

SRESTHA FINVEST LIMITED

Date: 08th July, 2021

To
The Manager
Listing Department

1. Bombay Stock Exchange Ltd, Mumbai
2. Metropolitan Stock Exchange of India Ltd, Mumbai.

Dear Sir,

Sub: Annual Report for the Financial Year 2020 - 2021

Pursuant to Regulation 34 (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we herewith enclose Notice of the Annual General Meeting along with Annual Report for the Financial Year 2020 - 2021 which is being sent through email to those members who have registered their email addresses with the Company/Depositories.

The Notice of the Annual General Meeting along with Annual Report will also be made available on the website of the Company.

This is for your information and records.

**Yours faithfully,
For Srestha Finvest Limited**

08-07-2021

X A. JITHENDRA KUMAR BAF...

Company Secretary & Compliance Officer
Signed by: A. JITHENDRA KUMAR BAFNA

Encl: as above



ANNUAL REPORT
2020 – 2021
SRESTHA FINVEST LIMITED

CORPORATE INFORMATION

CIN : L65993TN1985PLC012047

Registered Address : No.35/1, Muthu Krishnan Street, Kondithope, Chennai - 600079

Website : www.srestha.co.in

Email : srestha.info@gmail.com

BOARD OF DIRECTORS

Mr. Kamlesh P - Wholetime Director / Chief Financial Officer

Mrs. Navitha Jain - Non Executive - Non Independent Director

Mr. Manmohan - Chairman, Non Executive Independent Director

Mr. Gopal Biharilal Ahuja - Non Executive Independent Director

Mr. Dheeraj T – Non Executive Independent Director

Mrs. Varalakshmi V – Non Executive Independent Director

STATUTORY AUDITORS

J.V RAMANUJAM & CO.

Chartered Accountants

COMPANY SECRETARY

A. Jithendra Kumar Bafna

Bankers : KOTAK MAHINDRA BANK

Share Registry : M/s. PURVA SHAREGISTRY (INDIA) PVT LTD

No. 9, Shiv Shakti Ind Estt, J.R. Boricha Marg,

Lower Parel (East), Mumbai – 400011

Tel: 022 2301 2517 / 8261

email: support@purvashare.com

Website: www.purvashare.com

Notice

Notice is hereby given that the Thirty Sixth (36th) Annual General Meeting (“AGM”) of the Members of Srestha Finvest Limited will be held on Friday, the 30th July 2021 at 09:00 A.M. through Video Conferencing (VC) or Other Audio Visual Means (OAVM), to transact the following business:

ORDINARY BUSINESS:

1. Adoption of Accounts of the Company:

To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31st March, 2021 including audited Balance Sheet as at 31st March, 2021 and the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors (“the Board”) and Auditors thereon.

2. Appointment of a Director retiring by rotation

To appoint a Director in place of Mrs. Navitha Jain (DIN: 07492584), who retires by rotation and, being eligible, offers herself for re-appointment.

By Order of the Board of Directors
For SRESTHA FINVEST LIMITED

Sd/-

A. Jithendra Kumar Bafna
Company Secretary

Place: Chennai
Date: 08/07/2021

Registered Office: No.35/1, Muthu Krishnan Street, Kondithope, Chennai – 600079
Email: srestha.info@gmail.com | Website: www.srestha.co.in | Tel: 044 – 2520 6006
CIN: L65993TN1985PLC012047

Notes:

1. In view of the massive outbreak of the COVID-19 pandemic, pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs (“MCA”) followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 (hereinafter collectively referred to as “MCA Circulars”) and ‘SEBI’ Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 followed by Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 (hereinafter referred to as “SEBI Circulars”), the holding of the Annual General Meeting (“AGM”) through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) is permitted without the physical presence of the Members at a common venue.

In compliance with the provisions of the Companies Act, 2013 (“Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC / OAVM. The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
2. Pursuant to the provisions of the Companies Act, 2013, 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 the 36th AGM of the Company is being held through VC / OAVM in accordance with MCA Circulars and SEBI Circulars, physical attendance of Shareholders has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be made available for the 36thAGM 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 of its Board or governing body Resolution/Authorization etc., (PDF/JPG Format) authorizing its representative to attend and vote on its behalf at the AGM through VC / OAVM. The said Resolution/Authorisation shall be sent to the Company by email through its registered email at srestha.info@gmail.com with a copy marked to helpdesk.evoting@cdslindia.com.
4. 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 during the AGM.

5. Members participating at the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. The relevant details as required under Regulation 36(3) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with applicable provisions of Secretarial Standard 2 on General Meetings issued by the Institute of Company Secretaries of India and other relevant information, if any, in respect of director seeking re-appointment relating to item No. 2 is also annexed to this Notice.
7. The Register of Members and share transfer books of the Company will remain closed from Saturday, 24th July, 2021 to Friday, 30th July, 2021 (both days inclusive) for the purpose of Annual General Meeting.
8. In line with MCA Circulars and SEBI Circulars, the Notice of the AGM along with Annual Report 2020-2021 is being sent electronically to all the Members whose email addresses are registered with the Company / Depositories. Member may note that Notice and Annual Report 2020-21 has been uploaded on the website of the Company at www.srestha.co.in. The Notice and Annual Report can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and MSEI Limited (www.msei.in) and also from the website of CDSL (agency for providing the Remote e-Voting facility) i.e. www.evotingindia.com.
9. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their Depository Participants in case the shares are held by them in dematerialized form and to Registrar and Share Transfer Agent of the Company, i.e., Purva Shareregistry (India) Private Limited in case the shares are held by them in physical form.
10. SEBI vide its Circular No. SEBI/HO/MIRSD/DOP1/ CIR/P/2018/73 dated April 20, 2018 has mandated registration of PAN (Permanent Account Number) and Bank Account details for all security holders. Members holding shares in demat form are requested to submit their PAN and Bank Account details to their respective Depository Participant(s) along with a self-attested copy of PAN and original cancelled cheque. The original cancelled cheque should bear the name of the Member. In the alternative, Members are requested to submit a copy of bank passbook/statement attested by the bank. Members holding shares in physical form can submit the aforesaid information to the Registrar and Share Transfer Agent of the Company.
11. In accordance with Regulation 40 of SEBI Listing Regulations, as amended from time to time, with effect from, April 1, 2019, securities of listed companies can be transferred only in dematerialized form, except in case of request received for transmission or transposition of securities. Accordingly, the Members holding shares in physical form are requested to consider converting their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Further, SEBI vide its circular no. SEBI/HO/MIRSD/RTAMB/ CIR/P/2020/236 dated December 2, 2020 had fixed March 31, 2021 as the cut-off date for re-lodgement of transfer deeds and shares that are re-lodged for transfer shall be issued only in demat mode. All communications in respect of share transfers, dematerialization and change in the address of the Members may be communicated to the Registrar and Share Transfer Agent of the Company, i.e., Purva Shareregistry (India) Private Limited
12. Members can avail of the facility of nomination in respect of shares held by them pursuant to the provisions of Section 72 of the Act. Members desiring to avail this facility may send their nomination in the prescribed Form No. SH-13, duly filled in to the Registrar and Share Transfer Agent of the Company, i.e., Purva Shareregistry (India) Private Limited. Members holding shares in dematerialised form may contact their respective Depository Participants for availing this facility. If a Member desires to cancel the earlier nomination and record fresh nomination, he/she may submit the same in Form No. SH-14. The aforesaid forms will be made available to the Shareholders on request.
13. The Registers and all other documents referred to in the accompanying Notice, will be available for inspection in electronic mode. Members can inspect the same by sending an email to the Company at srestha.info@gmail.com till the date of AGM.
14. To promote/ support green initiative, Members are requested to register / update their e-mail addresses through their Depository Participants for sending the future communications by e-mail. Members holding the shares in physical form may register/ update their e-mail addresses through the Registrar & Transfer Agent, giving reference of their Folio Number.
15. Since the AGM of the Company is being held through VC/OAVM Facility, the Route Map is not annexed to this Notice.
16. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 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.

INSTRUCTIONS AND OTHER INFORMATION RELATING TO E-VOTING ARE AS UNDER:

17. The Company has engaged Central Depository Services (India) Limited ("CDSL") to offer e-voting facility to all its Shareholders to enable them to cast their votes electronically.
18. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44(1) of SEBI (LODR) Regulations, 2015 (as amended), the Shareholders are provided with the facility to cast their votes on all resolutions through e-voting services provided by CDSL. Resolution(s) passed by Shareholders through e-voting is/are deemed to have been passed as if they have been passed at the AGM.
19. Voting rights shall be reckoned on the paid-up value of shares registered in the name of the Member/Beneficial Owner List maintained by the Depositories as on the cut-off date, i.e., Friday, 23rd July, 2021.
20. Shareholders whose name appears in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date, i.e., Friday, 23rd July, 2021 shall be entitled to avail the facility of remote e-voting as well as e-voting during the AGM. A person who is not a Member as on the cut-off date should treat this Notice of AGM for information purpose only.
21. Any person who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as on the cut-off date, i.e., Friday, 23rd July, 2021, may obtain the User ID and password by sending a request at helpdesk.evoting@cdslindia.com. However if a member is already registered with CDSL for remote e-voting then existing User ID and password can be used for casting the vote.
22. The Board of Directors have appointed M/s. L. Ramesh & Associates, Chartered Accountants, as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
23. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes cast through remote e-voting (votes cast during the AGM and votes cast through remote e-Voting) and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
24. The results declared along with the Scrutinizer's Report shall be placed on the Company's website

www.srestha.co.in and communicated to the Bombay Stock Exchange Limited (BSE) and Metropolitan Stock Exchange of India Limited (MSEI), where the shares of the Company are listed.

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING THE AGM AND JOINING THE MEETING THROUGH VC/OAVM ARE AS UNDER:

- A. The remote e-voting period begins on 27th July 2021 at 9.00 A.M. and ends on 29th July 2021 at 05.00 P.M. During this period, the Shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date, i.e., Friday, 23rd July, 2021, may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter.
- B. Shareholders who have already voted prior to the meeting date would not be entitled to vote during the meeting.
- C. 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.

- D. 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 abovesaid 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	<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 evoting 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 e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting 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	<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.nsdl.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. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider 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.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	<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
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

E. Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders.

a) The shareholders should log on to the e-voting website www.evotingindia.com

b) Click on “Shareholders” module.

c) Now enter your User ID

- For CDSL: 16 digits beneficiary ID;
- For NSDL: 8 Character DP ID followed by 8 Digits Client ID;
- Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

d) Next enter the Image Verification as displayed and Click on Login.

e) 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.

f) If you are a first time user, follow the steps given below and fill the appropriate boxes:

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) 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 (DOB)	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. 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.

F. After entering these details appropriately, click on “SUBMIT” tab.

G. 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.

H. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- I. Click on the EVSN for **“Srestha Finvest Limited”** to vote.
- J. 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.
- K. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- L. 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.
- M. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- N. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- O. 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.

P. Facility for Non – Individual Shareholders and Custodians – Remote Voting:

- 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 should be mailed to helpdesk.evoting@cDSLindia.com and on approval of the accounts they would be able to cast their vote.
 - 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 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 e-mail address srestha.info@gmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

- a) The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
- b) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
- c) 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.
- d) Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
- e) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- f) 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.
- g) 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 atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at srestha.info@gmail.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at srestha.info@gmail.com. These queries will be replied to by the company suitably by email.
- h) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- i) 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.

- j) 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 shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

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.

For Demat Shareholders:

Please update your email id & mobile no. with your respective Depository Participant (DP).

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 022-23058738 and 022-23058542/43.

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 on 022-23058542/43.

PROCEDURE FOR REGISTRATION OF E-MAIL ADDRESS AND BANK DETAILS BY SHAREHOLDERS:

For Temporary Registration of e-mail id for Demat shareholders:

The Members of the Company holding Equity Shares of the Company in Demat Form and who have not registered their e-mail addresses may temporarily get their e-mail addresses registered with Purva Shareregistry (India) Pvt. Ltd. by clicking the link:

<http://www.purvashare.com/email-and-phone-updation/> in their web site www.purvashare.com and follow the registration process as guided therein. The members are requested to provide details such as Name, DPID, Client ID/ PAN, mobile number and e-mail id. In case of any query, a member may send an e-mail to RTA at support@purvashare.com.

On submission of the shareholders details an OTP will be received by the shareholder which needs to be entered in the link for verification.

For Permanent Registration of e-mail id for Demat shareholders:

It is clarified that for permanent registration of e-mail address, the Members are requested to register their e-mail address, in respect of demat holdings with the respective Depository Participant (DP) by following the procedure prescribed by the Depository Participant.

Registration of email id for shareholders holding physical shares:

The Members of the Company holding Equity Shares of the Company in physical Form and who have not registered their e-mail addresses may get their e-mail addresses registered with Purva Shareregistry (India) Pvt. Ltd., by clicking the link: <http://www.purvashare.com/email-and-phone-updation/> in their web site www.purvashare.com and follow the registration process as guided therein. The members are requested to provide details such as Name, Folio Number, mobile number and e mail id. In case of any query, a member may send an e-mail to RTA at support@purvashare.com.

On submission of the shareholders details an OTP will be received by the shareholder which needs to be entered in the link for verification.

Registration of Bank Details for physical shareholders:

The Members of the Company holding Equity Shares of the Company in physical Form and who have not registered their bank details can get the same registered with Purva Shareregistry (India) Pvt. Ltd., by sending E mail at support@purvashare.com. The members are requested to provide details such as Name, Folio Number, Certificate number, PAN, e – mail id on a covering letter requesting to update the bank details signed by all the shareholder(s), self attested PAN card copy and address proof along with the copy of the cheque leaf with the first named shareholders name imprinted in the face of the cheque leaf containing bank name and branch, type of account, bank account number, MICR details and IFSC code in PDF or JPEG format. In case of any query, a member may send an e-mail to RTA at support@purvashare.com.

Registration of Bank Details for Demat shareholders:

It is clarified that for registration of bank details, the

Members are requested to register their bank details, in respect of demat holdings with the respective Depository Participant (DP) by following the procedure prescribed by the Depository Participant.

**By Order of the Board of Directors
For Srestha Finvest Limited**

**Place: Chennai
Date: 08/07/2021**

**Sd/-
A. Jithendra Kumar Bafna
Company Secretary**

Annexure - A

Details of Directors seeking re-appointment at the 36th Annual General Meeting

[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 issued by the Institute of Company Secretaries of India]

Name of the Director	Mrs. Navitha Jain
Date of Birth	29/07/1982
Nature of Appointment	Re-appointment
Date of Appointment	09/03/2019
Relationship with Directors and Key Managerial Personnel	Spouse of Kamlesh Parasmal
Qualifications	Bachelor Of Commerce (B.Com)
Experience	06 years of Rich Experience in Business Administration
Expertise in specific functional area	Experience in Business Administration
Directorship held in other Companies	-
Chairman/Member of Committees of other companies	-
Shares in the Company	550

Directors Report

TO THE MEMBERS OF SRESTHA FINVEST LIMITED

Your Directors have pleasure in presenting the 36th Director's Report of SRESTHA FINVEST LIMITED (the Company) and along with the Audited financial statements for the financial year ended 31st March, 2021.

1. FINANCIAL RESULTS

The financial results of the Company for the year ended 31st March 2021 is summarized below:

(Rs in Lakhs)

Particulars	Year Ended 31st March 2021	Year Ended 31st March 2020
Income from Operations	471.68	416.40
Non-operating Income	1.04	0.00
Total Income	472.73	416.40
Total Expenditure	247.37	194.34
Profit/Loss before Depreciation, Interest and Taxation	225.36	222.06
Interest & Finance Charges	293.66	242.20
Depreciation	0.58	0.68
Profit/Loss before Tax	(68.89)	(20.82)
Provision for Current Taxes	0.03	0.68
Provision for Deferred Taxes	0.01	(0.06)
Profit/Loss after Tax	(68.92)	(21.44)
Other Comprehensive Income	38.65	(60.74)
Transfer to Reserves	0.00	0.00
Balance carried to Balance Sheet	(15.28)	(85.87)

2. DIVIDEND

Due to losses no Dividend has been declared during the year.

3. TRANSFER TO RESERVES

Due to loss the company has abstained from transfer to any reserves other than statutory transfers.

4. OPERATING RESULTS AND BUSINESS OPERATIONS

During the financial year 2020 - 2021, your Company has incurred a loss of Rs.68.92 Lakhs as compared to the loss of Rs. 21.44 Lakhs in previous year 2019 - 2020.

5. COVID AND ITS IMPACT

The company foresee the impact on its business segment as due to sustained lock down for long period across the country due to COVID 19 all the business were nearly shut resulting in financial implication on their business as well as cash flows. The continuing uncertainty still exists and the future impact cannot be gauged at this point of time. However the company has prepared itself to handle and face any adverse situation.

6. HUMAN RESOURCES DEVELOPMENT

The Company has continuously adopted structures that help attract best external talent and promote internal talent to higher roles and responsibilities. Company's Health and Safety Policy commits to provide a healthy and safe work environment to all employees.

7. BUSINESS EXCELLENCE AND QUALITY INITIATIVES

Your Company continues to be guided by the philosophy of business excellence to achieve sustainable growth.

8. MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY FROM THE END OF THE FINANCIAL YEAR TILL THE DATE OF THE REPORT

There has been no material change and commitment affecting the financial performance of the Company which had occurred between the end of the Financial Year of the Company to which the financial statements relate and the date of this Report except to the extent of unanticipated covid 19 impact which is readily not measureable.

9. SUBSIDIARY COMPANIES

Your Company has no subsidiaries. There are also no associate companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act").

10. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(5) of the Act, and based on the representations received from the management, the directors hereby confirm that:

- (i) in the preparation of the annual accounts for the financial year 2020-21, the applicable accounting standards have been followed and there are no material departures;
- (ii) they have selected such accounting policies and applied them consistently and made judgment 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 and of the profit of the Company for the financial year;
- (iii) they have taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) they have prepared the annual accounts on a going concern basis;

(v) they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating properly; and

(vi) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mrs. Navitha Jain (DIN: 07492584) retires by rotation and being eligible, offers herself for re-appointment. A resolution seeking shareholders' approval for his re-appointment along with other required details forms part of the Notice.

During the year, Mr. Dheeraj T and Mrs. Varalakshmi V were inducted on the Board of the Company as Non- Executive Independent Director for a period of 5 years with effect from 21.08.2020.

All the Independent Directors of the Company have submitted a Declaration that each of them meets the criteria of Independence as provided in Sub-Section (6) of Section 149 of the Companies Act, 2013 along with relevant Rules framed thereunder and Regulation 16 (1) (b) of SEBI Listing Regulations. Further, there has been no change in the circumstances which may affect their status as independent director during the year.

Pursuant to the provisions of Section 203 of the Act, Mr. Kamlesh Parasmal, Chief Financial Officer and Mr. A. Jithendra Kumar Bafna, Company Secretary are the Key Managerial Personnel of the Company as on March 31, 2021.

During the year, the Non-Executive Directors and KMP of the Company had no pecuniary relationship (except the disclosure made above in this report) or transactions vis-a-vis the Company.

12. NUMBER OF MEETINGS OF THE BOARD

Four meetings of the Board of Directors of the Company were held during the year. The requisite quorum was present for all the Meetings. For detailed information on the Meetings of the Board and its Committees, please refer to the Corporate Governance Report, which forms part of this Annual Report.

13. BOARD EVALUATION

Pursuant to the applicable provisions of the Act and SEBI Listing Regulations, the Board has carried out an Annual Evaluation of its own performance, performance of the Directors and the working of its Committees, based on the evaluation criteria defined by Nomination and Remuneration Committee for performance evaluation process of the Board, its Committees and Directors.

The meeting of NRC also reviewed performance of the Chief Financial Officer and Wholetime Director on goals (quantitative and qualitative) set since their appointment.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the Committees was evaluated by the Board after seeking inputs from the Committee members on the basis of criteria such as the composition of committees, effectiveness of Committee meetings, etc.

A separate meeting of the independent directors (“Annual ID meeting”) was convened, which reviewed the performance of non-independent directors, the Board as a whole and Chairman of the Company taking into account the views of executive directors and non-executive directors. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

14. POLICY OF DIRECTORS’ APPOINTMENT AND REMUNERATION

The Company’s policy on Directors’ appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters as provided under section 178(3) of the Act are covered in corporate governance report which forms part of this Report.

Further, information about elements of remuneration package of individual directors is provided in the extract of Annual Return as provided under Section 92(3) of the Companies Act, 2013 and forms part of this Report.

15. EXTRACT OF ANNUAL RETURN

The extract of Annual Return as provided under Sub-Section (3) of Section 92 of the Companies Act, 2013

(the “Act”) is enclosed at **Annexure – 1** in the prescribed form **MGT-9** and forms part of this Report.

16. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The CSR Policy Rules are not applicable to the Company during the year under review.

17. AUDITORS

Statutory Auditors

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules framed thereunder, M/s. J.V. Ramanujam & Co, Chartered Accountants, were appointed as Statutory Auditors of the Company for a period of five years at the AGM of the Company held on 22nd June, 2018. However, the requirement of ratification for appointment of auditor by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the ensuing AGM.

The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as Statutory Auditors.

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

Secretarial Auditors

As per the provisions of Section 204 of the Companies Act, 2013 read with corresponding Rules framed thereunder, M/s. AXN Prabhu & Associates, Practising Company Secretaries, were appointed as the Secretarial Auditors of the Company to carry out the secretarial audit for the Financial Year 2020 - 2021. The Secretarial Audit Report issued in this regard is annexed as **Annexure - 2**

The Auditors’ Report and the Secretarial Audit Report for the Financial Year ended 31st March, 2021, do not contain any qualification or reservation or adverse remarks.

18. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Pursuant to Section 186(11) of the Companies Act, 2013 ("the Act"), the provisions of Section 186(4) of the Act requiring disclosure in the Financial Statements of the full particulars of the loans made and guarantees given or securities provided by a Non - Banking Financial Company in the ordinary course of its business and the purpose for which the loan or guarantee or security is proposed to be utilised by the recipient of the loan or guarantee or security are exempted from disclosure in the Annual Report. Further, pursuant to the provisions of Section 186 (4) of the Act, the details of investments made by the Company are given in the Notes to the Financial Statements

19. AUDIT COMMITTEE

The details pertaining to the composition of the Audit Committee are included in the Corporate Governance Report, which is also a part of this report. Further, there have been no instances during the year where recommendations of its Committees were not accepted by the Board.

20. TRANSACTIONS WITH RELATED PARTIES

All the Related Party Transactions (RPT) that were entered into during FY 2020- 21 were on an arm's length basis and were in the ordinary course of business and disclosed in the Financial Statements. Accordingly, the disclosure of RPTs as required under the provisions of Section 134(3) (h) of the Companies Act, 2013 in Form AOC-2 is not applicable. The Directors draw attention of the Members to Notes to the Financial Statements which sets out related party disclosures.

21. VIGIL MECHANISM

The Company has established a vigil mechanism for Directors and employees to report their genuine concerns. For more details, please refer to the Corporate Governance Report attached to this Report.

22. DEPOSIT FROM PUBLIC

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

23. PARTICULARS OF EMPLOYEES

The Company has not employed any individual whose remuneration falls within the purview of the limits prescribed under the provisions of Section 197 of the Act, read with Rule 5 (1) and (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

The Disclosure stipulated as under Section 134(3) of Companies Act, 2013 read with Rule 8 of the Companies(Accounts) Rules, 2014, is as under:

- The Company is not a Manufacturing company nor does the company has any Energy Consumption based business other than normal consumption of Energy in Administrative Office. The company deploys all the possible measure to conserve the energy and increase usage of green energy.
- The Company is not involved in any Technological Absorption based activities. Hence same is not reportable.
- The Company has not dealt in any Foreign Exchange in any manner during the year under review. Hence the same is not reportable.

25. CORPORATE GOVERNANCE REPORT, MANAGEMENT DISCUSSION & ANALYSIS REPORT

As per SEBI Listing Regulations, a detailed report on Corporate Governance is provided in a separate section and forms part of the Annual Report. A Certificate from Auditor regarding compliance with the conditions of Corporate Governance as stipulated in SEBI Listing Regulations is given under **Annexure – 3** and forms part of this Report.

Pursuant to Regulation 34 of the SEBI Listing Regulations, the Management Discussion and Analysis Report is presented in a separate section forming part of this Annual Report.

26. INTERNAL CONTROL

During the year under review, the Internal Financial Controls were operating effectively and no material or serious observation has been received from the Auditors of the Company for inefficiency or

inadequacy of such controls. The Internal Financial Control procedure adopted by the Company are adequate for safeguarding 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.

27. RISK MANAGEMENT

The Risk Management is overseen by the Audit Committee of the Company on a continuous basis. The Committee oversees Company's process and policies for determining risk tolerance and review management's measurement and comparison of overall risk tolerance to established levels. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuous basis.

28. RBI GUIDELINES

The Company complies with all the applicable regulations, circulars, notifications, directions and guidelines issued by the Reserve Bank of India ("RBI"), from time to time, with respect to Non – Deposit Taking NBFC.

29. COMPLIANCE WITH THE PROVISIONS OF SECRETARIAL STANDARDS

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

30. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL

There are no significant or material orders passed by the Regulators or Courts or Tribunals which impacts the going concern status of the Company and its future operations.

31. DISCLOSURE AS PER SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The details of the complaints reported pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are provided in the Corporate Governance Report. During the financial year 2020-21, No complaints remains pending as of 31st March, 2021.

32. ACKNOWLEDGEMENTS

The Directors wish to convey their appreciation to business associates for their support and contribution during the year. The Directors would also like to thank the employees, shareholders, customers, suppliers, alliance partners and bankers for the continued support given by them to the Company and their confidence reposed in the management.

**On behalf of the Board of Directors
For Srestha Finvest Limited**

**Place: Chennai
Date: June 29, 2021**

**Sd/-
Manmohan
Chairman**

Form No. MGT - 9**Extract of Annual Return as on the financial year ended on March 31, 2021**

(Pursuant to Section 92 (3) of the Companies Act, 2013 and
Rule 12(1) of the Companies (Management and Administration) Rules, 2014)

I. REGISTRATION AND OTHER DETAILS:

CIN	L65993TN1985PLC012047
Registration Date	22/07/1985
Name of the Company	SRESTHA FINVEST LIMITED
Category / Sub-Category of the Company	COMPANY LIMITED BY SHARES
Address of the Registered office and contact details	No.35/1, Muthu Krishnan Street, Kondithope, Chennai-600079 Contact: 044 2520 6006 Email: srestha.info@gmail.com
Whether listed company	Yes
Name, Address and Contact details of Registrar and Transfer Agent, if any:	M/s. PURVA SHAREGISTRY (INDIA) PVT LTD No. 9, Shiv Shakti IndEstt, J.R. Boricha Marg, Lower Parel (East), Mumbai – 400011 Tel: 022 23012517/8261 email: support@purvashare.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:

S. No.	Name and Description of main products / services	NIC Code of the product / service	% to total turnover of the Company
1.	Financial Services	9971	99.78%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

The Company does not have any holding, subsidiary or associate company

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Shareholding

Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. PROMOTER									
1. Indian									
Individual/ HUF	0	0	0	0	0	0	0	0	0
Central Government	0	0	0	0	0	0	0	0	0
State Government	0	0	0	0	0	0	0	0	0
Bodies Corporate	0	0	0	0	0	0	0	0	0
Banks / Financial Institutions	0	0	0	0	0	0	0	0	0
Any Other	0	0	0	0	0	0	0	0	0
Sub-total (A)(1):-	0	0	0	0	0	0	0	0	0
2. Foreign									
NRIs-Individuals	0	0	0	0	0	0	0	0	0
Other-Individuals	0	0	0	0	0	0	0	0	0
Bodies Corporate	0	0	0	0	0	0	0	0	0
Banks / Financial Institutions	0	0	0	0	0	0	0	0	0
Any Other	0	0	0	0	0	0	0	0	0
Sub-total (A)(2):-	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	0	0	0	0	0	0	0	0	0
B. PUBLIC SHAREHOLDING									
1. Institutions									
Mutual Funds	0	0	0	0	0	0	0	0	0
Banks / Financial Institutions	0	0	0	0	0	0	0	0	0
Central Government	0	0	0	0	0	0	0	0	0
State Government	0	0	0	0	0	0	0	0	0
Venture Capital Funds	0	0	0	0	0	0	0	0	0
Insurance Companies	0	0	0	0	0	0	0	0	0
FIs	0	0	0	0	0	0	0	0	0
Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1)	0	0	0	0	0	0	0	0	0
2. Non Institutions									
a) Bodies Corp.									
(i) Indian	0	0	0	0	0	0	0	0	0
(ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	963731	3507850	4471581	5.42	941841	3480850	4422691	5.36	(0.06)
(ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakh	32370484	2495250	34865734	42.26	44522353	2494700	47017053	56.99	14.73
c) Others(Specify)									
Hindu Undivided Family	12111945	-	12111945	14.68	40120	-	40120	0.05	(14.63)
Limited Liability Partnership	22000000	-	22000000	26.67	21970000	-	21970000	26.63	(0.04)
Clearing Members	-	-	-	-	386	-	386	0.00	0.00
Other Body Corporates	8251040	799700	9050740	10.97	8250050	799700	9049750	10.97	-
Sub-total (B)(2)	75697200	6802800	82500000	100.00	75724750	6775250	82500000	100.00	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	75697200	6802800	82500000	100.00	75724750	6775250	82500000	100.00	-
C. SHARES HELD BY CUSTODIAN FOR GDRs & ADRs									
GRAND TOTAL(A+B+C)	75697200	6802800	82500000	100.00	75724750	6775250	82500000	100.00	-

(ii) Shareholding of Promoters (including Promoter Group): **NIL**

(iii) Change in Promoter's (including Promoter Group) Shareholding (please specify, if there is no change) **Not Applicable**

(iv) Shareholding Pattern of Top ten shareholders (other than Directors, Promoters and holder of GDRs and ADRs):

S. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Vinay Bafna	45,00,000	5.45%	1,57,84,654	19.13%
2	Parth Bhushan	52,070	0.06%	1,21,51,969	14.72%
3	RVB Business Consultancy Services LLP	1,10,00,000	13.33%	1,10,00,000	13.33%
4	Vandami Advisory LLP	1,10,00,000	13.33%	1,09,70,000	13.30%
5	Rain Tree Holdings Private Limited	82,50,000	10.00%	82,50,000	10.00%
6	Brij Bhushan	28,18,856	3.42%	28,18,856	3.42%
7	Dhruv Bhushan	20,22,900	2.45%	20,22,900	2.45%
8	Renu Bhushan	5,78,938	0.70%	5,78,938	0.70%
9	Gayatri Sankaran	5,50,000	0.66%	5,50,000	0.66%
10	L Bharat Bhushan	4,61,499	0.55%	4,61,499	0.55%

(v) Shareholding of Directors and Key Managerial Personnel:

S. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Kamlesh Parasmal	81,50,035	9.88 %	81,50,035	9.88 %

B. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs. In Lakhs)

Particulars	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
a. Principal Amount	-	2951.11	-	2951.11
b. Interest due but not paid	-	-	-	-
c. Interest accrued but not due	-	-	-	-
Total (a+b+c)	-	2951.11	-	2951.11
Change in Indebtedness during the financial year				
a. Addition	-	-	-	-
b. Reduction	-	22.78	-	22.78
Net Change	-	(22.78)	-	(22.78)
Indebtedness at the end of the financial year				
a. Principal Amount	-	2928.33	-	2928.33
b. Interest due but not paid	-	-	-	-
c. Interest accrued but not due	-	-	-	-
Total (a+b+c)	-	2928.33	-	2928.33

C. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and / or Manager:

(Rs. In Lakhs)

S. No.	Particulars	Kamlesh Parasmal (Wholetime Director)	Total Amount
1	Gross Salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	4.08	4.08
	(b) Value of perquisites u/s 17(2) of Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	-	-
2	Stock Options	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	as % of profit	-	-
5	Others, Please Specify	-	-
	TOTAL	4.08	4.08

B. Remuneration to other directors: **NIL**

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD

(Rs. In Lakhs)

S. No.	Particulars	A. Jithendra Kumar Bafna	CFO*
1	Gross Salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2.40	-
	(b) Value of perquisites u/s 17(2) of Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) of Income Tax Act, 1961	-	-
2	Stock Options	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	as % of profit	-	-
5	Others, Please Specify	-	-
	TOTAL	2.40	-

* CFO Salary is combined with Wholetime Director's Salary

D. PENALTIES/ PUNISHMENT/COMPOUNDING OF OFFENCES:

There were no penalties, punishment or compounding of offences against the Company or its Directors or other Officers in default for the year ended March 31, 2021

Form No. MR-3

Secretarial Audit Report For the Financial Year Ended 31st March, 2021

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

To
The Members
Srestha Finvest Limited
No. 35/1, Muthu Krishnan Street,
Chennai - 600079

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Srestha Finvest Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute 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, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31st March, 2021** 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Srestha Finvest Limited** ("the Company") for the financial year ended on 31st March, 2021 according to the provisions as applicable to the Company during the period:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **[Not Applicable]**

(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, 2009; **[Not Applicable]**

(d) The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014. **[Not Applicable];**

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008. **[Not Applicable];**

(f) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **[Not Applicable];**

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009. **[Not Applicable];**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. **[Not Applicable];**

(i) The Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

(vi) Other specific business/industry related laws that are applicable to the Company, viz.

NBFC – ICC (Investment and Credit Company) – The Reserve Bank of India Act, 1934 and all applicable Laws, Rules, Regulations, Guidelines, Circulars, Notifications, etc.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with the Stock Exchanges, where the equity shares of the Company are listed.

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

I further report that:

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

Adequate notice is given to all directors to schedule the Board and Committee Meetings, agenda and detailed notes on agenda were sent 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 decisions at Board Meetings and Committee Meetings are 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.

I 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.

**For AXN Prabhu & Associates
Company Secretaries**

**Sd/-
AXN Prabhu
Proprietor**

**Place: Chennai Membership No.: PCS 11440
Date: 20/04/2021 UDIN: F003902C000137464**

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

ANNEXURE - A

**To
The Members,
Srestha Finvest Limited
No. 35/1, Muthu Krishnan Street,
Chennai – 600079**

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.

2. I 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 the random test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.

3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Where ever required, I 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. My examination was limited to the verification of procedures on random 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 AXN Prabhu & Associates
Company Secretaries**

**Sd/-
AXN Prabhu
Proprietor**

**Place: Chennai Membership No.: PCS 11440
Date: 20/04/2021 UDIN: F003902C000137464**

INDEPENDENT AUDITORS' CERTIFICATE ON COMPLIANCE WITH THE CORPORATE GOVERNANCE REQUIREMENTS UNDER SEBI (Listing Obligations and Disclosure Requirements) REGULATIONS, 2015

TO THE MEMBERS OF SRESTHA FINVEST LIMITED

- I have examined the compliance of conditions of Corporate Governance by Srestha Finvest Limited ("the Company"), for the year ended 31st March 2021, as stipulated in regulations 17 to 27, clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time ("Listing Regulations") pursuant to the Listing Agreement of the Company with Stock Exchanges.

Management's Responsibility

- The compliance of conditions of Corporate Governance as stipulated under the listing regulations is the responsibility of the Company's Management including the preparation and maintenance of all the relevant records and documents. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of Corporate Governance stipulated in the Listing Regulations.

Auditors' Responsibility

- My examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
- Pursuant to the requirements of the Listing Regulations, it is my responsibility to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended 31st March 2021.
- I have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

- In my opinion and to the best of our information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Regulations.
- I state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Restriction on use

- The certificate is addressed and provided to the Members of the Company solely for the purpose of enabling the Company to comply with the requirement of the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, I do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without my prior consent in writing.

**For J.V. Ramanujam & Co.,
Chartered Accountants
FRN: 029475**

**Place: Chennai
Date: June 29, 2021**

**Sd/-
Sri Narayana Jakhotia
Partner
Membership No. 233192
UDIN: 21233192AAAABN8602**

Management Discussion and Analysis Report

Industry Structure and Developments

Srestha Finvest Limited is a non-banking finance company and with opening up of reforms being expected in the NBFC sector the company is now poised to grow, building a reputation of quality, craftsmanship and expertise. Your company currently operating in the finance, Loans, investment, Consultancy, dealing in securities activity and it anticipates there appears to be huge potential for growth.

Opportunities, Threats, Risks and Concerns

In a dynamic industry such as financial sector the company has added opportunities and risks and is inherent aspect of business. The opportunities which the company is looking to harness are as mentioned below:

- Opening up of financial sector reforms in India
- Fast growing requirement for Industrial clusters leading to credit demand.
- Monetary measures of the government tightening the credit line from banks would open doors for non-banking finance companies to explore those avenues.

The company's business, results of operations and financial condition are affected by number of risks, so the risk management function is of paramount importance and integral to the functioning of the company. The objective of the risk management strategy includes ensuring that critical risks are identified, monitored and managed effectively in order to protect the company's business.

Segment wise / product wise performance

The company has currently only one segment financial sector in line with the accounting standard on segment reporting.

Outlook

India is among one of the most observed emerging markets. Implementation of policies and reforms by the Government would help sector grow at faster phase.

Financial Performance

The Company foresees a better business prospects in the year 2020-2021.

Internal Control System and Adequacy

The Company has adequate system of internal control in place. This is to ensure that assets are safeguarded and all transactions are authorized, recorded and correctly reported. The top management and the Audit Committee of the Board review the findings and recommend to the Board improvement on the same.

Disclosure of Accounting Treatment

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to extent and in accordance with the Indian Accounting Standards (IND AS) as per the Companies (Indian Accounting Standards) Rules 2015 as amended to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder. The financial statements have been prepared on accrual basis under the historic cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

Cautionary Statement

This Report is based on the current situation, past experience and information available to the Company about its various businesses and assumptions regarding economic and industrial scenario, Governmental and other regulatory policies. The Performance of the Company is, to a great extent, dependent on these factors. The future performance may be materially influenced by the changes in any of these factors, which are beyond the control of the Company and may affect the views expressed in or perceived from this Report. Therefore the investors are requested to make their own independent judgments by taking into account all relevant factors before any investment decision.

Corporate Governance Report

Company's practice on Corporate Governance

Corporate Governance is the combination of practices and compliance with laws and regulations leading to effective control and management of the Organization. We consider stakeholders as our partners in our success and remain committed to maximizing stakeholder value. Good Corporate Governance leads to long term stakeholder value. This is demonstrated in shareholder returns, high credit ratings, governance processes and an entrepreneurial performance focused work environment.

Corporate Governance rests upon the four pillars of transparency, disclosure, monitoring and fairness to all. Your Company is committed to the adoption of and adherence to the best Corporate Governance practices at all times and continuously benchmarks itself with the best standards of Corporate Governance, not only in form but also in spirit. Good Governance practices stem from the dynamic culture and positive mindset of the organization. The Corporate Governance guidelines are in compliance with the requirements of Part C of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the stock exchanges.

Corporate Governance Practices

A. Key Board activities during the year

The Board provides and critically evaluates strategic direction of the Company, management policies and their effectiveness. Their main function is to ensure that long-term interests of the stakeholders are being served. The agenda for Board reviews / include strategic review from each of the Board Committees, a detailed analysis and review of annual strategic and operation plans and capital allocation and budgets. In addition, the Board reviews the business plans of Strategic Businesses. Frequent and detailed interaction sets the agenda and provides the strategic roadmap for future growth of the Company. Voluntary Corporate Governance Guidelines of the Ministry of Corporate Affairs, Government of India broadly outline a framework for corporate sector on important parameters like appointment of directors, guiding principles to remunerate directors, responsibilities of the Board, risk management, the enhanced role of Audit Committee and conduct of Secretarial Audit and Secretarial Standards as per guidelines of ICSI and Companies Act, 2013 (Act).

B. Role of the Company Secretary in Overall Governance Process

The Company Secretary plays a key role in ensuring that the Board procedures are followed and regularly reviewed. He ensures that all relevant information, details and documents are made available to the directors for effective decision making at the meetings. He is primarily responsible to ensure compliance with applicable statutory requirements and is the interface between the company and regulatory authorities. All the Directors of the

Company have access to the services of the Company Secretary. The Company Secretary ensures that all the decisions and observations of the Board are covered and implemented through Action Taken Report (ATR) and Board is apprised of the actions taken.

C. Selection and Appointment of New Directors on the Board

Considering the requirements of the skill-sets on the Board and the broad guidelines, persons having an independent standing in their respective field/profession and who can effectively contribute to the Company's business and policy decisions are considered by the Nomination and Remuneration Committee for appointment of new Directors on the Board. The number of directorships and memberships in various committees of other companies, if any, by such persons is also considered.

D. Selection criteria of Board Members

The Nomination and Remuneration Committee works with the Board to determine the appropriate characteristics, skills and experience required for the Board as a whole and for individual member. Board members are expected to possess expertise, leadership skills required to manage and guide a high growth. The members are not related to any Executive or Independent Director except Mrs. Navitha Jain who is the spouse of Mr. Kamlesh Parasmal.

E. Familiarization Program of Independent Directors

The Independent directors of company are personalities having wide experience in the field of business, finance, education, industry, commerce and administration. Their presence on the Board has been advantageous and fruitful in taking business decisions. Independent Directors are appointed as per the Governance guidelines of the Company, with management expertise and wide range of experience. Updates on relevant statutory changes encompassing important laws are regularly intimated to the Independent directors.

F. Prevention of Insider Trading

Pursuant to the SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time, a Securities Dealing Code for prevention of insider trading is in place. The objective of the Code is to prevent purchase and / or sale of shares of the Company by an insider on the basis of unpublished price sensitive information. Under this Code, all the Directors, Employees of the Company and their immediate relatives and other connected persons are prevented from dealing in the Company's shares during the closure of Trading Window. To deal in securities beyond specified limit, permission of Compliance Officer is also required. All the designated persons are also required to disclose related information periodically as defined in the Code. The aforesaid Code is available at the website of the Company www.srestha.co.in.

2. Board of Directors

The Company has a Board with varied management expertise. The Board's role, functions, responsibility and accountability are known to them due to their vast experience. Directors are provided with well-structured and comprehensive agenda papers in advance. All material information is incorporated in the Agenda for facilitating meaningful and focused discussion in the meeting. During the year, information as per Part A of Schedule II of Sub-Regulation 7 of Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been placed before the Board for its consideration from time to time as and when required. Minutes of the Board Meetings/Committee Meetings are circulated to the Directors well in advance and confirmed at the subsequent meetings.

(A) Composition of Board

The present Board of the Company consists of one Executive Director and five Non-Executive Directors including two women directors. The Company has an appropriate size of the Board for real strategic discussion and avails benefit of diverse experience and viewpoints. All directors are individuals of integrity and courage, with relevant skills and experience to bring judgment to bear on the business of the Company.

(B) Non-Executive Directors' compensation and disclosures

The Non-Executive Directors were not paid sitting fee. No stock options were granted to Non-Executive Directors during the year under review. The Non-Executive Directors did not have any material pecuniary relationship or transactions with the Company during the year 2020-2021. Independent Directors are not serving as Director or as Independent Directors in more than seven listed entities.

(C) Other provisions as to Board and Committees

The Board comprises of Mr. Manmohan as Non-Executive Independent Chairman, Mr. Kamlesh Parasmal as Whole time Director and Chief Financial Officer, Mrs. Navitha Jain as Non-Executive Non-Independent Director, Mr. Gopal B Ahuja, Mr. Dheeraj T and Mrs. Varalakshmi V as Non-Executive Independent Director. None of the Directors holds Directorships in more than 20 companies as stipulated in Section 165 of the Companies Act, 2013.

During the year 2020-21, four meetings of the Board of Directors were held on 24/06/2020, 21/08/2020, 06/11/2020, and 10/02/2021. The requisite quorum was present for all the Meetings. The maximum time gap between any two consecutive meetings did not exceed 120 days.

None of the Directors on the Board are Members of more than 10 Committees or Chairman of more than 5 Committees across all the companies in which they are Directors. Necessary disclosures regarding Committee positions in other public companies as on 31st March, 2021 have been made by the Directors as per SEBI (LODR) Regulations, 2015.

Details of attendance of Directors at Board Meetings and at the last Annual General Meeting held on 30/09/2020, showing the position as on 31st March, 2021 are given below:

Name of the Director	Category	Number of Board Meetings during the year 2020-21		Whether attended last AGM
		Held	Attended	Yes / No
Mr. Kamlesh P	Whole Time Director	4	4	Yes
Mrs. Navitha Jain	Non Executive Non Independent Director	4	4	Yes
Mr. Manmohan	Chairman, Non Executive Independent Director	4	4	Yes
Mr. Gopal Biharilal Ahuja	Non Executive Independent Director	4	4	Yes
Mr. Dheeraj T	Non Executive Independent Director	2	2	Yes
Mrs. Varalakshmi V	Non Executive Independent Director	2	2	Yes

Particulars of Directors with their Directorships and Chairmanship/Membership of Board Committees of the companies showing the position as on 31st March, 2021 are given below:

Name	Category	Other Directorships* as on 31 st March 2021	Number of Committee Membership** in other Companies as on 31 st March 2021**	Number of Committee Chairmanship** in other Companies as on 31 st March 2021
Mr. Kamlesh P	Whole Time Director	Nil	Nil	Nil
Mrs. Navitha Jain	Non Executive, Non Independent Director	Nil	Nil	Nil
Mr. Manmohan	Chairman, Non Executive Independent Director	Nil	Nil	Nil
Mr. Gopal Biharilal Ahuja	Non Executive Independent Director	Nil	Nil	Nil
Mr. Dheeraj T	Non Executive Independent Director	Nil	Nil	Nil
Mrs. Varalakshmi V	Non Executive Independent Director	Nil	Nil	Nil

* Other directorships do not include alternate directorships, directorships of private limited companies, foreign companies and companies registered under Section 8 of Companies Act, 2013.

**Chairmanships/Memberships of Board Committees include only Audit, Stakeholders Relationship and Nomination and Remuneration Committees of public limited companies.

(D) Code of Conduct

(i) The Board of Directors has laid down Code of Conduct for Non-Executive Directors, Independent Directors and Senior Management of the Company. The copies of Code of Conduct as applicable to the Directors as well as Senior Management of the Company are uploaded on the website of the Company - www.srestha.co.in

(ii) The Directors and members of Senior Management have affirmed compliance with the Code of Conduct applicable to them for the Financial Year 2020-21. A declaration to this effect has been signed by Mr. KamleshParasmal, Wholetime Director and Chief Financial Officer and forms part of the Annual Report.

(iii) The Board periodically reviews the compliance reports of all laws applicable to the Company.

(E) Relationship between Directors Inter-se

None of the Independent Directors are related to each other. However, Mrs. Navitha Jain is said to be related to Mr. Kamlesh Parasmal (WTD) within the meaning of the term “relative” as per Section 2(77) of the Act and clause 49(VIII)(E)(2) of the revised listing agreements.

(F) Core Skills / Expertise / Competencies of the Board of Directors

In terms of Listing Regulations, the list of core skills / expertise / competencies identified by the board are in the context of the company’s business and sector for effective functioning. The names of directors who have the above skills / expertise / competencies are as follows:

Name	Skills/ Expertise/Competencies
Kamlesh P	Leadership Qualities, Field Knowledge and Experience, Financial Expertise, Governance, Accounting, Taxation and Risk Management.
Gopal Biharilal Ahuja	Leadership Qualities, Finance, Marketing and Risk Management
Manmohan	Leadership Qualities and Financial Expertise
Navitha Jain	Planning and Administration
Dheeraj T	Financial Management, Accounting and Risk Management
Varalakshmi V	Business Startegy and Operation.

3. Independent Directors Meeting

Independent Directors are regularly updated on performance of each line of business of the Company, strategy going forward and new initiatives being taken/proposed to be taken by the Company. In compliance with Regulation 25 (3) of SEBI Regulations and Schedule IV of Companies Act, 2013, the Independent Directors Meeting was held on 24/06/2020, inter alia, to;

- (a) review the performance of non-independent directors and the Board as a whole;
- (b) review the performance of the Chairperson of the company, taking into account the views of executive directors and non-executive directors;
- (c) assess the quality, quantity and timeliness of flow of information between the company's management and the Board of Directors that is necessary for the Board of Directors to effectively and reasonably perform their duties.

All the Independent Directors were present at the meeting. In line with Regulation 17A of SEBI Listing Regulations, none of the Independent Directors serve as Independent Directors in more than seven listed entities. The Company has received declarations of independence as prescribed under Section 149(6) & (7) of the Companies Act, 2013 and relevant rules framed thereunder from Independent Directors. The Company has also received declaration from all the Independent Directors of the Company confirming that they have registered their names in the data bank of Independent Directors maintained with the IICA. All requisite declarations have been placed before the Board.

Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1) (b) of the SEBI Listing Regulations and that they are independent of the management. Further, in terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

4. Board Committees

4.1. Audit Committee

(A) Qualified and Independent Audit Committee

The Company complies with Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI Listing Regulations pertaining to the Audit Committee. Its functioning is as under:

- (i) The Audit Committee presently consists of the three Non-Executive Directors, two of them are Independent Directors and one being a non-independent director;
- (ii) All members of the Committee are financially literate and having the requisite financial management expertise;
- (iii) The Chairman of the Audit Committee is an Independent Director;
- (iv) The Chairman of the Audit Committee was present at the last Annual General Meeting held on 30/09/2020.

(B) Terms of reference

The terms of reference of the Audit Committee include inter-alia:

- To review the quarterly, half yearly and Annual financial results of the Company before submission to the Board
- To make recommendations to the Board on any matter relating to the financial management of the Company including the Audit Report.
- To review the accounting and financial policies and practices.
- To review the internal control mechanism and monitor risk management policies adopted by the Company and ensure compliance with regulatory guidelines.
- To review reports furnished by the Internal and Statutory Auditors and ensure that suitable follow – up action is taken.
- To examine the accountancy, taxation and disclosure aspects of all the significant transactions.

(C) Composition, names of Members and Chairperson, its meetings and attendance:

The composition of the Audit Committee and number of meetings attended by the Members during the year are given below:

Name of Member	Category	Meetings held during FY 2020-21	Meetings attended
Mr. Gopal Biharilal Ahuja	Independent Director (Chairman)	4	4
Mr. Manmohan	Independent Director (Member)	4	4
Mrs. Navitha Jain	Non Independent Director (Member)	4	4

During the year, Four Audit Committee meetings were held on 24/06/2020, 21/08/2020, 06/11/2020, and 10/02/2021.

The Committee meetings are attended by invitation to the Wholetime Director, CFO, the representatives of Statutory Auditors and representatives of the Internal Auditors. The Company Secretary acts as the Secretary of the Audit Committee.

4.2. Nomination and Remuneration Committee

(A) Description and Terms of reference

The terms of reference of the Nomination and Remuneration Committee are as per the guidelines set out in the Regulation 19 of SEBI Listing Regulations and in compliance with Section 178 of the Companies Act, 2013 that include determination of the Company's policy on specific remuneration packages for Directors. The Chairman of the Nomination and Remuneration Committee was present at the last Annual General Meeting held on 30/09/2020.

The role of the Nomination and Remuneration Committee is

- To identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down
- To recommend to the Board the appointment and removal of such identified persons
- To carry out evaluation of every director's performance
- To formulate the criteria for determining qualifications, positive attribute and independence of director
- To formulate a policy relating to remuneration for directors, key managerial personnel and other employees.

(B) Composition, names of Members and Chairperson, its meetings and attendance during the year:

The composition of the Nomination and Remuneration Committee and number of meetings attended by the Members during the year are given below:

Name of Member	Category	Meetings held during FY 2020-21	Meetings attended
Mr. Gopal Biharilal Ahuja	Independent Director (Chairman)	4	4
Mr. Manmohan	Independent Director (Member)	4	4
Mrs. Navitha Jain	Non Independent Director (Member)	4	4

During the year, four meetings of Nomination and Remuneration Committee were held on 24/06/2020, 21/08/2020, 06/11/2020, and 10/02/2021.

(C) Performance evaluation of Independent Directors:

The Nomination and Remuneration Committee evaluates the performance of Independent Directors and recommends sitting fees, if any, for each Board and committee meetings attended by them. The evaluation mechanism of Independent Directors is detailed in Directors Report.

4.3. Stakeholders Relationship Committee

(A) Composition, Members, its meetings and attendance

In line with the provisions of Regulation 20 of SEBI Listing Regulations and Section 178 of the Companies Act, 2013, the Stakeholders Relationship Committee is set up to monitor the process of share transfer, issue of fresh Share Certificates as well as review and redressal of investors/shareholders grievances. The Committee would also recommend measures for overall improvement of the quality of Investor services.

The Board has delegated the powers to the Registrar and Transfer Agents (RTA) to attend to Share Transfer formalities once in a fortnight. The composition of the Stakeholders Relationship Committee and number of meetings attended by the Members during the year are given below:

Name of Member	Category	Meetings held during FY 2020-21	Meetings attended
Mrs. Navitha Jain	Non Independent Director (Chairman)	4	4
Mr. Gopal Biharilal Ahuja	Independent Director (Member)	4	4
Mr. Manmohan	Independent Director (Member)	4	4

During the year, 4 meetings of the Stakeholders Relationship Committee were held on 24/06/2020, 21/08/2020, 06/11/2020, and 10/02/2021. The previous AGM of the Company was held on 30/09/2020 and was attended by Mrs. Navitha Jain, Chairman of the Stakeholders' Relationship Committee.

(B) Name and Designation of the Compliance Officer

Mr. A. Jithendra Kumar Bafna, Company Secretary, is the Compliance Officer for complying with the requirements of the Listing Regulations.

(C) Complaints received and redressed during the year 2020-21

Opening Balance	Received during the year	Resolved during the year	Closing Balance
NIL	NIL	NIL	NIL

4.4. Remuneration to Directors

The Remuneration policy of your Company is a comprehensive policy which is competitive, in consonance with the industry practices and rewards good performance of the employees of the Company. The policy ensures equality, fairness and consistency in rewarding the employees on the basis of performance against set objectives. The Company endeavors to attract, retain, develop and motivate a high performance workforce.

Remuneration to Wholetime Director

Mr. Kamlesh Parasmal is the Wholetime Director (WTD) of the Company. The salary, benefits and perquisites paid to Mr. Kamlesh Parasmal WTD during the year 2020-21 were Rs. 4.08 Lakhs P.A.

Remuneration to Non-Executive Directors

The Non-Executive Directors are entitled to sitting fee for attending the Board/Committee Meetings. No Sitting fees is paid to the Non-Executive Directors for attending each meeting of the Board, Audit and Nomination, Remuneration Committee and Executive Committee Meeting held during the year under review.

The Board considered the performance of the Non-Executive Directors based on their attendance and contribution at the Board and Committee meetings. The Company also reimburses the out-of-pocket expenses, if any, incurred by the Directors for attending the meetings.

4.5. Executive Committee

(A) Composition of Executive Committee and terms of reference, its meetings and attendance:

Presently the Executive Committee comprises of Mr. Manmohan as Chairman and Mr. Kamlesh Parasmal, Mr. Gopal Biharilal Ahuja as members of the Committee.

(B) Terms and reference of the Executive Committee:

- Long term financial projections and cash flows;
- Capital and Revenue Budgets and Capital Expenditure Programs;
- Acquisitions, divestment and business restructuring proposals.

The aforesaid matters were discussed in various Board meetings held during the year under review in the presence of the Executive Committee Members with the intent to avail expertise of all Board members.

5. Other Disclosures

(A) Basis of Related Party Transactions

The statements containing the transactions with related parties (if any) were submitted periodically to the Audit Committee. There are no related party transactions that may have potential conflict with the interest of the Company at large. There were no material individual transactions with related parties during the year, which were not in the normal course of business as well as not on an arm's length basis. The policy on dealing with related party transactions is available on the website of the Company, i.e., www.srestha.co.in

(B) Details of Non Compliance

There is no non-compliance by the Company and no penalties, strictures imposed on the Company by Stock Exchange or SEBI or RBI or any statutory authority, on any matter related to capital market, during the last three years except there was a non-compliance of Regulation 17 (1) (c) of SEBI Listing Regulations /delay in appointing independent director during the previous year, due to unexpected lockdown situation triggered by Covid-19 pandemic, for which, Stock Exchanges has issued show cause for payment of fine on the Company. However, the request for waiver of fine was accepted by the Stock Exchanges and the Company has complied with all provisions of the Listing Regulations and other SEBI Regulations, wherever applicable.

(C) Vigil Mechanism

Your Company has established a mechanism called 'Vigil Mechanism' for directors and employees to report to the appropriate authorities of unethical behavior, actual or suspected, fraud or violation of the Company's code of conduct or ethics policy and provides safeguards against victimization of employees who avail the mechanism. The policy permits all the directors and employees to report their concerns directly to the Ethics Counselor/Chairman of the Audit Committee of the Company. No person has been denied access to the Audit Committee for any grievance. The policy with the name and address of the Chairman of the Audit Committee has been communicated to the employees by uploading the same on the website of the Company.

(D) Compliance with Mandatory Requirements

The Company is in compliance with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI Listing Regulations, as applicable, with regard to corporate governance.

The company has also adopted the following discretionary requirements specified in Part E of Schedule II in terms of regulation 27(1) of the Listing Regulations:

- Quarterly financial statements are published as per the requirements and uploaded on Company's website www.srestha.co.in
- The financial statements of the Company are with unmodified audit opinion.

(E) Subsidiary Companies

The Company does not have any Subsidiary Company. Hence, the policy for determining 'material' subsidiaries is not applicable to the company.

(F) Proceeds from Public Issues, Rights Issue, Preferential issue, etc

During the financial year 2020-2021, the Company has not raised any funds through any of the above issues. Also, there were no funds raised through any Preferential Allotment or Qualified Institutions Placement as specified under Regulation 32 (7A) of the Listing Regulations.

(G) Certificate from Company Secretary in Practice

The Company has obtained a certificate from M/s. AXN Prabhu & Associates, Company Secretaries, required under SEBI Regulations confirming that none of the Directors on Board of the Company as of 31st March, 2021 has been debarred or disqualified from being appointed or continuing as Director of Companies by SEBI or MCA or any such authority. The said Certificate is also annexed as **Annexure – 4** to this Report.

(H) Total Fees paid to Statutory Auditor

During FY 2020-21, total consolidated fees of Rs. 30,000/- was paid to the Statutory Auditors of the Company and all entities in the network firm / network entity of which the Statutory Auditors are a part of, for all the services rendered to the Company.

(I) Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

In Compliance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company is committed to providing and promoting a safe and healthy work environment for all its employees. The following complaints were reported:

Number of complaints filed during the financial year	NIL
Number of complaints disposed of during the financial year	NIL
Number of complaints pending as on end of the financial year	NIL

(J) Board Disclosures - Risk Management

The Company has laid down procedures to inform the Board of Directors about the Risk Management and its minimization procedures. The Audit Committee and Board of Directors review these procedures periodically.

6. CEO / CFO Certification

As required under Regulation 17 (8) read with Part B of Schedule II of SEBI Listing Regulations, Mr. Kamlesh Parasmal, the Wholetime Director and Chief Financial Officer (CFO) of the Company, certified to the Board regarding the Financial Statements and internal controls relating to financial reporting for the year ended 31st March, 2021. The said Certificate forms part of this Report and is attached herewith as **Annexure - 5**.

Also, in terms of Regulation 33 (2) of SEBI Listing Regulations, Mr. Kamlesh Parasmal, the Wholetime Director and CFO of the Company gave quarterly certification on financial results while placing the financial results before the Board.

7. Disclosures with respect to demat suspense account/ unclaimed suspense account

Pursuant to Regulation 34(3) of and Part F of Schedule V to the SEBI Listing Regulations, the requisite information as per aforesaid Clause is given below:

Particulars	Number of Shareholders	Number of Equity Shares
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year	NIL	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	NIL	NIL
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	NIL	NIL

Transfer of unclaimed / unpaid amounts to the Investor Education and Protection Fund: NIL

8. Compliance on Corporate Governance

Pursuant to Part C of Schedule V to the SEBI Listing Regulations, the Auditor's Certificate regarding compliance on conditions of Corporate Governance is annexed as **Annexure - 3** and forms part of Director's Report.

9. Reconciliation of Share Capital

As stipulated by SEBI, a Quarterly Reconciliation of Share Capital Audit is done by a qualified Chartered Accountant to confirm that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of shares in dematerialised form held with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

10. General Body Meetings

(A) Location and time of General Meetings held in the last 3 years:

Year Resolution	Date	Venue of Meeting	Time	Whether any Special resolution passed in previous AGM
2017-2018	22.06.2018	Samudaya Nala Koodam, Vallanur, Ambattur, Chennai - 600062	10.00 AM	One
2018-2019	27.09.2019	No. 35/1, Muthu Krishnan Street, Chennai - 600079	10.00 AM	Two
2019-2020	30.09.2020	No. 35/1, Muthu Krishnan Street, Chennai - 600079 (Deemed Venue)*	09.00 AM	Nil

* *The Meeting was held through Video Conferencing / Other Audio Visual Means*

(B) Special Resolution passed last year through postal ballot – details of voting pattern and procedure thereof: NIL

(C) Person who conducted the postal ballot exercise: Not Applicable

(D) Special Resolution proposed to be conducted through postal ballot:

None of the businesses proposed to be transacted at the ensuing AGM requires passing of a special resolution through postal ballot.

11. Means of Communication

The Company's website is a comprehensive reference on Srestha's management, vision, mission, policies, corporate governance, corporate sustainability, investor relations, updates and news. The section on Investors serves to inform the shareholders, by giving complete financial details, Shareholding Patterns, information relating to Stock Exchanges, Registrars & Share Transfer Agents.

The Company regularly interacts with the shareholders through the multiple channels of communication such as publication of results, Annual Report, after the Board Meeting and the Company's website. The Company also informs the Stock Exchanges in a prompt manner, all price sensitive information and all such other matters which in its opinion, are material and relevant for the shareholders.

Any website where displayed - Yes, the results are displayed on the Company's website www.srestha.co.in under Investor Relations Section

12. General Shareholder Information

a. Annual General Meeting:

- **Date:** 30/07/2021
- **Time:** 09:00 A.M.
- **Venue:** The Company is conducting meeting through VC / OAVM pursuant to the MCA Circulars dated May 5, 2020 read with circulars dated April 8, 2020, April 13, 2020 and January 13, 2021 and as such there is no requirement to have a venue for the AGM. For details please refer to the Notice of this AGM

b. **Financial Year:** The financial year covers the period from 1st April to 31st March.

c. **Dividend Payment Date:** N.A.

d. Listing on Stock Exchanges:

The Stock Exchanges on which the Company's shares are listed:

- The Metropolitan Stock Exchange of India Limited– MSEI
- Bombay Stock Exchange Limited (BSE)

The Company has paid the Annual Listing Fees to each of the above Stock Exchanges where the shares of the Company are listed.

e. Stock Code:

The Bombay Stock Exchange Limited: SRESTHA
The Metropolitan Stock Exchange of India Limited: SRESTHA

The ISIN of the Company for its shares: INE606K01023
SCRIP CODE: SRESTHA

f. **Date of Book Closure:** 24/07/2021 to 30/07/2021 (both days inclusive)

g. Market price information

The reported high and low closing prices during the year ended 31st March, 2021 on the BSE, where your Company's shares

are frequently traded vis-à-vis the Share Index, are given below:

Company: Srestha Finvest Ltd (539217)

Period: 01-Apr-2020 to 31-Mar-2021

Month	Open	High	Low	Close	No. of Shares	No. of Trades	Total Turnover	Deliverable Quantity	% Deli. Qty to Traded Qty	* Spread	
										H-L	C-O
Apr 20	6.95	7.69	6.81	7.51	8,972	42	64,302	8,726	97.26	0.88	0.56
May 20	7.87	7.87	7.87	7.87	102	2	802	102	100.00	0.00	0.00
Jun 20	7.85	7.86	6.08	6.08	3,983	21	29,700	233	5.85	1.78	-1.77
Jul 20	5.78	5.78	5.50	5.50	7	4	38	7	100.00	0.28	-0.28
Aug 20	5.23	5.23	5.23	5.23	2	2	10	2	100.00	0.00	0.00
Sep 20	5.23	5.23	4.95	4.95	1,057	7	5,239	1,057	100.00	0.28	-0.28
Oct 20	4.95	4.95	2.80	2.80	726	24	2,905	726	100.00	2.15	-2.15
Nov 20	2.78	2.78	2.41	2.41	1,893	20	5,042	1,893	100.00	0.37	-0.37
Dec 20	2.37	2.37	1.86	2.35	10,451	35	22,870	10,449	99.98	0.51	-0.02
Jan 21	2.35	2.35	2.35	2.35	206	4	483	206	100.00	0.00	0.00
Feb 21	2.34	2.61	2.24	2.61	1,38,574	37	3,28,416	38,541	27.81	0.37	0.27
Mar 21	2.48	2.85	1.93	1.93	1,464	13	3,573	1,464	100.00	0.92	-0.55

h. Registrars and Share Transfer Agents

The Members are requested to correspond to the Company's Registrars & Share Transfer Agents quoting their Folio Number, Client ID and DP ID at the following address:

M/s. Purva Shareregistry (India) Private Limited

No. 9, Shiv Shakti Ind. Estt, J.R. Boricha Marg, Lower Parel (East), Mumbai-400011

Phone: 022 23012517/8261

Email: support@purvashare.com

i. Shareholding as on 31st March, 2021

(a) Distribution of Shareholding as on 31st March, 2021

Shareholding of Nominal Value	No. of Shareholders	% of Shareholders	Amount (in Rs.)	% to Equity
1-5000	1052	77.35	1349382	0.82
5,001 - 10,000	72	5.29	487894	0.30
10,001 - 20,000	79	5.81	1048132	0.64
20,001 - 30,000	69	5.07	1788906	1.08
30,001 - 40,000	5	0.37	185972	0.11
40,001 - 50,000	4	0.29	180830	0.11
50,001 - 1,00,000	22	1.62	1399220	0.85
1,00,001 & ABOVE	57	4.19	158559664	96.10
TOTAL	1360	100.00	165000000	100.00

(b) Shareholding pattern as on 31st March, 2021

S.No.	Category	No. of Shares Held	Percentage of Shareholding
A	Promoter's Holding		
a	Promoters	-	-
b	Persons acting in Concert	-	-
	Sub Total	-	-
B	Non Promoters Holding		
a	FII's	-	-
b	Private Body Corporate	31019750	37.60
c	Indian Public	51439744	62.35
d	NRI / OCB	-	-
e	Others	-	-
f	Clearing Members	386	0.00
g	Hindu Undivided Family	40120	0.05
h	Shares represented by GDRs	-	-
	Sub Total	82500000	100
	Grand Total	82500000	100

j. Share Transfer System

Pursuant to Regulation 40(9) of SEBI Listing Regulations, 2015, a half-yearly certificate is obtained from Practising Company Secretary, confirming the issue of share certificates for transfer, sub-division, consolidation etc., and a copy thereof is uploaded at both the websites of Stock Exchanges, BSE and MSEI, within stipulated time period.

Member's requests for transfer or transmission of securities and other related matters are handled by Registrar and Transfer Agent, i.e., M/s. Purva Sharegistry (India) Private Limited and are effected within stipulated timelines, if all the documents are valid and in order.

Further, the Compliance Certificate under Regulation 7(3) of the SEBI Listing Regulations, 2015 confirming that all activities in relation to both physical and electronic share transfer facilities are maintained by Registrar and Share Transfer Agent registered with the Securities and Exchange Board of India is also submitted to the Stock Exchanges on a half yearly basis.

k. Dematerialisation of shares and liquidity

91.78% of the total equity capital was held in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as on 31st March, 2021. The Company's shares can be traded only in dematerialised form as per SEBI notification. The Company has entered into an Agreement with NSDL and CDSL whereby shareholders have the option to dematerialize their shares with either of the depositories.

l. Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on equity

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

m. Plant locations

The Company is not a manufacturing unit and thus not having any Plant.

n. Address for correspondence

The Company Secretary
SresthaFinvest Ltd,
No.35/1, Muthu Krishnan Street, Kondithope, Chennai – 600079
Phone: 044-25206006
Email: srestha.info@gmail.com

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To
The Members of
Srestha Finvest Limited
No. 35/1, Muthu Krishnan Street,
Kondithope, Chennai – 600079

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **M/s. Srestha Finvest Limited** having **CIN L65993TN1985PLC012047** and having registered office at No. 35/1, Muthu Krishnan Street, Kondithope, Chennai - 600079 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on **31st March, 2021** have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory.

S. No.	Name of the Director	DIN	Date of Appointment in Company*
1	Kamlesh P	00810823	November 26, 2019
2	Manmohan	02613893	October 12, 2011
3	Gopal Biharilal Ahuja	02613947	October 12, 2011
4	Navitha Jain	07492584	March 09, 2019
5	Dheeraj T	08834983	August 21, 2020
6	Varalakshmi V	03017336	August 21, 2020

**the date of appointment is as per the MCA Portal*

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For AXN Prabhu & Associates
Company Secretaries

Sd/-
AXN Prabhu
Proprietor

FCS 3902 | C.P. NO. 11440
UDIN: F003902C000034273

Date: April 20, 2021
Place: Chennai

CERTIFICATE BY CHIEF FINANCIAL OFFICER*(Under Regulation 17 (8) of SEBI (LODR) Regulations, 2015)*

To
The Board of Directors
Srestha Finvest Limited
No. 35/1, Muthu Krishnan Street,
Kondithope, Chennai – 600079

I, Kamlesh Parasmal, Chief Financial Officer of Srestha Finvest Limited, hereby certify that –

- A.** I had reviewed financial statements and the cash flow statement for the year ended **31.03.2021** and that to the best of their knowledge and belief:
- (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B.** There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- C.** I accept responsibility for establishing and maintaining internal controls for financial reporting and I had evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I had disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps we have taken or propose to take to rectify these deficiencies.
- D.** I have indicated to the auditors and the Audit committee that:
- (i) there have been no significant changes in internal control over financial reporting during the year;
- (ii) there have been no significant changes in accounting policies during the year; and
- (iii) there have been no instances of significant fraud of which they have become aware and the involvement therein of the management or an employee having a significant role in the company's internal control system over financial reporting.

Place: Chennai
Date: June 29, 2021

Sd/-
Kamlesh Parasmal
Chief Financial Officer

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT**PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

This is to certify that the Company has laid down Code of Conduct for all Board Members and Senior Management of the Company and the copies of the same are uploaded on the website of the Company – www.srestha.co.in. Further certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended 31st March, 2021.

By Order of the Board of Directors
For Srestha Finvest Limited

Place: Chennai
Date: June 29, 2021

Sd/-
Kamlesh Parasmal
Wholtime Director
DIN: 00810823

INDEPENDENT AUDITOR'S REPORT

To the Members of SRESTHA FINVEST LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of **Srestha Finvest Limited** ('the Company'), which comprise the Balance Sheet as at 31st March 2021 and the statement of Profit and Loss (statement of changes in equity) and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information referred to as Standalone Financial Statements.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its loss after tax, total comprehensive loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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.

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

The Company's Board of Directors is responsible for the preparation of other information. The other information

comprises the information included in the Board's Report, Management Discussion and Analysis and report on corporate governance, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and in doing so consider whether the other information is materially inconsistent with the standalone financial statement 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 no material misstatement of this other information we are required to report the fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 Responsibility 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.

Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

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

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

accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by Companies (Audit Report) Order, 2016 ("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 the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 [and proper returns adequate for the purposes of our audit have been received from the branches not visited by us;
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) on the basis of the written representations received from the Directors as on 31st March 2021 and taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March 2021 from being appointed as a Director in terms of Section 164(2) of the Act; and
- (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".
- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has no pending litigations which would impact its financial position.
- (ii) The Company did not have any long-term contracts, including derivative contracts for which there were any material foreseeable losses.
- (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For J V RAMANUJAM & Co.,
Chartered Accountants
FRN: 029475

Sd/-

Sri Narayana Jakhotia
Partner

Place: Chennai

Date: June 29, 2021

M. No. 233192

UDIN: 21233192AAAABW1076

**"Annexure A" to Independent Auditors' Report
(Referred to in Paragraph 1 under the heading
"Report on Other Legal and Regulatory
Requirements" of our report of even date on the
accounts of Srestha Finvest Limited, ("the
Company"), for the year ended March 31, 2021)**

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (PPE);
- (b) According to the information and explanations given to us, physical verification of PPE is being conducted in a phased manner by the management under a programme designed to cover all the PPE every year, which, in our opinion, is reasonable having regard to the size of the Company and nature of its business. Pursuant to the program, the PPE has been physically verified by the management during the year and no material discrepancies between the books, records and the physical PPE have been noticed.
- (c) There are no immovable properties in the name of the company.
- ii) There are no inventories in the company during the year.
- iii) According to the information given to us, the Company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore clauses (iii) (a), (iii) (b) and (iii) (c) of Paragraph 3 of the Order are applicable to the Company.
- iv) The Company has complied with the provisions of the Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- v) The Company has not accepted any deposits from public during the year hence the directives issued by the RBI and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules 2015, are not applicable.
- vi) The Company is not required to maintain cost records pursuant to the rules made by the Central Government for maintenance of Cost Records under sub-section (1) of section 148 of the Act.
- vii) (a) According to the information and explanations given to us, in due opinion, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including

Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues as applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues were outstanding as at March 31, 2021 for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us, there are no dues with respect to Excise Duty, and Sales Tax which has not been deposited with the appropriate authorities on account of any dispute.

viii) Based on our audit procedures and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, or dues to debenture holders.

ix) Based on our audit procedures and according to the information and explanations given to us, the Company did not raise any money by way of further public offer (including debt instruments) and Term Loans during the year.

x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, on fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit.

xi) Based upon the audit procedures performed and according to the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;

xii) In our Opinion, the Company is not a Nidhi Company. Therefore clause 3(xii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.

xiii) In our Opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, and therefore clause 3(xiv) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.

xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvi) In our opinion and according to the information and explanations given to us, the Company is carrying on the business of NBFC and is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. The Company has duly registered with RBI and complied with the applicable regulations in this regard.

**For J V RAMANUJAM & Co.,
Chartered Accountants
FRN: 029475**

Sd/-

**Sri Narayana Jakhotia
Partner**

Place: Chennai

Date: June 29, 2021

M. No. 233192

UDIN: 21233192AAAABW1076

**“ANNEXURE B” to the Independent Auditor's
Report of even date on the Standalone Financial
Statements of Srestha Finvest Limited**

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

We have audited the internal financial controls over financial reporting of M/s. Srestha Finvest Limited (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and

maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India and jointly controlled companies, which are companies incorporated in India, as of that date.

**For J V RAMANUJAM & Co.,
Chartered Accountants
FRN: 029475**

Sd/-

**Sri Narayana Jakhota
Partner**

**Place: Chennai
Date: June 29, 2021**

**M. No. 022188
UDIN: 21233192AAAABW1076**

BALANCE SHEET AS AT 31ST MARCH 2021

(in Rs.)

Particulars	Note	31 st March 2021	31 st March 2020
ASSETS			
Financial Assets			
(a) Cash And Cash Equivalents	3	2,84,73,182	1,40,29,780
(b) Bank Balance Other Than (a) Above		-	-
(c) Derivative Financial Instruments		-	-
(d) Receivables			
(I) Trade Receivables		-	-
(II) Other Receivables		-	-
(e) Loans	4	43,33,19,806	45,08,37,105
(f) Investments	5	3,51,000	32,19,807
(g) Other Financial Assets (to be specified)	6	13,17,461	10,70,889
Non-Financial Assets			
(a) Inventories		-	-
(b) Current tax assets (Net)		-	-
(c) Deferred tax Assets (Net)	7	78,482	79,897
(d) Investment Property		-	-
(e) Biological Assets Other Than Bearer Plants		-	-
(f) Property, Plant And Equipment	8	71,836	95,108
(g) Capital Work-In-Progress		-	-
(h) Intangible Assets Under Development		-	-
(i) Goodwill		-	-
(j) Other Intangible Assets		-	-
(k) Other Non-financial Assets (to be specified)	9	12,28,125	6,56,250
Total Assets		46,48,39,892	46,99,88,836
LIABILITIES AND EQUITY			
LIABILITIES			
Financial Liabilities			
(a) Derivative Financial Instruments		-	-
(b) Payables		-	-
(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	10	3,94,060	2,79,538
(c) Debt Securities		-	-
(d) Borrowings (Other than Debt Securities)	11	29,28,32,810	29,51,11,041
(e) Deposits		-	-
(f) Subordinated Liabilities		-	-
(g) Other Financial Liabilities (to be specified)		-	-
Non-Financial Liabilities			
(a) Current Tax Liabilities (Net)		-	-
(b) Provisions	12	14,50,100	25,89,600
(c) Deferred Tax Liabilities (Net)		-	-
(d) Other Non-Financial Liabilities (to be specified)	13	21,11,367	24,29,227
Equity			
(a) Equity Share Capital	14	16,50,00,000	16,50,00,000
(b) Other Equity	15	30,51,555	45,79,430
Total Equity And Liabilities		46,48,39,892	46,99,88,836

The accompanying notes form an integral part of the financial statements 1 to 25

As per our Report of even date
For J.V. Ramanujam & Co.,
Chartered Accountants
FRN. 029475

For and on behalf of the Board of Directors of Srestha Finvest Limited

Sd/-
Sri Narayana Jakhotia
Partner
M. No. 233192
Chennai | 29 June, 2021

Sd/-
Jithendra Kumar A Bafna
Company Secretary

Sd/-
Kamlesh P
Wholetime Director /CFO
DIN: 00810823

Sd/-
Navitha Jain
Director
DIN: 07492584

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2021

(in Rs.)

Particulars	Note	Year ended 31 st March 2021	Year ended 31 st March 2020
Revenue from operations			
(a) Interest Income	16	4,71,68,302	4,13,63,979
(b) Dividend Income	17	1,000	1,01,500
(c) Rental Income		-	-
(d) Fees and commission Income		-	-
(e) Others (to be specified)		-	1,75,000
I. Total Revenue from operations		4,71,69,302	4,16,40,479
II. Other Income (to be specified)		1,03,807	-
III. Total Income (I+II)		4,72,73,109	4,16,40,479
Expenses			
(a) Finance Costs	18	2,93,66,066	2,42,19,551
(b) Fees and commission expense		-	-
(c) Impairment on financial instruments		-	-
(d) Employee Benefits Expenses	19	46,67,610	45,93,270
(e) Depreciation, amortization and impairment	8	58,272	68,458
(f) Others expenses (to be specified)	20	2,00,69,680	1,48,41,173
IV. Total Expenses (IV)		5,41,61,628	4,37,22,451
V. Profit / (loss) before exceptional items and tax (III- IV)		(68,88,519)	(20,81,972)
VI. Exceptional items			-
VII. Profit/(loss) before tax (V - VI)		(68,88,519)	(20,81,972)
VIII. Tax Expense:			
(a) Current Tax		-	-
(b) Short Provision for Previous year		2,560	67,679
(c) Deferred Tax		1,415	(6,029)
IX. Profit/(loss) for the period from continuing operations (VII -VIII)		(68,92,494)	(21,43,622)
X. Reversal of excess Provisioning for Non-Performing Assets		(15,00,000)	(6,06,105)
XI. Provisioning for Standard Assets			9,75,731
XII. Profit/(loss) for the period (IX+X+XI)		(53,92,494)	(25,13,248)
XIII. Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Subtotal (A)		-	-
(B) (i) Items that will be reclassified to profit or loss Gain on Fair value of Equity Instruments		38,64,619	(60,73,832)
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Subtotal (B)		38,64,619	(60,73,832)
XIV. Other Comprehensive Income (A + B)		38,64,619	(60,73,832)
Total Comprehensive Income for the period (XII+XIV)		(15,27,875)	(85,87,080)
Earnings per equity share (Face value Rs. 2/- per equity share)			
Basic (Rs.)		(0.07)	(0.03)
Diluted (Rs.)		(0.07)	(0.03)

The accompanying notes form an integral part of the financial statements 1 to 25

As per our Report of even date
For J.V. Ramanujam & Co.,
Chartered Accountants
FRN. 029475

For and on behalf of the Board of Directors of Srestha Finvest Limited

Sd/-
Sri Narayana Jakhotia
Partner
M. No. 233192
Chennai | 29 June, 2021

Sd/-
Jithendra Kumar A Bafna
Company Secretary

Sd/-
Kamlesh P
Wholtime Director /CFO
DIN: 00810823

Sd/-
Navitha Jain
Director
DIN: 07492584

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31ST MARCH, 2021

A. Equity Share Capital

	<i>(in Rs.)</i>
Equity share capital	Amount
Balance as at 1 April 2019	165000000
Changes in equity share capital during 2019-20	0
Balance as at 31 March 2020	165000000
Changes in equity share capital during 2020-21	0
Balance as at 31 March 2021	165000000

B. Other Equity

Particulars	Reserve and Surplus					Total
	Statutory Reserves	Capital Reserve	Securities Premium	Retained Earnings	Other Comprehensive Income	
Balance as at 01 April 2019	2352563	-	10000000	421903	392044	13166510
Profit/Loss for the year						-
Other Comprehensive Income/Loss						-
Total Comprehensive Income for the year	-	-	-	(2513248)	(6073832)	(8587080)
Securities Premium on bonus issue of equity share capital						
Transfers to Statutory reserves						-
Transfers to General reserves						-
Transfer to/from retained earnings						-
Balance as at 31st March 2020	2352563	-	10000000	(2091345)	(5681788)	4579430
Profit/Loss for the year						-
Other Comprehensive Income/Loss						-
Total Comprehensive Income for the year	-	-	-	(5392494)	3864619	(1527875)
Transfers to Statutory reserves						-
Transfers to General reserves						-
Transfer to/from retained earnings						-
Any other change (to be specified)						-
Balance as at 31st March 2021	2352563	-	10000000	(7483839)	(1817169)	3051555

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

		(in Rs.)
Particulars	Year ended 31 st March 2021	Year ended 31 st March 2020
Cash Flows from Operating Activities:		
Net Profit after Taxation and Extraordinary Item	(15,27,875)	(85,87,080)
Adjustments for :		
Depreciation	58,272	68,458
Finance Cost (Net)	-	-
Provisioning for Statutory Reserves (net)	-	9,75,731
Deferred Tax Liability	-	-
Operating Profit before Working Capital Changes	(14,69,603)	(75,42,891)
(Increase) Decrease in Current Assets	(1,67,00,267)	8,75,72,453
Increase (Decrease) in Current Liabilities	(36,21,069)	7,73,62,437
Cash Generated from Operations	1,16,09,595	(1,77,52,906)
Deferred Tax Liability	-	-
Cash Flow before Extraordinary Items	1,16,09,595	(1,77,52,906)
Adjustment for Extraordinary Items	-	-
NET CASH FROM / (USED IN) OPERATING ACTIVITIES (A)	1,16,09,595	(1,77,52,906)
Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(35,000)	8,000
Purchase of Investments	28,68,807	(36,65,933)
NET CASH FROM / (USED IN) INVESTING ACTIVITIES (B)	28,33,807	(36,57,933)
Cash flow from Financing Activities:		
Issue of Equity Shares during the year	-	-
NET CASH FROM / (USED IN) FINANCING ACTIVITIES (C)	-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	1,44,43,402	(1,40,94,974)
Cash and Cash Equivalents at beginning of Period	1,40,29,780	2,81,24,753
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,84,73,182	1,40,29,780

As per our Report of even date
For J.V. Ramanujam & Co.,
Chartered Accountants
FRN. 029475

Sd/-
Sri Narayana Jakhotia
Partner
M. No. 233192

For and on behalf of the Board of Directors of
Srestha Finvest Limited

Sd/-
Kamlesh P
Wholetime Director /CFO
DIN: 00810823

Sd/-
Navitha Jain
Director
DIN: 07492584

Chennai
29 June, 2021

Sd/-
Jithendra Kumar A Bafna
Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENTS:

1. COMPANY INFORMATION

Srestha Finvest Limited ('the Company'), incorporated in India, is a public limited company, headquartered in Chennai. The Company is a Non-Banking Financial Company ('NBFC') engaged in providing Loans, Finance and Investments. The Company is registered as a Non-Deposit Accepting NBFC as defined under Section 45-IA of the Reserve Bank of India ('RBI') Act, 1934. The equity shares of the Company are listed on The Bombay Stock Exchange ("BSE") and Metropolitan Stock Exchange of India Ltd in India (MSEI).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance and basis for preparation and presentation of financial statements

These standalone or separate financial statements of the Company have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act. Any application guidance/clarifications/ directions issued by RBI or other regulators are implemented as and when they are issued/ applicable.

2.2 Functional and presentation currency

These financial statements are presented in Indian Rupees ('INR' or 'Rs.') which is also the Company's functional currency. All amounts are rounded-off to the nearest lakhs, unless otherwise indicated.

2.3 Basis of measurement

The financial statements have been prepared on the historical cost basis except for certain items which are measured at fair values.

2.4 Measurement of fair values

A number of Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company has established policies and procedures with respect to the measurement of fair values. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

2.5 Use of estimates and judgments and Estimation uncertainty

In preparing these financial statements, management has made judgments, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, expenses and the disclosures of contingent assets and liabilities. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

The Company based its assumptions and estimates on parameters available when the financial statements were issued. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are areas that involved a higher degree of estimate and judgment or complexity in determining the carrying amount of some assets and liabilities:

Effective Interest Rate (EIR) Method

The Company recognizes interest income / expense using a rate of returns that represents the best estimate of a constant rate of return over the expected life of the loans given / taken.

This estimation, by nature, requires an element of judgment regarding the expected behavior and life-cycle of the instruments, as well as expected changes to other fee income/expense that are integral parts of the instrument.

Impairment of Financial Assets

The measurement of impairment losses on loan assets and commitments requires judgment, in estimating the amount and timing of future cash flows and recoverability of collateral values while determining the impairment losses and assessing a significant increase in credit risk.

Provisions and other contingent liabilities

The reliable measure of the estimates and judgments pertaining to litigations and the regulatory proceedings in the ordinary course of the Company's business are disclosed as contingent liabilities if any.

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

2.6 Revenue recognition:

a) Recognition of interest income on loans

Interest income is recognized in Statement of profit and loss using the effective interest method for all financial instruments measured at amortized cost, debt instruments measured at FVOCI and debt instruments designated at FVTPL.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument. The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded as a positive or negative adjustment to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income. The adjustment is subsequently amortized through Interest income in the Statement of profit and loss.

When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortized cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis. Additional interest and interest on trade advances are recognized when they become measurable and when it is not unreasonable to expect their ultimate collection.

b) Fee and commission income:

Fee based income if any are recognized when they become measurable and when it is probable to expect their ultimate collection. Commission and brokerage income earned if any for the services rendered are recognized as and when they are due.

c) Dividend and interest income on investments:

- Dividends are recognized in Statement of profit and loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.

- Interest income from investments if any is recognized when it is certain that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2.7 Property, Plant and Equipment's (PPE)

PPE are stated at cost of acquisition (including incidental expenses), less accumulated depreciation and accumulated impairment loss, if any.

Assets held for sale or disposals are stated at the lower of their net book value and net realizable value.

Depreciation on PPE is provided on written down basis in accordance with the useful lives specified in Schedule II to the Companies Act, 2013 on a pro-rata basis.

Assets costing less than Rs.5000/- are fully depreciated in the period of purchase.

PPE is derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on DE recognition of the asset (calculated as the difference between the net disposal proceeds and the net carrying amount of the asset) is recognized in other income / netted off from any loss on disposal in the Statement of profit and loss in the year the asset is derecognized.

2.8 Investments in subsidiaries and associates:

There is no subsidiary or any associate company.

2.9 Foreign exchange transactions and translations:

There are no Foreign Exchange transactions.

2.10 Financial instruments:

a) Recognition and initial measurement -

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at FVTPL are recognized immediately in Statement of profit and loss.

b) Classification and Subsequent measurement of financial assets-

On initial recognition, a financial asset is classified as measured at

- Amortized cost;
- FVOCI - debt instruments;
- FVOCI - equity instruments;
- FVTPL

Amortized cost –

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios being the level at which they are managed. The financial asset is held with the objective to hold financial asset in order to collect contractual cash flows as per the contractual terms that give rise on specified dates to cash flows that are solely payment of principal and interest (SPPI) on the principal amount outstanding. Accordingly, the Company measures Bank balances, Loans, Trade receivables and other financial instruments at amortized cost.

FVOCI - debt instruments - NA

FVOCI - equity instruments -

The Company subsequently measures all equity investments at fair value through profit or loss, unless the Company's management has elected to classify irrevocably some of its equity instruments at FVOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments and are not held for trading.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets. All financial assets not classified as measured at amortized cost or FVOCI are measured at FVTPL. This includes all derivative financial assets.

Subsequent measurement of financial assets

Financial assets at amortized cost are subsequently measured at amortized cost using effective interest method. The amortized cost is reduced by impairment losses. Interest income, and impairment are recognized in Statement of profit and loss. Any gain and loss on DE recognition is recognized in Statement of profit and loss.

Other net gains and losses are recognized in OCI. On DE recognition, gains and losses accumulated in OCI are reclassified to Statement of profit and loss.

For equity investments, the Company makes an election on an instrument-by-instrument basis to designate equity investments as measured at FVOCI. These elected investments are measured at fair value with gains and losses changes in fair value

recognized in other comprehensive income and accumulated in there serves. The cumulative gain or loss is not reclassified to Statement of profit and loss on disposal of the investments. These investments in equity are held for trading. But not held for strategic purpose. Dividend income received on such equity investments are recognized in Statement of profit and loss.

Equity investments that are not designated as measured at FVOCI are designated as measured at FVTPL and subsequent changes in fair value are recognized in Statement of profit and loss.

Financial assets at FVTPL are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, in Statement of profit and loss.

c) Financial liabilities and equity instruments:

Classification as debt or equity –

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

Equity instruments –

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by Company are recognized at the proceeds received. Transaction costs of an Equity transactions are recognized as a deduction from equity.

Financial liabilities –

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for trading or it is a derivative or it is designated as such on initial recognition. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expenses are recognized in Statement of profit and loss. Any gain or loss on DE recognition is also recognized in Statement of profit and loss.

d) Financial guarantee contracts:

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by a Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- The amount of loss allowance determined in accordance with impairment requirements of Ind AS 109 - Financial Instruments; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 18 - Revenue.

e) Derecognition

Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

A financial liability is derecognized when the obligation in respect of the liability is discharged, cancelled or expires. The difference between the carrying value of the financial liability and the consideration paid is recognized in Statement of profit and loss.

f) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net

basis or to realize the asset and settle the liability simultaneously.

g) Derivative financial instruments

The Company enters into derivative financial instruments, primarily forward contracts of equity. Derivatives are initially recognized at fair value at the date the contracts are entered into and are subsequently premeasured to their fair value at the end of each reporting period. The resulting gain/loss is recognized in Statement of profit and loss.

i) Impairment of financial instruments-

Equity instruments are not subject to impairment under Ind AS 109.

The Company recognizes lifetime expected credit losses (ECL) when there has been a significant increase in credit risk since initial recognition and when the financial instrument is credit impaired.

The expected credit losses on these financial assets are estimated using a provision matrix based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument.

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets. For debt securities at FVOCI, the loss allowance is recognized in OCI and carrying amount of the financial asset is not reduced in the balance sheet.

j) Collateral repossessed –

Based on operational requirements, the Company's policy is to determine whether a repossessed asset can be best used for its internal operations or should be sold. Assets determined to be useful for the internal operations are transferred to their relevant asset category for capitalization at their fair market value.

In the normal course of business, the Company does not physically repossess assets/properties in its loan portfolio, but also engages external agents to repossess and recover funds, generally by selling at auction, to settle outstanding debt. Any surplus funds are returned to the customers/obligors. As a result of this practice, the assets/ properties under legal repossession processes are not separately recorded on the balance sheet.

k) Write offs –

The gross carrying amount of a financial asset is written off when there is no realistic prospect of further recovery. This is generally the case when the Company determines that the debtor/borrower does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognized in Statement of profit and loss.

2.11 Employee benefits:

a) Short-term employee benefits-

Short-term employee benefits are expensed as the related service is provided. A liability is recognized 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.

b) Contribution to provident fund, ESI and Gratuity-

The company is yet to get covered under the scheme as to PF and ESI. The gratuity liability is determined on actual basis.

2.12 Finance costs:

Finance costs include interest expense computed by applying the effective interest rate on respective financial instruments measured at Amortized cost. Finance costs are charged to the Statement of profit and loss.

2.13 Taxation - Current and deferred tax:

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

a) Current tax:

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

b) Deferred tax:

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflect the tax consequence that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary difference could be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

2.14 Impairment of assets other than financial assets:

The Company reviews the carrying amounts of its tangible and intangible assets at the end of each reporting period, to determine whether there is any indication that those assets have impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is determined for an individual asset, unless the asset does not generate cash flows that are largely independent of those from other assets or group of assets.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash generating unit) is increased to the revised estimate of its recoverable amount such that the increased carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had been recognized for the asset (or cash-generating unit) in prior years. The reversal of an impairment loss is recognized in Statement of profit and loss.

2.15 Provisions:

Provisions are recognized when there is a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.16 Leases:

Where the Company is the lessee –

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of profit and loss. Since the lease period are of 11 months only without certainty to extend hence no additional adjustment are made as per Accounting standards.

2.17 Cash and cash equivalents:

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant

risk of change in value.

2.18 Earnings per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period.

The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, sub-division of shares etc. that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.19 Standards issued but not yet effective:

In March 2019, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) Amendment Rules, 2019, notifying Ind AS 116, Leases and consequential amendments to various Ind AS standards. The amendments are effective from accounting periods beginning from 1st April 2019.

Key amendment to other INDAS

Ind AS 12, Income Taxes Recognition of income tax consequences of dividends:

Clarifies that the income tax consequences of distribution of profits (i.e. dividends), should be recognized when a liability to pay dividend is recognized. The income tax consequences should be recognized in the Statement of profit and loss, other comprehensive income or equity according to where the past transactions or events that generated distributable profits were originally recognized. The Company is currently assessing the impact of application of this amendment on the Company's financial statements.

Ind AS 19, Employee Benefits

Clarifies that when a plan amendment, curtailment or settlement occurs:

The updated actuarial assumptions used in re-measuring the plan are applied to determine the current service cost of principal and interest (or less than the contractual paramount plus accrued interest) may meet the SPPI criterion if it is determined to include reasonable compensation for early termination.

The Company is currently assessing the impact of application of this amendment on the Company's financial statements.

Other Equity

Description of the nature and purpose of Other Equity:

Statutory reserve

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

Securities premium reserve

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilized only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

Retained earnings

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

FINANCIAL ASSETS

(in Rs.)

NOTE 3: CASH & CASH EQUIVALENTS

	31 March 2021	31 March 2020
Cash on hand	4,12,814	11,18,524
Balances with Scheduled Banks In Current Accounts		
Kotak Mahindra Bank	2,80,40,242	1,28,87,788
Punjab National Bank	20,126	23,468
	2,84,73,182	1,40,29,780

NOTE 4: LOANS

A. Loans		
(i) Bills Purchased and Bills Discounted	-	-
(ii) Loans repayable on Demand	-	-
(iii) Term Loans	-	-
(iv) Leasing	-	-
(v) Factoring	-	-
(vi) Others (to be specified)	-	-
Total (A) - Gross	-	-
Less: Impairment loss allowance		
(B) (i) Secured by tangible assets	-	-
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government Guarantees	-	-
(iv) Unsecured	-	-
Total (B)-Gross	-	-
Less: Impairment loss allowance	-	-
Total (B)- Net	-	-
(C) (I) Loans in India		
(i) Public Sector		
(ii) Others	43,33,19,806	45,08,37,105
Inter Corporate Loans	-	-
Total (C)- Gross	43,33,19,806	36,37,68,764
Less: Impairment loss allowance	-	-
Total (C) (I) - Net	43,33,19,806	36,37,68,764
(C) (II) Loans outside India	-	-
Less: Impairment loss allowance	-	-
Total (C) (II)- Net	43,33,19,806	36,37,68,764
Total C(I) and C(II)	43,33,19,806	36,37,68,764
	43,33,19,806	36,37,68,764

NOTE 5: INVESTMENTS

Investments measured at Fair Value through Other Comprehensive Income
In Equity Shares of Other Companies

Quoted, Fully paid up		
Investments	3,51,000	32,19,807
	3,51,000	32,19,807

NOTE 6: OTHER CURRENT ASSETS

Interest Receivable	-	40,819
Income Tax Refundable	6,64,181	2,33,308
Geojit Financial Services Ltd.	-	1,68,843
TDS (A.Y.2019-2020)	-	-
TDS (A.Y.2020-2021)	6,53,280	6,27,919
	13,17,461	10,70,889

NOTE 5: INVESTMENT

(In Rs.)

Particulars	Current Year						Previous Year					
	At Fair Value						At Fair Value					
	Amortised Cost	Other Comprehensive Income	Through profit or loss	Sub Total	Others	Total	Amortised Cost	Other Comprehensive Income	Through profit or loss	Sub Total	Others	Total
	(1)	(2)	(3)	(4)=(2)+(3)	(5)	(6)=(1)+(4)+(5)	(8)	(9)	(10)	(11)=(9)+(10)	(12)	(13)=(8)+(11)+(2)
Mutual funds												
Government securities												
Other approved securities												
Debt securities												
Equity instruments		3,51,000		3,51,000		3,51,000		32,19,807		32,19,807		32,19,807
Subsidiaries												
Associates												
Joint Ventures												
Others												
Total – Gross (A)		3,51,000		3,51,000		3,51,000		32,19,807		32,19,807		32,19,807
(i) Investments outside India												
(ii) Investments in India		3,51,000		3,51,000		3,51,000		32,19,807		32,19,807		32,19,807
Total (B)		3,51,000		3,51,000		3,51,000		32,19,807		32,19,807		32,19,807
Total (A) to tally with (B)												
Less: Allowance for Impairment loss (C)												
Total – Net D= (A) - (C)		3,51,000		3,51,000		3,51,000		32,19,807		32,19,807		32,19,807

NOTE 7: DEFERRED TAX ASSETS (NET)

	31 March 2021	31 March 2020
Deferred Tax Asset	(79,897)	(73,868)
Less : Deferred Tax Liability	1,415	(6,029)
	(78,482)	(79,897)

NOTE 9: OTHER NON-FINANCIAL ASSETS

Secured, Considered Good	-	-
Unsecured, Considered Good		
Rental Advance	12,00,000	6,00,000
Others		
Preliminary Expenses	56,250	2,53,125
Less:- Written Off During The Year	28,125	1,96,875
	28,125	56,250
	12,28,125	6,56,250

NOTE 10: OTHER PAYABLES

Payables		
(I) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro:	3,94,060	2,79,538
	3,94,060	2,79,538

NOTE 11: BORROWINGS

At Amortised Cost		
(i) Term Loans	-	-
(ii) Loans from Related Parties	-	-
(iii) Loans repayable on Demand	-	-
(iv) Secured	-	-
(v) Unsecured		
a) Other Parties	29,28,32,810	29,51,11,041
A. Borrowings in India	29,28,32,810	29,51,11,041
B. Borrowings Outside India	-	-
	29,28,32,810	29,51,11,041

NOTE 12: PROVISIONS

Provision for employee benefits	-	-
Others:		
Audit Fees Payable	-	-
Provision for Income Tax	-	-
Provision for Non Performing Assets	3,60,500	15,00,000
Contingent Provisions against Standard Assets	10,89,600	10,89,600
	14,50,100	25,89,600

NOTE 13: OTHER NON FINANCIAL LIABILITIES

Statutory Dues & Taxes Payable		
TDS Payable	21,11,637	24,29,227
	21,11,637	24,29,227

NOTE 14: EQUITY SHARE CAPITAL

(In Rs.)

	31.03.2021	31.03.2020
14.1 Authorised, Issued, Subscribed and Paid up Capital		
a. Authorised Capital		
8,25,00,000 Equity Shares of Rs 2/- each	16,50,00,000	16,50,00,000
b. Issued, Subscribed and Paid up Capital		
8,25,00,000 Equity Shares of Rs 2/- each	16,50,00,000	16,50,00,000
14.2 Reconciliation of number of Equity Shares Outstanding		
Shares Outstanding at the beginning of the year	8,25,00,000	8,25,00,000
Note :- Adjusted Opening Balance on account of Stock Split during the year from Face Value Rs.10/- to Rs.2/- Each	-	-
Add: Shares Issued during the year (Bonus Shares)	-	-
Shares Outstanding at the end of the year	8,25,00,000	8,25,00,000

NOTE: The details of Top 10 shareholders of the company are enclosed in the Form MGT-9.**14.3 Shareholders holding more than 5 % Equity Shares**

Name of the Shareholders	Nos (%)	Nos (%)
1. Dharam Kirthi B (Huf)	0 %	12100000 (14.67) %
2. Vandami Advisory LLP	10970000 (13.30) %	11000000 (13.33) %
3. RVB Business Consultancy Services LLP	11000000 (13.33) %	11000000 (13.33) %
4. Rain Tree Holding Pvt Ltd	8250000 (10.00) %	8250000 (10.00) %
5. Kamlesh	8150035 (09.88) %	8150035 (09.88) %
6. Jyothi Bafna	0 %	6277150 (07.61) %
7. Vinay Bafna	15784654 (19.13) %	4500000 (05.45) %
8. Parth Bhushan	12151969 (14.73) %	0 %

NOTE 15: OTHER EQUITY

	31 March 2021	31 March 2020 (In Rs.)
15.1 Securities Premium		
Opening Balance	1,00,00,000	1,00,00,000
Less: Issue of Bonus Shares	-	-
Closing Balance	1,00,00,000	1,00,00,000
15.2 Statutory Reserve:		
Opening Balance	23,52,563	23,52,563
Add: Addition during the year	-	-
Closing Balance	23,52,563	23,52,563
15.3 Profit & Loss Account:		
Opening Balance	(20,91,345)	4,21,903
Add : Profit for the Year	(53,92,494)	(25,13,248)
Less : Transferred to Statutory Reserve	-	-
Closing Balance	(74,83,839)	(20,91,345)
15.4 Other Comprehensive Income:		
Opening Balance	(56,81,788)	3,92,044
Add : Movement in OCI (Net) during the year	38,64,619	(60,73,832)
	(18,17,169)	(56,81,788)
	30,51,555	45,79,430

NOTE 16: INTEREST INCOME

	31 March 2021	31 March 2020
Interest Income	4,70,08,443	4,10,71,824
Bank Interest	1,59,859	2,92,155
	4,71,68,302	4,13,63,979

NOTE 17: DIVIDEND INCOME

Dividend Income	1,000	1,01,500
	1,000	1,01,500

NOTE 18: FINANCE COSTS

Interest Expense	2,93,65,838	2,42,19,409
Bank Charges	228	142
	2,93,66,066	2,42,19,551

NOTE 19: EMPLOYEES BENEFIT EXPENSES

Salaries & Allowances	43,56,000	43,34,500
Staff Welfare Expenses	3,11,610	2,58,770
	46,67,610	45,93,270

NOTE 20: OTHER EXPENSES

Advertisement Expenses	15,510	40,787
Audit Fees	30,000	30,000
Bad Debts	1,50,00,000	1,08,29,060
Books & Periodicals	19,140	16,610
Business Promotion Expenses	2,72,615	2,34,964
Electricity Charges	24,657	36,807
General Expenses	27,200	28,500
Listing Fees	3,55,000	3,55,000
Profit / (Loss) On Trading of Equity Shares	23,46,438	11,96,312
Office Expenses	4,22,905	4,19,760
Postage and Stamps	-	61,648
Preliminary Expenses Written off	28,125	1,96,875
Printing and Stationery	-	71,738
Professional Fees	2,65,447	3,68,324
Provision for Bad & Doubtful Debts	3,60,500	-
Rates And Taxes	1,21,370	1,26,223
Rent Payments	6,00,000	6,00,000
Repairs and Maintenance	10,723	73,608
ROC Fees	4,800	7,800
Rounded Off	-	(136)
Share Expenses	71,707	23,075
Telephone Expenses	3,544	22,478
Travelling And Conveyance	90,000	1,01,740
	2,00,69,680	1,48,41,173

NOTE 8: PLANT, PROPERTY AND EQUIPMENT (PPE)

(In Rs.)

Particulars	Gross Block				Depreciation				Net Block	
	As At 31/03/2020	Additions	Deductions / Transfers	As At 31/03/2021	Up to 31/03/2020	For the Year	Deletion	Up to 31/03/2021	As At 31/03/2021	As At 31/03/2020
TANGIBLE ASSETS										
Furniture & Fittings	5,66,714	-	-	5,66,714	4,80,891	41,312	-	5,22,203	44,511	85,823
Cash Counting Machines	7,000	-	-	7,000	6,580	-	-	6,580	420	420
Air Conditioner	35,000	35,000	-	70,000	33,276	13,008	-	46,284	23,716	1,724
Computer & Peripherals	1,62,600	-	-	1,62,600	1,62,471	-	-	1,62,471	129	129
Two Wheeler	8,000	-	-	8,000	988	3,952	-	4,940	3,060	7,012
Total Tangible Assets	7,79,314	35,000	-	8,14,314	6,84,206	58,272	-	7,42,478	71,836	95,108
INTANGIBLE ASSETS										
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Total of Intangible Assets	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	-	-
Total	7,79,314	35,000	-	8,14,314	6,84,206	58,272	-	7,42,478	71,836	95,108
Previous Year	7,71,314	8,000	-	7,79,314	6,15,748	68,458	-	6,84,206	95,108	1,55,566

NOTE 8: DEPRECIATION

Details of Fixed Assets and Depreciation Schedule for Income Tax Purposes

FINANCIAL YEAR 2020 – 2021

ASSESSMENT YEAR 2021 – 2022

Block	Assets	W.D.V. as on 01-Apr-20	Additions during the year			Deletions/ Transfer during the year	Total	Depreciation Rate	Depreciation for the year	W.D.V. as on 31-Mar-21
			above 180 days	below 180 days	Total					
1	Furniture & Fittings	3,44,426	-	-	-	-	3,44,426	10%	34,443	3,09,083
2	Cash Counting Machine	3,654	-	-	-	-	3,654	15%	548	3,106
3	Air Conditioner	21,495	35,000	-	35,000	-	56,495	15%	8474	48,021
4	Computer	19,137	-	-	-	-	19,137	40%	7655	11,482
5	Two Wheeler	7,400	-	8,000	8,000	-	15,400	15%	1710	13,690
		3,96,112	35,000	8,000	43,000	-	4,39,112		52,830	3,86,282

NOTE: FINANCIAL INSTRUMENTS – FAIR VALUE DISCLOSURES

The management has assessed that the carrying amounts of financial assets such as trade receivables, loans, cash and cash equivalents and financial liabilities like borrowings, trade payables recognised in the financial statements approximate their fair values. With respect to the investment in unquoted shares, the Company has availed the services of a professional valuer and performed fair valuation.

March 31, 2021

(In Rs.)

Description	Carrying Amount				Fair value hierarchy
	Amortised cost	FVTPL	FVTOCI	Total	
A. Financial Assets					
Investments	-	-	3,51,000	3,51,000	Level 1
Loans	43,33,19,806	-	-	43,33,19,806	NA
Trade receivables	-	-	-	-	NA
Cash and cash equivalents	2,84,73,182	-	-	2,84,73,182	NA
Other bank balances	-	-	-	-	NA
Other financial assets	13,17,461	-	-	13,17,461	NA
B. Financial Liabilities					
Borrowings	29,28,32,810	-	-	29,28,32,810	NA
Trade payables	-	-	-	-	NA
Other financial liabilities	25,05,427	-	-	25,05,427	NA

March 31, 2020

(In Rs.)

Description	Carrying Amount				Fair value hierarchy
	Amortised cost	FVTPL	FVTOCI	Total	
A. Financial Assets					
Investments	-	-	32,19,807	32,19,807	Level 1
Loans	45,08,37,105	-	-	45,08,37,105	NA
Trade receivables	-	-	-	-	NA
Cash and cash equivalents	1,40,29,780	-	-	1,40,29,780	NA
Other bank balances	-	-	-	-	NA
Other financial assets	10,70,889	-	-	10,70,889	NA
B. Financial Liabilities					
Borrowings	29,51,11,041	-	-	29,51,11,041	NA
Trade payables	-	-	-	-	NA
Other financial liabilities	27,08,765	-	-	27,08,765	NA

21. FRESH ISSUE OF EQUITY SHARE CAPITAL

During the year ended 31 March 2021, the Company had not issued any Shares to the existing shareholders of the company.

22. SEGMENT INFORMATION

The company operates in single and primary segment only.

23. FINANCIAL RISK MANAGEMENT FRAMEWORK

In the course of its business, the Group is exposed to certain financial risks namely credit risk, interest risk & liquidity risk. The Group's primary focus is to achieve better predictability of financial markets and seek to minimize potential adverse effects on its financial performance. The financial risks are managed in accordance with the risk management policy which has been approved by the Board of Directors of the respective Group companies. The credit risk is managed through credit norms established based on historical experience.

23.1 Market Risk

Market Risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, etc. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while maximizing the return.

a) Pricing Risk

The Group's Investment in Equity is exposed to pricing risk

24. DETAILS OF RELATED PARTY TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL (KMP) ARE AS UNDER:

Key management personnel are those individuals who have the authority and responsibility for planning and exercising power to directly or indirectly control the activities of the Company or its employees. The Company considers its Whole time Director, Company Secretary and Chief Financial Officer to be key management personnel for the purposes of IND AS24 Related Party Disclosures.

S.No.	Name of the Party	Nature of Transaction	Amount (Rs.)
1.	Mr. Kamlesh Parasmal	Directors Salary	4,08,000/-
2.	Mr. A. Jithendra Kumar Bafna – Company Secretary	Salary	2,40,000/-

25. PRESENTATIONS OF PREVIOUS YEAR'S FIGURES

Previous year's figures have been regrouped / reclassified / rearranged wherever necessary to bring them in conformity with the current year's figures.

Signatures to Notes 1 to 25

**As per our Report of even date attached
For J.V. Ramanujam & Co.,
Chartered Accountants
Firm Reg. No. 029475**

**For and on behalf of the Board of Directors of
Srestha Finvest Limited**

**Sd/-
Sri Narayana Jakhotia
Partner
Membership No. 233192**

**Sd/-
Kamlesh P
Whole Time Director/CFO
DIN: 00810823**

**Sd/-
Navitha Jain
Director
DIN: 07492584**

**Place: Chennai
Date: 29/06/2021**

**Sd/-
Jithendra Kumar A Bafna
Company Secretary**

Dear Shareholder(s),

This is to inform you that the company is in process of updation of records of the shareholders in order to reduce the physical documentation as far as possible.

With new BSE listing agreement, it is mandatory for all the investors including transferors to complete their KYC information. Hence, we have to update your PAN No., phone no. and e-mail id in our records. We would also like to update your current signature records in our system. You may also use the services provided by our RTA at their website (www.purvashare.com).

To achieve this we solicit your co-operation in providing the following details to us:

1. If you are holding the shares in dematerialized form you may update all your records with your Depository Participant (DP).
2. If you are holding shares in physical form, you may provide the following :

Folio No.	_____
PAN*	_____
E-mail	_____
Nationality	_____
Name of the Bank	_____
Bank A/c No.	_____
Bank IFSC	_____
Bank A/c. Type	_____
Bank Branch	_____
In case member is a minor, name of the guardian:	_____
Mobile No.	_____
Phone Number with STD Code	_____

*Self-attested copy of the document(s) enclosed

Name and Signatures:

i.

ii.

**Thanking you,
For Srestha Finvest Limited**

Authorised Signatory



SRESTHA FINVEST LIMITED

NO. 35/1, MUTHU KRISHNAN STREET, KONDITHOPE, CHENNAI – 600079