75,812.00	75,812.00
(d) Other non-Financial Assets	-	42,048.26	42,048.26	-	2,21,500.88	2,21,500.88
	-	37,34,286.26	37,34,286.26	-	10,35,583.88	10,35,583.88
Total Assets	26,05,783.12	12,09,27,267.92	12,35,30,051.04	6,01,86,598.55	77,65,077.88	6,79,51,676.43
LIABILITIES						
(1) Financial Liabilities						
(a) Payables						
(I) Trade Payables	-	-	-	-	-	-
(II) Other Payables	-	-	-	-	-	-
(b) Borrowings (Other than Debt Securities)	-	-	-	-	-	-
(c) Other Financial Liabilities	1,52,162.00	-	1,52,162.00	2,61,749.00	-	2,61,749.00
	1,52,162.00	-	1,52,162.00	2,61,749.00	-	2,61,749.00
(2) Non-Financial Liabilities						
(a) Provisions	-	-	-	-	-	-
(b) Other non-Financial Liabilities	-	-	-	-	-	-
Total Liabilities	1,52,162.00	-	1,52,162.00	2,61,749.00	-	2,61,749.00

USHAKIRAN FINANCE LIMITED

Impairment on Financial Instruments

(Rs.)

Particulars	As at 31 st March 2022	As at 31 st March 2021
On Financial Instruments measured at amortised cost:		
Loans	3,20,430.00	(21,702.00)
Others	-	-
Total	3,20,430.00	(21,702.00)

Note 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 balances, trade & other receivables, Loans, financial assets measured at amortised cost
Liquidity Risk	Financial liabilities
Market Risk - Foreign Exchange	—
Market Risk – Interest Rate	Investments in debt securities
Market Risk – Price	Investments in equity Shares measured, At FVTOCI and Mutual Funds 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 equivalents, other bank balances, trade and other receivables, Loans and financial assets measured at amortised cost.

(Rs.)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Maximum exposure to credit risk	1,11,70,643.12	1,30,86,409.98

Expected Credit Loss (ECL) on Financial Assets

The Company continuously monitors all financial assets subject to ECL. In order to determine whether an instrument is subject to 12 month ECL 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).

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. The company do not have any trade receivables as at 31.03.2022 and as at 31.03.2021.

(ii) Cash and cash equivalents and other bank balances

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

(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

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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 flows. 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.

As of 31st March, 2022 and 2021, the Company had unutilized credit limits from banks of NIL and NIL respectively.

As of 31st March, 2022, the Company had working capital (current assets less current liabilities) of Rs.24,53,621.12 including cash and cash equivalents of Rs.23,07,285.12, As of 31st March, 2021, the Company had working capital of Rs. 66,57,666.98 including cash and cash equivalents of Rs.6,02,899.71.

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.

(Rs.)

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 31st March, 2022						
Financial Liabilities						
Other financial liabilities	34,462.00	-	1,17,700.00	-	-	1,52,162.00
As at 31st March, 2021						
Financial Liabilities						
Other financial liabilities	1,01,299.00	-	1,60,450.00	-	-	2,61,749.00
As at 31st March, 2020						
Financial Liabilities						
Other financial liabilities	1,02,005.00	-	49,000.00	-	-	1,51,005.00
As at 31st March, 2019						
Financial Liabilities						
Other financial liabilities	20,532.00	-	60,500.00	-	-	81,032.00
As at 1st April, 2018						
Financial Liabilities						
Other financial liabilities	2,790.00	-	69,500.00	-	-	72,290.00

(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 not much exposed to the interest rate risk due to lack of investments in Debt Securities mainly. The interest rate risk arises due to uncertainties about the future market interest rate on these investments.

(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, units of mutual funds which are classified as financial assets at Fair Value through Other Comprehensive Income and Fair Value through Profit and Loss respectively and is as follows:

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Exposure to Price risk		
Equity	10,25,70,514.45	4,85,81,708.95
Mutual Funds	60,54,607.21	52,47,973.62

(Rs.)

To manage its price risk arising from investments in equity securities, debt securities, units of mutual funds the company diversifies its portfolio.

Sensitivity Analysis

The table below sets out the effect on OCI/profit or loss due to reasonable possible increase/decrease in prices of 10%:

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Exposure to Price risk		
10% increase in the prices		
Equity	1,02,57,051	48,58,171
Mutual Funds	6,05,461	5,24,797
10% decrease in the prices		
Equity	(1,02,57,051)	(48,58,171)
Mutual Funds	(6,05,461)	(5,24,797)

(Rs.)

d) Operational risk

Operational risk is the risk arising from inadequate or failed internal processes, people or systems, or from external events. The Company manages operational risks through

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comprehensive internal control systems and procedures laid down around various key activities in the Company viz., customer service, finance function etc.,

Note 34: Capital Management

The Company's objective for capital management is to maximize shareholder wealth, safeguard business continuity and support the growth of the Company. The funding requirements are met through equity, and operating cash flows required. The Company's capital comprises Equity Share Capital, Retained Earnings and other equity attributable to equity holders.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March, 2022 and 31st March, 2021.

Analytical ratios

(Rs.)

Particulars	As at 31 st March, 2022			As at 31 st March, 2021			% Variance	Reason for variance (if above 25%)
	Numerator	Denominator	Ratio	Numerator	Denominator	Ratio		
Capital to risk-weighted assets ratio (CRAR)	NA	NA	NA	NA	NA	NA	NA	NA
Tier I CRAR	NA	NA	NA	NA	NA	NA	NA	NA
Tier II CRAR	NA	NA	NA	NA	NA	NA	NA	NA

Note 35: Contingent Liabilities and Commitments

- a. Claims against the company: **Nil** Nil
- b. Bank Guarantees: **Nil** Nil
- c. Partly paid shares: as at 31.03.2022 - **Nil**, as at 31.03.2021: An amount of Rs.3,03,565.50 is payable towards 322 partly paid equity shares as and when called by Reliance Industries Limited.

Note 36: The company is mainly engaged in the business of Investments and financing and all other activities of the company revolve around the main business and as such, there are no separate reportable segments.

Note 37: No amount is due or payable by any of the directors, firms, private companies in which any Director is a partner/director/manager or companies under the same management towards sundry debtors/loans and advances in the Company. Maximum amount outstanding from the above - Nil (Nil).

Note 38: The company has no amount due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at 31st March, 2022.

Note 39: The fair value of Investment property as at 31.03.2022 **Rs.9,60,000/-** and as at 31.03.2021 Rs.9,60,000/-.

USHAKIRAN FINANCE LIMITED

Note 40:

SCHEDULE TO THE BALANCE SHEET FOR THE YEAR ENDED 31.03.2022

(Disclosure of details as required by Para 13 of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007).

PARTICULARS	(Rs. in Lakhs)	
	Amount Outstanding	Amount Overdue
1. Loans and advances availed by the NBFC		
1. Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid		
(a) Debentures : Secured	--	--
Unsecured	--	--
(other than falling within the meaning of public deposits)		
(b) Deferred Credits	--	--
(c) Term Loans	--	--
(d) Inter-corporate loans and borrowing	--	--
(e) Commercial Paper	--	--
(f) Public Deposits	--	--
(g) Other Loans	--	--
Assets		Amount Outstanding
2. Break-up of Loans and Advances including Bills receivables (other than those included in (4) Below)		
(a) Secured		--
(b) Unsecured		125.20
3. Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities		
i) Lease assets including lease rentals under sundry debtors:		
(a) Financial Lease		NIL
(b) Operating Lease		
ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire		NIL
(b) Repossessed Assets		
iii) Hypothecation loans counting towards AFC activities		
(a) Loans where assets have been repossessed		NIL
(b) Loans other than (a) above		

USHAKIRAN FINANCE LIMITED

4. Break up of investments :				
Current investments:				
1. Quoted				
i) Shares				
	(a) Equity		--	
	(b) Preference		--	
ii) Debentures and Bonds			--	
iii) Units of Mutual Funds			--	
iv) Government securities			--	
v) Others (please specify)			--	
2. Unquoted				
(i) Shares				
	(a) Equity		--	
	(b) Preference		--	
(ii) Debentures and Bonds			--	
(iii) Units of Mutual Funds			--	
(iv) Government securities			--	
(v) Others (please specify)			--	
Long Term Investments :				
1. Quoted				
(i) Shares				
	(a) Equity	1025.70		
	(b) Preference	--		
ii) Debentures and Bonds			--	
iii) Units of Mutual Funds		60.55		
iv) Government securities		--		
v) Others (please specify)		--		
2. Unquoted				
(i) Shares				
	(a) Equity	--		
	(b) Preference	--		
ii) Debentures and Bonds			--	
iii) Units of Mutual Funds			--	
iv) Government securities			--	
v) Others (please specify)			--	
5. Borrower group-wise classification of assets financed as in (2) and (3) above.				
Category		Amount (net of provisions)		
1. Related Parties				
	(a) Subsidiaries	--	--	--
	(b) Companies in the same group	--	--	--
	(c) Other related Parties	--	--	--
2. Other than related parties		--	85.50	85.50
Total		--	85.50	85.50

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6. Investor group wise classification of all investments in shares and securities (both quoted and unquoted)

Category

1. Related Parties

(a) Subsidiaries

(b) Companies in the same group

(c) Other related Parties

2. Other than related parties

Total

Market Value/Break up or fair value or NAV	Book value (net of Provisions)
--	--
--	--
--	--
1086.25	1086.25
1086.25	1086.25

7. Other Information

Particulars

i) Gross Non-performing Assets

a) Related Parties

b) Other than related Parties

ii) Net Non-performing Assets

a) Related Parties

b) Other than related parties

iii) Assets acquired in satisfaction of debt (during the year)

--
30.20

NIL
NIL
NIL

Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non -Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015.

Note 41: Previous year's figures have been regrouped/reclassified/recasted wherever necessary to conform to the current year's presentation.

Note 42: The Financial Statements were approved for issue by the Board of Directors on 30th May, 2022.

Per our report of even date annexed
for Niranjana and Narayan
Chartered Accountants
(Firm Regn. No.005899S)

(M. Niranjana)
Partner
Membership No.029552

Place: Hyderabad
Date : 30.05.2022

For and on behalf of the Board

(T.R. Sekhar)
Director
DIN: 02943146

(P.R.K. Murthy)
Director
DIN: 02769220

(Sanjana Jain)
Company Secretary
ACS: 55914

(Omprakash Koyalkar)
Manager

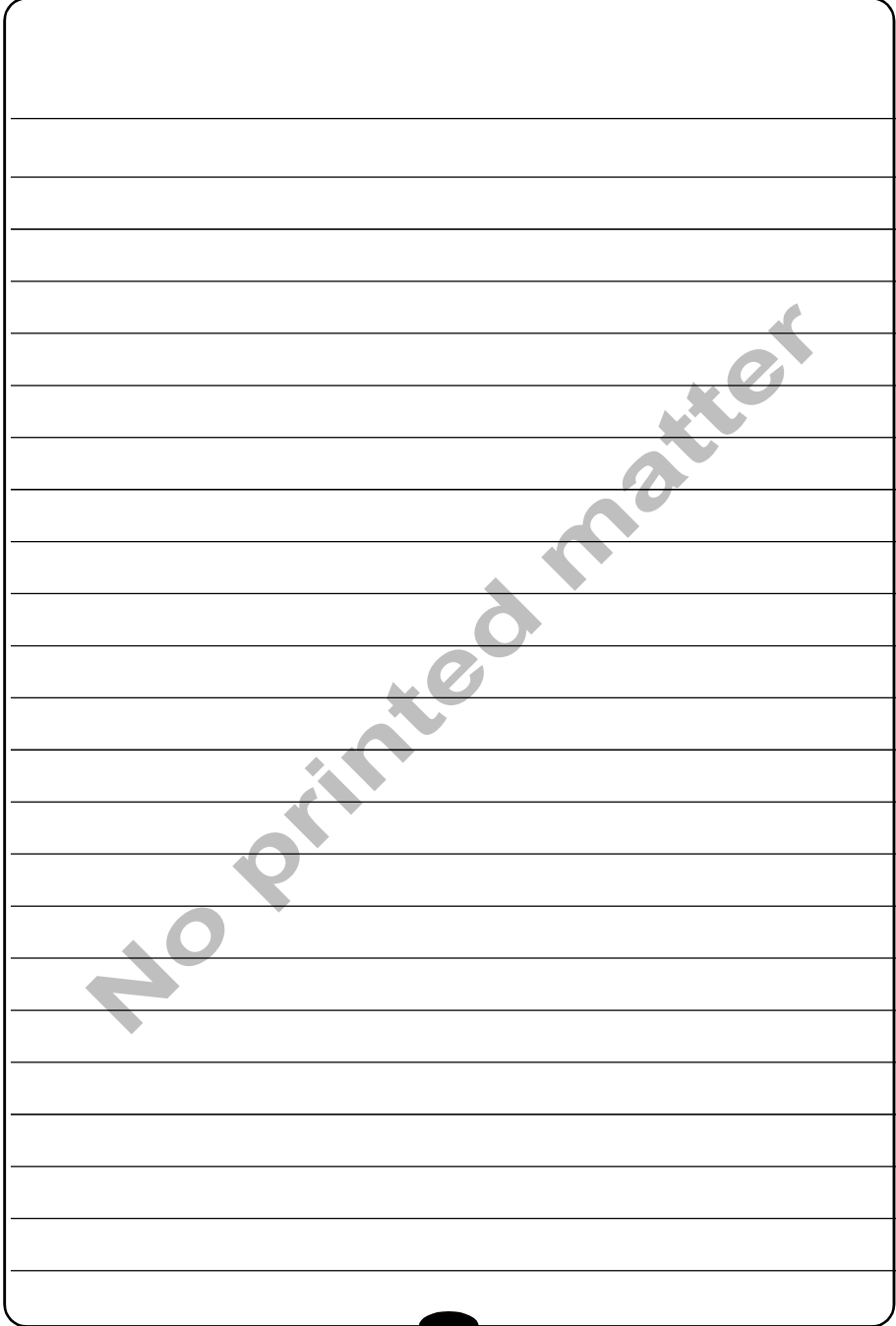
(T. Ramesh Babu)
Chief Financial Officer

NOTES

No printed matter

No printed matter

No printed matter



PRINTED MATTER

USHAKIRAN FINANCE LIMITED
CIN: L65923TG1986PLC006294
Regd. Office: 405, Raghava Ratna Towers,
Chirag Ali Lane, Hyderabad – 500 001.