



KEERTANA FINSERV PRIVATE LIMITED

DIRECTOR'S REPORT

F.Y 2022-23

DIRECTORS' REPORT

To the Members of
M/S. KEERTANA FINSERV PRIVATE LIMITED
(Formerly Known as Rajshree Tracom Private Limited)

Your directors have pleasure in submitting the 28th Annual Report of the company together with Audited Financial Statements for the financial year ended 31st March, 2023.

1. FINANCIAL RESULTS

The Company's financial performances for the current year under review along with previous year's figures are given hereunder:

(₹ in Lakhs)		
Particulars	Current Financial Year (2023)	Previous Financial Year (2022)
Total Income	9,525.12	33.23
Total Expenditure	6,631.54	8.87
Profit before Tax Expense	2,893.58	24.36
Less: Tax Expense (Current & Deferred)	752.34	5.26
Profit for the year	2,141.24	19.10

2. STATE OF THE COMPANY'S AFFAIRS

I. Segment-wise position of business and its operations:

During the year under review, your company has earned a total revenue of ₹ 9,525.12 Lakhs from its operations as against ₹ 33.23 Lakhs for the previous financial year.

The Net profit for the year under review is ₹ 2,141.24 Lakhs as against a net profit of ₹ 19.10 Lakhs for the previous financial year. Your Directors are on a continuous look out for alternative avenues for future growth of the company.

II. Change in the status of the company:

There is no change in the status of the company during the financial year

III. Key Business Developments:

The operational highlights of your company are as follows:

Details	As on March 31, 2023
No. of States	5
No. of Districts	35
No. of Branches	234
No. of Active Borrowers	66,437
No. of Active Loans	87,844
No. of Employees	1,038
No. of Loans Disbursed	1,65,674



Other Highlights:

Details	As on March 31, 2023
No. of Loans given to New Customers	41,880
No. of Loans given to Existing Customers	1,23,794
No. of Relationship Officers	693
Assets Under Management (AUM)	₹ 609.13 Crores

Funding Partners:

Banks

- * ESAF Small Finance Bank
- * IDFC First Bank
- * IndusInd Bank Limited
- * Kotak Mahindra Bank Limited
- * Yes Bank Limited

Other Banks/NBFC's

- * Aditya Birla Finance Limited.
- * Ambit Finvest Private Limited.
- * Capri Global Capital Limited.
- * Cholamandalam Finance Limited.
- * Credit Saison.
- * Electronica Finance Limited.
- * Grow Money Capital Private Limited.
- * Hinduja Leyland Finance Limited.
- * IKF Finance Limited.
- * Incred Financials Services Limited.
- * Kissandhan Agri Financial Services Private Limited.
- * Klay Finvest Private Limited.
- * Maanaveeya (OIKO credit).
- * MAS Financial Services Limited.
- * Oxyzo Financial services Private Limited.
- * Profectus Capital Private Limited.
- * SMC Finance.
- * Sundaram Finance Limited.
- * USHA Financial Services Limited.
- * Vivriti Capital Private Limited.
- * Western Capital Advisory Private Limited.

IV. Capital Expenditure Programs:

Details of capital expenditure during the period are given in the financial statements of the company.

V. Any other material event having an impact on the affairs of the company:

The company has changed its name from "Rajshree Tracom Private Limited" to "Keertana Finserv Private Limited" in its previous Annual General Meeting dated 25th July 2022.

No other material event is having an impact on the affairs of the company.

3. REGISTRATION AS NON-DEPOSIT TAKING NBFC:

The Company is registered with the Reserve Bank of India as a Non-Banking Financial Company (Non-Deposit taking) and holds a valid Certificate of Registration bearing No. B-05.03970. Your Company is non-deposit accepting and non-systematically important NBFC (ND-NSI-NBFC). Your Company has been regular in complying with all the applicable regulations and guidelines issued by the RBI from time to time.



4. OPERATIONS:

The operations of your Company are predominantly into financing activities including but not limited to Gold Loans, MSME Loans, Joint Liability Group (JLG) Loans, Loan against property (LAP) and as such it is a loan company as per the guidelines issued by the Reserve Bank of India.

5. CAPITAL ADEQUACY AND NET OWNED FUNDS:

The Capital Adequacy Ratio of the company is in compliance with the minimum capital adequacy requirement specified by RBI. As on 31st March, 2023 the company has attained the Net Owned Fund (NOF) of ₹ 17,120.46 Lakhs.

6. RBI GUIDELINES:

The Company being a non-systematically important, Non-deposit accepting NBFC and has complied with all applicable regulations of the Reserve Bank of India. Further as per Non-Banking Finance Companies RBI Directions, 2016, the Directors hereby report that the Company did not accept any public deposits during the year and is not having public deposits outstanding at the end of the year.

7. CODE OF CONDUCT, TRANSPARENCY & CLIENT PROTECTION:

The Company has fully implemented the Reserve Bank of India's Fair Practice Code.

8. COMPLIANCE WITH THE MASTER DIRECTIONS ISSUED BY THE RESERVE BANK OF INDIA:

Your Company has complied with the prudential guidelines applicable to a Non-Systemically Important, Non-Deposit taking NBFC.

9. TRANSFER TO RESERVES:

The Net profit for the year under review is ₹ 2,141.23 Lakhs and as per the requirement of section 45IC of RBI Act-1934, the company has transferred ₹ 428.25 Lakhs (i.e., 20% of the net profit) for the current financial year under review.

10. DIVIDEND:

The Board of Directors of your company have not recommended any dividend for the year as the company is planning to expand its business activities.

11. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

No change in the nature of business has occurred affecting the business of the Company during the period under review.

12. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

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



13. DETAILS OF REVISION OF FINANCIAL STATEMENT OR THE REPORT:

The Board of Directors of your company has not revised any reports or financial statements of your company in respect of any of the three preceding financial years either voluntarily or pursuant to the order of a judicial authority.

14. SHARE CAPITAL

a) Issue of shares or other convertible securities

Your Company has issued equity shares ranking pari-passu with the existing equity shares during the year under review as provided in the given table:

Date	Particulars	No. of Equity Shares
09 th April 2022	Rights Issue -	4,40,04,525
21 st April 2022	Private Placement -	54,23,784
07 th September 2022	Rights Issue -	36,35,349
09 th November 2022	Rights Issue -	1,00,00,000

b) Issue of equity shares with differential rights

Your Company has not issued any equity shares with differential rights during the year under review

c) Issue of Sweat Equity shares

Your Company has not issued any Sweat Equity Shares during the year under review.

d) Details of Employees Stock Option Plan

Your Company has not provided any Stock Option Scheme to the employees.

e) Shares held in trust for the benefit of employees where the voting rights are not exercised directly by the employees

Since the company has not provided any options to employees, none of the Shares held in trust for the benefit of employees where the voting rights are not exercised directly by the employees

f) Buy Back of Securities

Your Company has not bought back any of its securities during the year under review.

g) Bonus Shares

Your Company has not issued any Bonus Shares during the year under review.

h) Issue of debentures, bonds or any non- Convertible securities.

Your Company has not issued any debentures, bonds or any non-convertible securities during the year under review.

i) Issue of warrants

Your Company has not issued any warrants during the year under review.



15. CREDIT RATING OF SECURITIES

Your company has obtained credit rating from the below credit rating agencies during the year under review.

S. No	Credit Rating Agency	Rating	Date
1	ICRA Limited	BBB -	26 th August 2022
2	CRISIL Ratings Limited	BBB	08 th September 2022

16. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND UNDER IEPF (ACCOUNTING, AUDIT, TRANSFER AND REFUND) RULES, 2016

Since there was no unpaid/unclaimed Dividend declared and paid for last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

17. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The Board consists of the following members as Directors and Key Managerial Personnel of the Company:

S. No	Name of the Director	Designation
1	Smt. Padmaja Gangireddy	Managing Director
2	Shri. Vijaya Sivarami Reddy Vendidandi	Director
3	Shri. Raghu Venkata Harish	Director
4	Shri. Vara Prasad Chaganti	Director
5	Shri. Mahesh Payannavar	Additional Director
6	*Shri. Siddharth Mehta	Company Secretary

*Smt. Sneha Kandukuri has resigned as company secretary on 05th January 2023 and Shri. Siddharth Mehta has been appointed as company secretary with effect from 18th January 2023.

18. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

19. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

During the current financial year (2022-23), 41 (Forty One) Board Meetings were convened and held. The intervening gap between the Meetings was in compliance with the Companies Act, 2013.

20. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.



21. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

22. PARTICULARS OF EMPLOYEES:

The information required under Section 197(12) of the Companies Act 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 is not applicable.

23. DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement: -

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts for the financial year ending 31st March, 2023 on a going concern basis; and
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

24. INTERNAL FINANCIAL CONTROLS AND THEIR ADEQUACY

The Board of your Company has laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively. Your Company has adopted procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

25. DETAILS OF FRAUDS REPORTED BY THE STATUTORY AUDITORS

During the year under review, the Statutory Auditors of the Company have not reported any fraud as required under Section 143(12) of the Companies Act, 2013

26. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company during the period under review.



27. DEPOSITS:

The Company has neither accepted nor renewed any deposits within the meaning of Section 73 of the Companies Act 2013 during the year under review. As such no amount of principal or interest was outstanding on the date of the Balance Sheet.

28. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

Being an NBFC registered under chapter IIIB of Reserve Bank of India Act, 1934 and principal business is financing activities, the Section 186 is restrictively applicable to the company.

29. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES REFERRED IN SUB-SECTION (1) OF SECTION 188:

All related party transactions during the financial year 2022-23 were in the ordinary course of business and satisfied the test of arm's length. Information on transactions with related parties pursuant to section 134(3)(h) of the Companies Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014, have been briefly mentioned in financial statements of the company.

30. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

Pursuant to the provisions of Section 135 of the Companies Act 2013 read with the Companies (Corporate Social Responsibilities) Rules, 2014, your company's net profit exceeds rupees five cores or more during the year. The Board shall constitute a Corporate Social Responsibility committee in this financial year. This committee shall formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company.

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

Disclosures pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo during the year under review are not applicable to the company:

32. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company has suitable Risk Management Policy. The Company has adequate internal control systems and procedures to combat the risk. The risk management procedure will be reviewed by the Board periodically.

33. SIGNIFICANT AND MATERIAL ORDERS:

During the year under review, there have been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

34. STATUTORY AUDITORS:

The shareholders, at the Twenty Seventh Annual General Meeting held on 25th July, 2022 have appointed M/s. M. Anandam & Co, (Firm Registration No. 0001258) Chartered Accountants, Hyderabad, as Statutory Auditors till the conclusion of the Annual General Meeting of the company to be held in the year 2025.



35. SECRETARIAL AUDIT REPORT:

Section 204(1) of the Companies Act 2013 relating to secretarial audit report does not apply to your Company during the period in review.

36. EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE BY AUDITORS:

I. By Statutory Auditors in their Report:

The observations of the auditors in their report are self-explanatory and contain no reservation, qualification or adverse remarks and therefore, in the opinion of the Directors, do not call for further comments.

II. By Secretarial Auditor in their Report:

The Provisions of Section 204 of the Companies Act 2013 are not applicable to the company.

37. COMPLIANCE WITH SECRETARIAL STANDARDS OF ICSI:

Your Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2).

38. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):

Since there is no corporate insolvency resolution process or initiations are pending against the company under the Insolvency and Bankruptcy Code, 2016, disclosures relating to the same are not applicable to your company.

39. ANNUAL RETURN:

A copy of Annual Return of the company as per the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, is made available at the registered office of the Company and will be filed with the Registrar of Companies / MCA within the stipulated time.

40. DISCLOSURE OF MAINTENANCE OF COST RECORDS UNDER SECTION 148 OF THE COMPANIES ACT:

Maintenance of cost records in compliance with the sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the company.

41. COMPLIANCE OF PROVISION RELATING TO CONSTITUTION OF INTERNAL COMPLAINTS COMMITTEE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The company has in place a policy for Prevention of Sexual Harassment at the Workplace in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

The following is a summary of sexual harassment complaints received and disposed of during the year:

- | | | |
|--|---|-----|
| a) Number of complaints pending at the beginning of the year | : | NIL |
| b) Number of complaints received during the year | : | NIL |
| c) Number of complaints disposed off during the year | : | NIL |
| d) Number of cases pending at the end of the year | : | NIL |



42. ACKNOWLEDGEMENTS


Your Directors place on record their appreciation and gratitude to members, employees, bankers, NBFC's and Business Associates, particularly the Reserve Bank of India, for their unstinted co-operation in carrying on the business.

//By Order of the Board//
For **KEERTANA FINSERV PRIVATE LIMITED**

Place : Hyderabad
Date : 08th May 2023.




Padmaja Gangireddy
Managing Director
(DIN: 00004842)


Vara Prasad Chaganti
Director
(DIN: 09425725)

Independent Auditor's Report

To the Members of Keertana Finserv Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Keertana Finserv Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2023, the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit 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 Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics issued by the Institute of Chartered Accountants of India. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The comparative financial information of the Company for the year ended 31st March, 2022 is based on the previously issued statutory financial statements which were audited by the predecessor auditor who expressed unqualified opinion vide report dated 25th April, 2022.

Other Information

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

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

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



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

Responsibilities of Management and Those Charged with Governance for the Financial Statements and for Internal Financial Controls over Financial Reporting

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors 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.

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 with specific reference to smaller, less complex companies issued by the 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 Act.

Auditor's Responsibilities for the Audit of Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial controls 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.

Report on Other Legal and Regulatory Requirements

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) In our opinion considering nature of business, size of operation and organisational structure of the entity, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting with specific reference to smaller, less complex companies issued by the ICAI.
- (g) Being a private limited company, the provisions of section 197 of the Companies Act, 2013 are not applicable to the Company.



(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company does not have any 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. No dividend was declared or paid during the year by the Company.

vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.



2. As required by the Companies (Auditor's Report) Order, 2020, ('the Order') issued by the Central Government of India in terms of Section 143 (11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For M. Anandam & Co.,
Chartered Accountants
(Firm's Registration No. 0001255)


M.V. Ranganath
Partner
Membership No. 028031



UDIN: 23028031BGVWJC9071

Place: Secunderabad
Date: 08-05-2023

Annexure "A" to the Independent Auditor's Report

With reference to Paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of the Company, we report that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company does not have any intangible assets and hence reporting under clause 3(i)(a)(B) is not applicable.
 - (b) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) The Company does not own any immovable properties, Accordingly, clause 3(i)(c) of the Order is not applicable.
 - (d) The Company has not revalued any of its Property, Plant and Equipment during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The Company is a Non-Banking Finance Company and its business does not require maintenance of inventories and hence reporting under clause 3(ii)(a) of the Order is not applicable.
(b) The Company has not taken working capital limits in excess of Rs.5 Crore during the year, from banks or financial institutions on the basis of security of current assets. Hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. (a) The principal business of the Company is to give loans, hence the requirement to report on clause 3(iii) (a) of the Order is not applicable to the Company.
(b) During the year, the company has not made investments and provided guarantees and security. The conditions of the grant of all loans and advances in the nature of loans are not prejudicial to the company's interest.
(c) In respect of loans and advances in the nature of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated. Being a Non-Banking (Non-Systemically Important Non-Deposit) Finance Company, there are instances where the repayment of principal and interest are not as per the stipulated terms.
(d) In respect of loans granted by the Company, an amount of Rs. 170,057/- is overdue for more than 90 days. In our opinion and according to the information and explanations given to us, reasonable steps have been taken by the Company for recovery of the principal and interest.
(e) The principal business of the Company is to give loans, hence the requirement to report on clause 3(iii) (e) of the Order is not applicable to the company.
(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with section 185 and 186 in respect of the loans granted, wherever applicable. The Company has not made investments and not given guarantees or securities.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. According to the information and explanation given to us, the maintenance of cost records has not been specified by the Central Government under subsection (1) of section 148 of the



Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause 3(vi) of the Order is not applicable to the Company.

vii. In respect of statutory dues:

- a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, and other statutory dues applicable to it with the appropriate authorities.
There were no undisputed amounts payable in respect of Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, and other statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
- b) There are no disputed statutory dues that have not been deposited on account of any dispute by the Company as on 31st March, 2023.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

- ix. a) The Company has not defaulted in repayment of loans or other borrowings and in the payment of interest thereon to any lender.
- b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- c) According to the information and explanations given to us and procedures performed by us, we report that the Company has applied the term loans for the purpose for which the loans were obtained.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) The Company does not have any Subsidiaries, Associates or Joint Ventures and hence, reporting under clause 3(ix)(e) and (f) of the Order is not applicable.
- x. a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) During the year, the Company has made private placement and preferential allotment of equity shares and complied with the requirements of section 42 and 62 of the Companies Act, 2013 and the amounts raised have been used for the purpose for which the funds were raised. Further, the Company has not issued convertible debentures during the year.
- xi. a) In our opinion and based on our examination and enquiries with the management, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii)(a) to (c) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards. Section 177 of the Act is not applicable to the Company.
- xiv. In our opinion and based on our examination, the company is not required to have an internal audit system as per provisions of the Companies Act 2013. Hence, reporting under clause 3(xiv) of the Order is not applicable.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the



Companies Act, 2013 are not applicable to the Company.

- xvi. a) The Company is a Non-Banking Finance Company and is required to obtain Registration under section 45-IA of the Reserve Bank of India Act, 1934 and such registration has been obtained.
- b) The Company has a valid Certificate of Registration (CoR) from the Reserve Bank of India (RBI) for conducting Non-Banking Financial activities and no business has been conducted by the Company without a valid CoR.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting requirements under clause 3 (xvi)(c) of the Order is not applicable.
- d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- xviii. There has been resignation of the statutory auditor of the Company during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. In our opinion, the provisions of Section 135 of the Act are not applicable to the Company and hence reporting under clause 3(xx) of the Order are not applicable.

For M. Anandam & Co.,
Chartered Accountants
(Firm's Registration No. 0001255)


M.V. Ranganath
Partner
Membership No. 028031



UDIN: 23028031BGVWJC9071

Place: Secunderabad
Date: 08-05-2023

M. ANANDAM & CO.,

CHARTERED ACCOUNTANTS

Additional Audit Report as per the "Master Direction- Non-Banking Financial Company Returns (Reserve Bank) Directions, 2016"

To
The Board of Directors
Keertana Finserv Private Limited
Hyderabad

In our opinion and to the best of our information and according to the explanations given to us and with reference to the Non-Banking Financial companies Auditor's Report (Reserve Bank) Directions, 2016, we report the following for the financial year ended 31st March, 2023:

- i). The company is engaged in the business of non-banking financial institution and has obtained the Certificate of Registration (CoR) from RBI.
- ii). a) In our opinion, the company is satisfying the asset and income pattern as required under the provisions applicable to NBFC. Details are provided below:

Assets Pattern as on 31.03.2023			
S. No.	Details	Amount	% of Total Assets
1	Total Assets	693,75,84,706	100.00
2	Total Financial Assets (ie.3+4+5)	610,24,87,870	87.96
3	Investment	-	-
4	Loans & Advances	610,24,87,870	87.96
5	Assets Finance (EL &HP)	-	-

Income Pattern for the year ended 31.03.2023			
S. No.	Details	Amount	% of Total Income
1	Total Income	95,25,11,732	100.00
2	Income from Financial Assets (ie.3+4+5)	94,98,80,543	99.72
3	Income from Investment	3,05,000	0.03
4	Income from Loans & Advances	94,95,75,543	99.69
5	Total Income from Assets Finance (EL &HP)	-	-
6	Income from non-financial business	26,31,189	0.28



- b) In our opinion, based on the Asset/Income pattern, the company is entitled to hold CoR as on 31st March, 2023.
- iii). The Company is not engaged in asset financing. Accordingly, para 3A(III) of the Directions is not applicable.
- iv). The Company is not a non-banking financial company acceptin/holding deposits. Accordingly, para 3B of the Directions is not applicable.
- v) The Board of Directors have passed a resolution for non-acceptance of public deposits during the year 2022-23.
- vi) The company has not accepted any public deposits during the year 2022-23.
- vii) The company has complied with prudential norms relating to income recognition, and Accounting Standards in terms of Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
- viii) The company has complied with prudential norms relating to asset classification and provisioning of bad and doubtful debts in terms of Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
- ix) The prudential provisions of Non-Banking Financial Company – Systematically important Non deposit taking Company and Deposit taking Company(Reserve Bank) Directions, 2016 are not applicable to the Company.
- x) The company is not a NBFC Micro Finance Institutions (MFI) as defined in the Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.
- xi) The paragraph 3(D) of the Directions is not applicable to the Company.

For M. Anandam & Co.,
Chartered Accountants
(Firm Regn.No.0001258)


M V Ranganath
Partner
M.No: 028031



Place: Secunderabad
Date: 08-05-2023

UDIN: 23028031BGVWJD7032

Balance Sheet as at March 31, 2023

(₹ in Lakhs)

Particulars	Notes	As at 31.03.2023	As at 31.03.2022
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	6,431.13	124.76
Reserves and surplus	2.2	10,998.20	149.06
		17,429.33	273.82
Non-current liabilities			
Long term borrowings	2.3	16,540.02	-
Deferred tax Liabilities (net)	2.10	-	0.01
Long term provisions	2.4	0.02	-
		16,540.04	0.01
Current liabilities			
Short-term borrowings	2.5	34,190.37	-
Trade Payables			
total outstanding dues of micro enterprises and small enterprises; and	2.6	-	-
total outstanding dues of creditors other than micro enterprises and small enterprises		62.29	0.13
Other current liabilities	2.7	575.86	-
Short term provisions	2.8	577.96	1.25
		35,406.48	1.38
TOTAL		69,375.85	275.21
ASSETS			
Non-current assets			
Property, plant and equipment and intangible assets			
(i) Property, plant and equipment	2.9	1,661.80	0.03
Deferred tax assets (net)	2.10	4.10	-
Long term loans and advances	2.11	12,425.10	-
Other Non-current assets	2.12	204.53	-
		14,295.53	0.03
Current assets			
Cash and bank balances	2.13	4,325.54	86.83
Short-term loans and advances	2.14	48,599.79	188.36
Other current assets	2.15	2,154.99	-
		55,080.32	275.19
TOTAL		69,375.85	275.22

Significant Accounting Policies

1

Notes to accounts form an integral part of financial statements

2.1 to 2.43

As per our report of even date

For M. Anandam & Co.,

For Keertana Finserv Private Limited

Chartered Accountants

Firm's registration No. 000125S

M. V. Ranganath

Partner

Membership No. 028031

Place : Hyderabad

Date: 08-05-2023

UDIN: 23028031B6YWJC9071

Sadma

Padmaja Gangireddy

Managing Director

DIN: 00004842

Place : Hyderabad

Date: 08-05-2023

Siddharth Mehta

Siddharth Mehta

Company Secretary

PAN: CIFPM6022F

Place : Hyderabad

Date: 08-05-2023

Ch. Varaprasad

Vara Prasad Chaganti

Director

DIN: 09425725

Place : Hyderabad

Date: 08-05-2023



Statement of Profit and Loss for the year ended March 31, 2023

(₹ in Lakhs)

Particulars	Notes	For the year ended 31.03.2023	For the year ended 31.03.2022
Income			
Revenue from Operations	2.16	9,406.96	22.07
Other Income	2.17	118.16	11.16
Total Income (I)		9,525.12	33.23
Expenses			
Finance cost	2.18	3,693.59	-
Employee benefits expense	2.19	1,897.00	8.00
Depreciation	2.9	184.68	-
Other expenses	2.20	759.10	0.87
Provisions and Write offs	2.21	97.17	-
Total expenses (II)		6,631.54	8.87
Profit before tax (III) = (I)-(II)		2,893.58	24.36
Tax expenses:			
Current tax for the year		756.99	4.70
Earlier years' tax		(0.54)	-
Deferred tax		(4.11)	0.56
Profit for the year		2,141.24	19.10
Earnings per equity share (Face value of ₹ 10/- each)			
Basic (in ₹)	2.25	3.87	1.53
Diluted (in ₹)	2.25	3.87	1.53

Significant Accounting Policies

Notes to accounts form an integral part of financial statements

As per our report of even date

For M. Anandam & Co.,

Chartered Accountants

Firm's registration No. 000125S

M. V. Ranganath

Partner

Membership No. 028031

Place : Hyderabad

Date: 08-05-2023

UDIN: 23028031BGVWJC9071

For Keertana Finserv Private Limited

Sadma
Padmaja Gangireddy

Managing Director

DIN: 00004842

Place : Hyderabad

Date: 08-05-2023

Siddharth Mehta

Company Secretary

PAN: CIFPM6022F

Place : Hyderabad

Date: 08-05-2023

Ch. Varasanth
Vara Prasad Chaganti

Director

DIN: 09425725

Place : Hyderabad

Date: 08-05-2023



Cash Flow Statement for the year ended March 31, 2023

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Cash flow from operating activities		
Profit before tax	2,893.58	24.36
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation	184.68	-
Provision expenses	122.10	(0.04)
Net (gain)/ loss on sale of current investments	(0.39)	-
Operating profit before working capital changes	3,199.97	24.32
Changes in operating assets and liabilities :		
Increase/ (decrease) in other current liabilities	575.83	(9.64)
Increase/ (decrease) in Trade payables	62.16	-
Proceeds from Long-term borrowings (Net)	50,730.39	(0.47)
Decrease / (increase) in loans and advances	(60,836.53)	15.93
(Increase) / Decrease in other assets (Current and Non-Current)	(2,359.52)	(4.73)
(Increase) / Decrease in Provisions	(301.79)	-
Cash generated from /(used in) operations	(8,929.48)	25.41
Direct taxes paid (net of refunds)	-	-
Net cash flow from / (used in) operating activities (A)	(8,929.48)	25.41
Cash flows from investing activities		
Purchase of property, plant and equipment (net)	(1,846.47)	-
Purchase of Money market Investments	(1,380.00)	-
Proceeds from Sale of Investments	-	60.00
Proceeds from sale/maturity of current investments	1,380.39	-
Net cash flow (used in) / from investing activities (B)	(1,846.08)	60.00
Cash flows from financing activities		
Proceeds from issue of equity shares	15,014.26	-
Net cash flow used in financing activities (C)	15,014.26	-
Net decrease in cash and cash equivalents (A + B + C)	4,238.71	85.41
Cash and cash equivalents at the beginning of the year	86.83	1.42
Cash and cash equivalents at the end of the year	4,325.54	86.83
Note:		
1. Cash and cash equivalents comprise:		
Cash in hand	452.70	0.01
Balance with banks		
- Current Accounts	3,766.84	86.82
-Fixed Deposits	106.00	-
	4,325.54	86.83
Notes:		
1. As the Company is a Loan Company (NBFC-ICC), interest earned and loan given are considered as a part of cash flow from operating activities. Purchase and sale of investment has been classified as investment activity based on the intention of the management at the time of purchase of securities.		
2. The above Cash flow statement has been prepared under the indirect method set out in Accounting Standard-3, "Cash Flow Statement".		

Significant Accounting Policies

Notes to accounts form an integral part of financial statements 2.1 to 2.43

As per our report of even date

For M. Anandam & Co.,

Chartered Accountants

Firm's registration No. 0001255

For Keertana Finserv Private Limited

M. V. Ranganath

Partner

Membership No. 038031

Place : Hyderabad

Date: 08-05-2023

UDIN: 23028031BGVWJC9071



Padmaja Gangireddy

Managing Director

DIN: 00004842

Place : Hyderabad

Date: 08-05-2023

Siddharth Mehta

Siddharth Mehta

Company Secretary

PAN: C1FPM6022F

Place : Hyderabad

Date: 08-05-2023

Vara Prasad Chaganti

Director

DIN: 09425725

Place : Hyderabad

Date: 08-05-2023



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)

CIN:U65100WB1996PTC077252

Notes forming part of Financial Statements**For the year ended 31st March, 2023****NOTE 1.1 : CORPORATE INFORMATION**

Keertana Finserv Private Limited (formerly known as: Rajshree Tracom Private Limited) ("the Company") was incorporated as a private limited Company on 14th February, 1996. The Company obtained permission from the Reserve Bank of India for carrying on the business of Non-Banking Financial Institutions on 09-01-2001 vide Regn No. B.05.03970. The Company is presently classified as Non-Systemically Important Non-Deposit Taking NBFC(NBFC-ND-NSI). The Registered Office of the Company is at 64A, Hemanta Basu Sarani, 2nd Floor, Suite No. 210, Kolkata - 700001, West Bengal. and its Corporate Office is at Plot No. 31 & 32, Ramky Selenium Towers, Tower A, Financial Dist. Nanakramguda, Hyderabad - 500 032, Telangana.

NOTE 1.2 : SIGNIFICANT ACCOUNTING POLICIES**Basis of Accounting :**

The Financial Statements are prepared in accordance with the generally accepted accounting principles in India. The Company has prepared these financial statements to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014 and also as per the guidelines for prudential norms prescribed by the Reserve Bank of India. The financial statement have been prepared under the historical cost convention on an accrual basis.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year. All assets and liabilities have been classified as current or non-current as per criteria set out in the Division I of Schedule III to the Companies Act, 2013.

Further the company has made additional disclosures in the financial statements as per RBI/2022-23/26 DOR.ACC.REC.No.20/21.04.018/2022-23, dated 19th April 2022, issued by the Reserve Bank of India as applicable NBFC-ND-BL.

Use of Estimates

The presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and reported amounts of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the result are know/materialised.

Revenue Recognition

Revenues are recognized and expenses are accounted on accrual basis with necessary provisions for all known liabilities and losses. Revenue is recognised to the extent it is realizable wherever there is uncertainty in the ultimate collection. Income from Non-Performing Assets is recognized only when it is realized. Income and expense under bilateral assignment of receivables accrue over the life of the related receivables assigned. Interest income on deposits are recognised on time proportionate basis.

Property, Plant and Equipment:

- a) Property, plant and equipments are stated at historical cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.



- b) Effective from 1st April 2022, the Company changed its method of computing depreciation from WDV methods to the straight-line method for the Company's Long Term assets. Based on Statement of Accounting Standards, the Company determined that the change in depreciation method from WDV method to a straight-line method is a change in accounting estimate affected by a change in accounting principle.

The management of the company is of the opinion that the change is preferable because the straight-line method will more accurately reflect the pattern of usage and the expected benefits of such assets and provide greater consistency with the depreciation methods used by other companies in the Company's industry.

Investments:

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as Non-Current investments.

- c) Non Current Quoted Investments are valued "At Cost".
- d) Non Current Unquoted Investments are valued "At Cost".
- e) Unquoted Current Investments are stated at lower cost and fair value determined on an individual investment basis.
- f) In case of decline in the value of Non-current investments other than temporary in nature, provision is made in the accounts.
- g) Investment in Immovable properties are valued at cost less depreciation till date.
- h) On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

Employee Benefits :

Defined Benefit Plan –

- a) Employee benefits of Short Term nature are recognized as expense as and when it accrues.
- b) Employee benefits of Long Term nature, covering eligible employees, are recognized as expense based on Projected Unit Credit Method of Actuarial Valuation, as at the end of the year Post Employment benefits, covering eligible employees, are recognized as expenses based on Projected Unit Credit Method of Actuarial Valuation, as at the end of the year.
- c) Actuarial gains and losses are recognized immediately in the Statement of Profit and loss as income or expense.

Defined Contribution Plan –

- a) The Company pays provident fund contributions to publicly administered funds as per local regulations. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due.

Impairment of Assets

The Company assesses at the end of the Financial Year whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the end of the Financial Year there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

Provisions, Contingent Liabilities and Contingent Assets

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.



Provision for Standard Assets and Non-Performing Assets

The Company makes provision for standard assets and non-performing assets as per Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016. Provision for standard assets in excess, if any, of the prudential norms, as estimated by the management, is categorised under Provision for Standard Assets, as General provisions and/or as Gold Price Fluctuation Risk provisions.

Cash and Cash Equivalents

- a) Cash and Cash equivalents for the purpose of cash flow statement comprise cash at Bank and in hand.
- b) Cash comprises cash on hand, Current Accounts and deposits with banks. Cash equivalents are short term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.

Earnings per share

Basic earnings per share are 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. For the purpose of calculating diluted earnings per share the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

Taxes on Income

- a) Current Tax –
Provision is made for income tax liability estimated to arise on the results for the year at the current rate of tax in accordance with the Income tax Act, 1961.
- b) Deferred Tax –
Deferred Income Tax is provided, using the liability method, on all timing differences at the Balance Sheet date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred Tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future taxable profits will be available against which such deferred tax assets can be realised. Deferred Tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date.

Segment Reporting

Identification of segments:

- a) The Company's operating businesses are organized and managed separately according to the nature of services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The Company has identified only one business segment – Financing.
- b) In the context of Accounting Standard 17 on Segment Reporting, issued by the Institute of Chartered Accountants of India, Company has only one business segment for reporting and disclosure purpose.
- c) The Company operates in a single geographical segment. Hence, secondary geographical segment information disclosure is not applicable.

Current / Non-current classification of assets / liabilities

The Company has classified all its assets / liabilities into current / non-current portion based on the time frame of 12 months from the date of financial statements. Accordingly, assets/liabilities expected to be realised /settled within 12 months from the date of financial statements are classified as current and other assets/liabilities are classified as non-current.



NOTE 2.1 SHARE CAPITAL

(₹ in Lakhs)

Particulars	As at 31.03.2023 Equity shares in number	Amount	As at 31.03.2022 Equity shares in number	Amount
Authorized				
Equity shares				
Equity shares of ₹10 each	10,00,00,000	10,000.00	13,00,000	130.00
Issued, subscribed and paid-up				
Equity shares of ₹10 each fully paid up	6,43,11,288	6,431.13	12,47,630	124.76
	6,43,11,288	6,431.13	12,47,630	124.76

2.1 (a) Terms / rights attached to equity shares

The Company has only one class of equity shares of par value of ₹10 per share. Each holder of equity share is entitled to one vote per share. Any dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Company declares and pays dividends in Indian rupees.
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.1 (b) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

(₹ in Lakhs)

Particulars	As at 31.03.2023 Number of shares	Amount	As at 31.03.2022 Number of shares	Amount
Equity Shares				
Shares outstanding at the beginning of the year	12,47,630	124.76	12,47,630	124.76
Shares issued during the year	6,30,63,658	6,306.37	-	-
Shares outstanding at the end of the year	6,43,11,288	6,431.13	12,47,630	124.76

2.1 (c) Details of shareholders holding more than 5% equity shares in the Company:

Name of the shareholder	As at 31.03.2023 Number of shares held	% of holding	As at 31.03.2022 Number of shares held	% of holding
Vijaya Sivarami Reddy Vendidandi	4,87,69,743	75.83%	8,47,447	67.92%
Padmaja Gangireddy	1,24,44,823	19.35%	-	0.00%
Hina Ansari	4,00,183	0.00%	4,00,183	32.08%

2.1 (d) Shares held by promoters at the end of the current year

Name of the Promoter	No. of Shares	% of Total Shares	% Change during the year
1. Vijaya Sivarami Reddy Vendidandi	4,87,69,743	75.83%	56.55%
2. Padmaja Gangireddy	1,24,44,823	19.35%	100.00%
3. Revan Saahith Reddy Vendidandi	23,73,085	3.69%	100.00%
Total Holdings of Promoter Group	6,35,87,651	98.87%	

2.1 (e) Shares held by promoters at the end of the previous year

Name of the Promoter	No. of Shares	% of Total Shares	% Change during the year
1. Vijaya Sivarami Reddy Vendidandi	8,47,447	67.92%	100.00%
Total Holdings of Promoter Group	8,47,447	67.92%	

NOTE 2.2 RESERVES AND SURPLUS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Securities premium		
Opening Balance	69.62	69.62
Add: Received during the year	8,707.90	-
Closing balance	8,777.52	69.62
Statutory reserve under section 45-IC of the RBI Act, 1934		
Opening Balance	16.20	12.38
Add: Amount transferred from the statement of profit and loss	428.25	3.82
Closing balance	444.45	16.20
Surplus/(deficit) in the statement of profit and loss		
Opening Balance	63.24	47.96
Add: Profit for the year	2,141.24	19.10
Less: Transfer to Statutory Reserve [20% of profit after tax as required by Section 45-IC of Reserve Bank of India Act, 1934]	(428.25)	(3.82)
Closing balance	1,776.23	63.24
Total	10,998.20	149.06



Notes forming part of Balance Sheet

NOTE 2.3 LONG TERM BORROWINGS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Secured		
Term loan		
(a) From Banks		
ESAF Small Finance Bank	674.46	-
IDFC First Bank	2,687.50	-
IndusInd Bank Ltd	909.09	-
(b) From Others		
Ambit Finvest Pvt Ltd	168.89	-
Capri Global Capital Limited	979.17	-
Cholamandalam Finance Limited	267.59	-
Hinduja Leyland Finance Limited	341.52	-
IKF Finance	1,458.33	-
Incred Financials Services Ltd	332.39	-
Kissandhan Agri Financial Services Pvt Ltd	535.36	-
Klay Finvest Private Limited	500.00	-
Maanaveeya (OIKO credit)	1,666.60	-
MAS Financial Services Ltd	1,000.00	-
Oxyzo Financial services pvt ltd	777.78	-
SMC Finance	696.70	-
USHA Financial Services Ltd.	34.14	-
Western Capital Advisory Pvt Ltd	562.50	-
Unsecured		
From related parties	2,948.00	-
Total	16,540.02	-

***** Note: Details of terms of repayment and security provided in respect of Long Term Borrowings disclosed in Note 2.32

NOTE 2.4 LONG TERM PROVISIONS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Provision for employee benefits		
Gratuity	0.02	-
Total	0.02	-

NOTE 2.5 SHORT TERM BORROWINGS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Current Maturities of Long Term Debt		
Term loan		
(a) From Banks		
ESAF Small Finance Bank	1,027.93	-
IDFC First Bank	3,500.00	-
IndusInd Bank Ltd	1,363.64	-
Kotak Mahindra Bank Limited	3,000.00	-
Suryoday Small Finance Bank	841.91	-
Yes Bank Ltd	1,500.00	-
(b) From Others		
Aditya Birla Finance Limited	2,000.00	-
Ambit Finvest Pvt Ltd	594.17	-
Capri Global Capital Limited	1,187.50	-
Cholamandalam Finance Limited	482.41	-
Credit Saison	1,125.00	-
Electronica Finance Limited	344.79	-
Grow Money Capital Private Limited	996.22	-
Hinduja Leyland Finance Limited	937.73	-
IKF Finance	500.00	-
Incred Financials Services Ltd	1,144.83	-
Kissandhan Agri Financial Services Pvt Ltd	464.64	-
Klay Finvest Private Limited	500.00	-
Maanaveeya (OIKO credit)	833.40	-
MAS Financial Services Ltd	4,000.00	-
Oxyzo Financial services pvt ltd	2,666.67	-
Profectus Capital Pvt Ltd	681.70	-
SMC Finance	803.82	-
Sundaram Finance Limited	1,435.73	-
USHA Financial Services Ltd.	1,195.78	-
Vivriti Capital Pvt Ltd	375.00	-
Western Capital Advisory Pvt Ltd	687.50	-
Total	34,190.37	-



NOTE 2.6 TRADE PAYABLES

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Due to Micro and Small Enterprises	-	-
Others	62.29	0.13
Total	62.29	0.13

As at 31st March 2022

Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years
(i)MSME	-	-	-	-
(ii)Others	0.13	-	-	-
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

As at 31st March 2023

Particulars	Outstanding for following periods from due date of payment			
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years
(i)MSME	-	-	-	-
(ii)Others*****	62.29	-	-	-
(iii) Disputed dues – MSME	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-

***** includes unbilled amount as at 31st March 2023

NOTE 2.7 OTHER CURRENT LIABILITIES

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Employee Related Payables	172.49	-
Statutory liabilities	74.51	-
Interest accrued but not due on Borrowings	182.47	-
Insurance premium collected and payable	11.66	-
Amount payable to borrowers	8.07	-
Fund transfer pending*****	126.66	-
Total	575.86	-

***** includes an amount of ₹ 126.66 lakhs disbursed in the month of April' 23

NOTE 2.8 SHORT TERM PROVISIONS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Provision for employee benefits		
Gratuity	6.86	-
Leave Encashment	18.04	-
Others		
Contingent provision on standard assets	93.45	0.47
NPA Provision	4.16	-
Provision for Income Tax (net)	455.45	0.78
Total	577.96	1.25

NOTE 2.10 DEFERRED TAX ASSETS / (LIABILITIES)

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Deferred Tax Assets / (Liabilities)	4.10	(0.01)
Total	4.10	(0.01)

NOTE 2.10(a) MOVEMENT IN DEFERRED TAX ASSETS / (LIABILITIES)

(₹ in Lakhs)

Particulars	WDV of Assets	Expenses allowable on payment basis	Total
As at 31st March 2022	-0.01	-	(0.01)
(Charged) / Credited to the Statement of profit and loss	406.07	16.28	422.35
As at 31st March 2023	406.06	16.28	422.34

NOTE 2.11 LONG TERM LOANS AND ADVANCES

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Secured		
Loan Against Property	2,726.45	-
Unsecured, considered good		
Business Loan*****	9,587.36	-
Capital Advances	111.29	-
Total	12,425.10	-

***** includes an amount of ₹ 126.66 lakhs disbursed in the month of April' 23



NOTE 2.12 OTHER NON CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Rental Deposits	204.53	-
Total	204.53	-

NOTE 2.13 CASH AND BANK BALANCES

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Cash and cash equivalents		
Cash on hand	452.70	0.01
Balance with banks in current accounts *****	3,756.84	86.82
Fixed Deposits	10.00	-
Cheque in hand	-	-
Other Bank Balances		
Fixed Deposits for Overdraft Facility from Banks	6.00	-
Fixed Deposit with FI to the extent held as credit enhancement or security against the borrowings, guarantees, other commitments. *****	100.00	-
Total	4,325.54	86.83

*****Note: Represents margin money deposits placed to avail term loans from banks / Financial institutions

NOTE 2.14 SHORT TERM LOANS AND ADVANCES

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Standard		
Secured		
Gold Loans	38,430.09	-
Loan Against Property	426.76	-
Unsecured, considered good		
Business Loans*****	9,742.94	-
Other Unsecured Loans	-	188.36
Total	48,599.79	188.36

***** includes an amount of ₹ 126.66 lakhs disbursed in the month of April' 23

NOTE 2.15 OTHER CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
Interest accrued but not due on portfolio loans	1,708.49	-
Prepaid Expenses	304.77	-
Advance for Expenses	8.50	-
Interest accrued on Fixed Deposits	2.43	-
GST Input Credit	101.64	-
Other receivables	29.16	-
Total	2,154.99	-



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)

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Notes to financial statements for the year ended March 31, 2023

NOTE 2.9 PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

(₹ in Lakhs)

Particulars	Gross block			Depreciation/ Amortization block					Net block	
	As at 1 Apr 22	Additions	Deletions	As at 31 Mar 23	Up to 31 Mar 22	For the year*	On Deletions	Upto 31 Mar 23	As at 31 Mar 23	As at 31 Mar 23
Property, Plant & Equipment	-	906.97	-	906.97	-	52.55	-	52.55	854.43	-
Furniture & Fixtures	-	644.66	-	644.66	-	84.64	-	84.64	560.02	-
Office equipment	1.15	190.66	1.15	190.66	1.12	38.33	1.12	38.33	152.34	0.03
Computers and printers	-	2.77	-	2.77	-	0.43	-	0.43	2.33	-
Servers	-	101.41	-	101.41	-	8.73	-	8.73	92.68	-
Vehicles	-	-	-	-	-	-	-	-	-	-
Total	1.15	1,846.47	1.15	1,846.47	1.12	184.68	1.12	184.68	1,661.80	0.03
Previous Year	1.15	-	-	1.15	1.12	-	-	1.12	0.03	0.03

* Please refer note no 1.2 relating to Property, Plant and Equipment



NOTE 2.16 REVENUE FROM OPERATIONS

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Interest income on portfolio loans	8,948.94	22.07
Other financial services	458.02	-
Total	9,406.96	22.07

NOTE 2.17 OTHER INCOME

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Income from mutual funds	-	11.12
Interest Income on Deposits (FD)	2.66	-
Provisions written off	-	0.04
Commission Income	26.19	-
Net (gain)/ loss on sale of current investments	0.39	-
Charges Collected against Gold Loans	82.56	-
Group Registration Fee	6.23	-
Miscellaneous income	0.13	-
Total	118.16	11.16

NOTE 2.18 FINANCE COST

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Interest on Unsecured Loans	904.62	-
Interest on Secured loans	2,593.01	-
Other Borrowing Cost	195.96	-
Total	3,693.59	-

NOTE 2.19 EMPLOYEE BENEFITS EXPENSE

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Salaries	1,877.24	-
Gratuity expenses	6.88	-
Staff welfare expenses	0.38	-
Directors' Remuneration	12.50	8.00
Total	1,897.00	8.00



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)

CIN:U65100WB1996PTC077252

NOTE 2.20 OTHER EXPENSES

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Office Rent	326.68	-
Rates and taxes	77.86	0.04
DP Custodian Fees	0.61	-
Bank charges	11.19	0.00
Office maintenance	60.83	-
Repairs and maintenance - Others	39.98	-
Electricity charges	20.64	-
Travelling and conveyance	7.84	-
Vehicle Maintenance	1.05	-
Communication expenses	41.14	-
Printing and stationery expenses	32.35	-
Legal and professional Fee	46.70	0.71
Auditor's Remuneration 2.20(a)	12.05	0.12
Security Charges	3.16	-
Sitting fees to Non-Executive Directors	18.53	-
Insurance Expenses	20.05	-
Business Promotion Expenses	11.42	-
Advertisement expenses	11.65	-
Miscellaneous Expenses	4.09	-
Expenses for Credit Information Companies (under RBI)	11.28	-
Total	759.10	0.87

NOTE 2.20(a) AUDITORS' REMUNERATION

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Statutory Audit Fees	9.27	0.12
Tax Audit Fees	2.50	-
Certification fees	0.18	-
Reimbursement of expenses	0.10	-
Total	12.05	0.12

NOTE 2.21 PROVISIONS AND WRITE OFFS

(₹ in Lakhs)

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
Contingent Provision against standard assets	92.98	-
Provision on Sub-Standard Assets	4.16	-
Provisions and Write-offs	0.03	-
Total	97.17	-



NOTE 2.22 CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

		(₹ in Lakhs)	
Particulars		For the Year ended 31.03.2023	For the year ended 31.03.2022
(A)	Contingent Liabilities	NIL	NIL
(B)	Capital Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for		205.55	-
		205.55	-

NOTE 2.23 EMPLOYEE BENEFIT EXPENSES

In accordance with Para (C) of the Accounting Standard (AS) 15, i.e. Employee Benefits, the requisite disclosures are as follows:

		(₹ in Lakhs)	
Particulars		For the Year ended 31.03.2023	For the year ended 31.03.2022
(i)	Defined contribution plan: *		
i)	Employer's contribution to Gratuity Fund	-	N.A.
(ii)	Principal Actuarial assumptions of Gratuity at the Balance sheet date are as follows:*		
i)	Discount Rate at 31st March	7.52%	N.A.
ii)	Mortality Rate	100%	N.A.
iii)	Salary Escalation	5%	N.A.
iv)	Attrition Rate	16.31%	N.A.

* Based on Actuarial Valuation Report

Expense Recognized in the Statement of Profit and Loss		(₹ in Crores)	Movement in the Liability recognized in the Balance Sheet		(₹ in Lakhs)
Particulars	Financial Year Ending 31.03.2023		Particulars	Financial Year Ending 31.03.2023	
Current Service cost	6.81		Present Value of Obligations as at the beginning	-	
Interest Cost on Obligation	-		Expenses Recognized in P & L Statement	6.88	
Past Service Cost	0.07		Benefits Paid	-	
Expected Return on Plan Assets	-		Actual Return on Plan Assets	-	
Amortization of Prior Service Cost	-		Acquisition Adjustment	-	
Net Actuarial (Gain) / Loss to be recognized	-				
Transfer In / Out	-				
Curtailement (Gain) / Loss recognized	-				
Settlement (Gain) / Loss recognized	-				
Expense Recognized in the Statement of Profit and Loss	6.88		Present Value of Obligations as at the end	6.88	

NOTE 2.24 RELATED PARTY DISCLOSURES

As per Accounting Standard 18 specified u/s 133 of the Companies Act, 2013 read together with Rules thereon, the related parties are under:

			(₹ in Lakhs)
a)	Key Managerial Personnel	<p>Padmaja Gangireddy Managing Director (w.e.f. 03.11.2022) CEO (till 03.11.2022)</p> <p>Raghu Venkata Harish Non-Executive Director</p> <p>Vara Prasad Chaganti Non-Executive Director</p> <p>Mahesh Payannavar Non-Executive Director (w.e.f. 28.02.2023)</p> <p>Vijaya Sivarami Reddy Vendidandi Non-Executive Director (w.e.f. 02.11.2022)</p> <p>Sneha Kandukuri Company Secretary (till 17.01.2023)</p> <p>Siddharth Mehta Company Secretary (w.e.f. 18.01.2023)</p>	
b)	Entities in which KMP has significant control	<p>Spandana Rural & Urban Development Organization (SRUDO)</p> <p>Spandana Mutual Benefit Trust (SMBT)</p> <p>Spandana Employees Welfare Trust (SEWT)</p> <p>Abhiram Marketing Services Limited (AMSL)</p> <p>Fins Technologies Limited (FINS)</p> <p>Keertana Financial Limited (KFL)</p> <p>IQ Technologies (Partnership Firm)</p>	
c)	Relatives of KMP	<p>Koteswaramma Enumula, sister of Padmaja Gangireddy</p> <p>Revani Saathith Reddy Vendidandi, son of Padmaja Gangireddy</p>	

Transaction with related parties					(₹ in Lakhs)
Particulars	Entities in which KMP has significant control	Key Managerial Personnel	Relatives of KMP	Total	
(i) Remuneration to Directors & KMPs					
Padmaja Gangireddy	-	30.00	-	30.00	
Sneha Kandukuri	-	4.01	-	4.01	
Siddharth Mehta	-	2.85	-	2.85	
Revani Saathith Reddy Vendidandi	-	-	8.73	8.73	
(ii) Sitting Fees Paid to Non-Executive Independent Directors					
Raghu Venkata Harish	-	8.00	-	8.00	
Vara Prasad Chaganti	-	8.00	-	8.00	
Mahesh Payannavar	-	0.67	-	0.67	
(iii) Borrowings from Related Parties					
Spandana Rural & Urban Development Organization (SRUDO)	41,159.00	-	-	41,159.00	
Spandana Mutual Benefit Trust (SMBT)	1,423.00	-	-	1,423.00	
Abhiram Marketing Services Limited (AMSL)	4,519.00	-	-	4,519.00	
Keertana Financial Limited (KFL)	486.00	-	-	486.00	
Vijaya Sivarami Reddy Vendidandi	-	10,100.00	-	10,100.00	
Padmaja Gangireddy	-	10,400.00	-	10,400.00	
Koteswaramma Enumula	-	-	10.90	10.90	



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS RASHREE TRACOM PRIVATE LIMITED)

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Notes to financial statements for the year ended March 31, 2023

Repayments to Related Parties				
Spandana Rural & Urban Development Organization (SRUDO)	38,211.00	-	-	38,211.00
Spandana Mutual Benefit Trust (SMBT)	1,423.00	-	-	1,423.00
Abhiram Marketing Services Limited (AMSL)	4,519.00	-	-	4,519.00
Keertana Financial Limited (KFL)	486.00	-	-	486.00
Vijaya Sivarami Reddy Venidandi	-	10,100.00	-	10,100.00
Padmaja Gangireddy	-	10,400.00	-	10,400.00
Koteswaramma Ennumula	-	-	10.00	10.00
Advance to Related Parties				
Spandana Rural & Urban Development Organization (SRUDO)	291.78	-	-	291.78
Spandana Mutual Benefit Trust (SMBT)	254.00	-	-	254.00
Refund of advance by Related Parties				
Spandana Mutual Benefit Trust (SMBT)	254.00	-	-	254.00
(iii) Interest Expenses				
Spandana Rural & Urban Development Organization (SRUDO)	502.99	-	-	502.99
Spandana Mutual Benefit Trust (SMBT)	12.90	-	-	12.90
Abhiram Marketing Services Limited (AMSL)	64.04	-	-	64.04
Keertana Financial Limited (KFL)	9.52	-	-	9.52
Vijaya Sivarami Reddy Venidandi	-	94.74	-	94.74
Padmaja Gangireddy	-	220.36	-	220.36
Koteswaramma Ennumula	-	-	0.07	0.07
(iv) Commission Income				
Abhiram Marketing Services Limited (AMSL)	26.19	-	-	26.19
(v) Rental Expenses				
Spandana Rural & Urban Development Organization (SRUDO)	29.06	-	-	29.06
Vijaya Sivarami Reddy Venidandi	-	10.45	-	10.45
(vi) Business Purchase				
Spandana Rural & Urban Development Organization (SRUDO)	3,246.06	-	-	3,246.06
Spandana Mutual Benefit Trust (SMBT)	20,144.45	-	-	20,144.45
(vii) Any Other Expenses				
Fins Technologies Limited (FINS) (Software Usage Charges)	26.16	-	-	26.16
Spandana Mutual Benefit Trust (SMBT) (Purchase of Fixed Assets)	719.41	-	-	719.41
Abhiram Marketing Services Limited (Purchase of Fixed Assets)	69.28	-	-	69.28

(₹ in Lakhs)

Details of Outstanding Balances as at the year end where related party relationship existed				
Name of the Related Party	Nature	As at 31.03.2023	As at 31.03.2022	
Spandana Rural & Urban Development Organization (SRUDO)	Borrowing	2,948.00	-	-
Spandana Rural & Urban Development Organization (SRUDO)	DRRF receivable	0.07	-	-
Padmaja Gangireddy	Remuneration	2.20	-	-
Raghu Venkata Harish	Sitting Fees	1.80	-	-
Vara Prasad Chaganti	Sitting Fees	1.80	-	-
Mahesh Pavannavar	Sitting Fees	0.67	-	-

NOTE 2.25 EARNINGS PER SHARE (EPS)

(₹)

Particulars		For the Year ended 31.03.2023	For the year ended 31.03.2022
Profit for the year	A	2,141.23	19.10
No. of Equity Shares		6,43,11,288	12,47,630
Weighted average number of Equity Shares outstanding during the year	B	5,53,83,802	12,47,630
Nominal Value of Equity Shares		10	10
Basic Earnings per share	A/B	3.87	1.53
Diluted Earnings per share	A/B3	3.87	1.53

NOTE 2.26 DUES TO MICRO AND SMALL ENTERPRISES UNDER MICRO, SMALL AND MEDIUM ENTERPRISE DEVELOPMENT ACT, 2006: (MSMED)

(₹ in Lakhs)

Particulars	For the Year ended 31.03.2023	For the year ended 31.03.2022
(i) Principal amount due to suppliers under MSMED	-	-
Note - Other information / disclosures relating to payments made beyond the appointed date, Interest accrued and paid and cumulative interest are not applicable, being Nil.		

NOTE 2.27 THERE IS NO AMOUNT DUE AND OUTSTANDING TO BE CREDITED TO INVESTOR EDUCATION AND PROTECTION FUND.

(₹ in Lakhs)

Particulars	For the Year ended 31.03.2023	For the year ended 31.03.2022
	-	-

NOTE 2.28 MATURITY ANALYSIS OF ASSETS AND LIABILITIES:

(₹ in Lakhs)

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

Particulars	For the Year ended 31.03.2023			For the year ended 31.03.2022		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Assets						
Cash and cash equivalents	4,325.54	-	4,325.54	86.83	-	86.83
Loans	48,599.79	12,425.10	61,024.89	188.36	-	188.36
Advances	8.50	-	8.50	-	-	-
Other Current assets	2,146.49	-	2,146.49	-	-	-
Non-Current assets						
Property, plant and equipment	-	1,661.80	1,661.80	-	-	-
Deferred Tax Assets (net)	-	4.10	4.10	-	-	-
Other non-current assets	-	204.53	204.53	-	-	-
Total assets	55,080.33	14,295.53	69,375.85	275.19	-	275.19
Liabilities						
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	-	-	-	-	-	-
Other Liabilities	34,766.23	-	34,766.23	-	-	-
Non-Current Liabilities						
Provisions	577.96	16,540.02	16,540.02	1.25	-	1.25
NET	19,736.16	(2,244.51)	17,491.62	273.94	-	273.94



NOTE 2.29 RATIOS

Particulars	For the Year ended 31.03.2023	For the year ended 31.03.2022	Variance *****
(i) Current Ratio (Current Asset : Current Liabilities)	1.56	199.30	56%
(ii) Debt-Equity Ratio (Total Debts : Total Shareholders' Equity)	2.91	-	100%
(iii) Debt Service Coverage Ratio (Net Operating Income : Total Debt Service)	0.13	-	100%
(iv) Return on Equity Ratio (Net Income : Shareholders' Equity)	0.21	0.09	-76%
(v) Inventory Turnover Ratio (Net Sales : Average Inventory at Selling Price)	NA	NA	NA
(vi) Trade Receivable Turnover Ratio (Net Credit Sales : Average Trade Receivable)	NA	NA	NA
(vii) Trade Payable Turnover Ratio (Net Credit Purchase : Average Trade Payable)	NA	NA	NA
(viii) Net Capital Turnover Ratio (Total Turnover : Shareholders' Equity)	0.55	0.12	-45%
(ix) Net Profit Ratio (Net Profit : Net Turnover)	0.22	0.57	-78%
Return On Capital Employed [Earning Before Interest and Tax (EBIT) : Capital Employed ; Capital Employed = Total Assets - Current Liabilities]	19%	9%	-81%
Return on Investment FVI - IVI : Cost of Investment [where FVI = Final Value of Investment & IVI = Initial Value of Investment]	NA	NA	NA

*****Remarks on Variations between two reporting periods: The variations between two comparative figures is due to change in control of the company and starting of Lending activities w.e.f. 4th April 2022.

NOTE 2.30 TAXATION REGIME

The company has opted for new regime of taxation u/s 115BAA.

NOTE 2.31 COMPARATIVE DATA

Previous year figures have been recasted & regrouped wherever necessary to make them comparable with current year figures.

NOTE 2.32 REPAYMENT OF LONG TERM BORROWINGS

(i) Term loans from banks:

(ii) Security: Exclusive charge by way of hypothecation on the company's identified receivables/portfolio

(iii) Repayment Schedule with rate of interest:

(₹ in Lakhs)

Sl. No.	Name of the bank	Purpose	Rate of interest	2023-24	2024-25	2025 - 26	2026 - 27
1	ESAF Small Finance Bank	Onward Lending	14.10%	1,027.93	674.46	-	-
2	IDFC First Bank	Onward Lending	13.00%	3,500.00	2,687.50	-	-
3	IndusInd Bank Ltd	Onward Lending - Gold	13.00%	1,363.64	909.09	-	-
4	Kotak Mahindra Bank Limited	Onward Lending - Gold	12.00%	3,000.00	-	-	-
5	Suroday Small Finance Bank	Onward Lending	13.50%	841.91	-	-	-
6	Yes Bank Ltd	Onward Lending	13.00%	1,500.00	-	-	-
Total				11,233.47	4,271.05	-	-

(ii) Term loans from others:

(ii) Security: Exclusive charge by way of hypothecation on the company's identified receivables/portfolio

(iii) Repayment Schedule with rate of interest:

(₹ in Lakhs)

Sl. No.	Name of the bank	Purpose	Rate of interest	2023-24	2024-25	2025 - 26	2026 - 27
1	Aditya Birla Finance Limited	Onward Lending	10.10%	2,000.00	-	-	-
2	Ambit Finvest Pvt Ltd	Onward Lending	15.35%	594.17	168.89	-	-
3	Capri Global Capital Limited	Onward Lending - Gold	15.00%	1,187.50	916.67	62.50	-
4	Cholamandalam Finance Limited	Onward Lending - Gold	14.00%	482.41	267.59	-	-
5	Credit Saison	Onward Lending	14.10%	1,125.00	-	-	-
6	Electronica Finance Limited	Onward Lending	14.00%	344.79	-	-	-
7	Grow Money Capital Private Limited	Onward Lending - Gold	15.00%	996.22	-	-	-
8	Hinduja Levland Finance Limited	Onward Lending - Gold	13.00%	937.73	341.52	-	-
9	JKF Finance	Onward Lending	14.95%	500.00	500.00	500.00	458.33
10	Inered Financials Services Ltd	Onward Lending	14.25%	1,144.83	304.62	27.77	-
11	Kissandhan Agri Financial Services Pvt Ltd	Onward Lending - MF	14.25%	464.64	335.36	-	-
12	Klay Finvest Private Limited	Onward Lending - Gold	14.00%	500.00	500.00	-	-
13	Maanaveeya (OIKO credit)	Onward Lending - MF	14.75%	833.40	833.40	833.20	-
14	MAS Financial Services Ltd	Onward Lending	13.70%	4,000.00	1,000.00	-	-
15	Oxyzo Financial services pvt ltd	Onward Lending - Gold	14.50%	2,666.67	777.78	-	-
16	Profectus Capital Pvt Ltd	Onward Lending	14.35%	681.70	-	-	-
17	SMC Finance	Onward Lending - Gold	14.75%	803.82	662.04	34.66	-
18	Sundaram Finance Limited	Onward Lending	14.25%	1,435.73	-	-	-
19	USHA Financial Services Ltd.	Onward Lending - Gold	14.50%	1,195.78	34.14	-	-
20	Vivriti Capital Pvt Ltd	Onward Lending - Gold	15.10%	375.00	-	-	-
21	Western Capital Advisory Pvt Ltd	Onward Lending	14.75%	687.50	362.50	-	-
Total				22,956.91	7,404.50	1,458.13	458.33

Unsecured loans:

Sl. No.	Name of the bank	Purpose	Rate of interest	2023-24	2024-25	2025 - 26	2026 - 27
1	Spandana Urban & Rural Development Organisation (SRUDCO)	Onward Lending	13.00%	-	-	-	2,948.00

NOTE 2.33 CODE ON SOCIAL SECURITY

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

NOTE 2.34 BENAMI PROPERTY

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

NOTE 2.35 WILFUL DEFAULTER

The Company has not been declared wilful defaulter by any bank or financial institution or other lender.



KEERTANA FINSERV PRIVATE LIMITED(FORMERLY KNOWN AS RAJSHREE TRACON PRIVATE LIMITED)
CIN: 65100WB1966PTC077252**Notes to financial statements for the year ended March 31, 2023****NOTE 2.36 RELATIONSHIP WITH STUCK OFF COMPANIES**

The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

NOTE 2.37 REGISTRATION / SATISFACTION OF CHARGES

All charges or satisfaction are registered with ROC within the statutory period for the financial year ended March 31, 2023. No charges or satisfactions are yet to be registered with ROC beyond the statutory period.

NOTE 2.38 UTILISATION OF BORROWED FUND AND SECURITIES PREMIUM

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

NOTE 2.39 UNDISCLOSED INCOME

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

NOTE 2.40 DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

NOTE 2.41 UTILISATION OF FUNDS BORROWED FUNDS FROM BANKS & FINANCIAL INSTITUTIONS

The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

NOTE 2.42 COMPLIANCE WITH APPROVED SCHEME(S) OF ARRANGEMENTS

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

NOTE 2.43 RELATED PARTY DISCLOSURES

As per RRB/2022-23/26 DOR ACC REC No 20/21/04 018/2022-23, dated 19th April 2022, issued by the Reserve Bank of India as applicable NBFC-NID-BI.

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Group Entities	Key Managerial Personnel	Relatives of KMP	Total
(i) Remuneration to Directors & KMPs								
Padmaja Gangireddy	-	-	-	-	-	0.30	-	0.30
Sneha Kandukuri	-	-	-	-	-	0.04	-	0.04
Siddharth Mehra	-	-	-	-	-	0.03	-	0.03
Rev. An Sasith Reddy Vendiandani	-	-	-	-	-	-	0.09	0.09
(ii) Sitting Fees Paid to Non-Executive Independent Directors								
Raghu Venkata Harish	-	-	-	-	-	0.09	-	0.09
Vaia Prasad Chaganti	-	-	-	-	-	0.09	-	0.09
Mahesh Payannavar	-	-	-	-	-	0.01	-	0.01
(ii) Borrowings from Related Parties								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	411.59	-	-	411.59
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	14.23	-	-	14.23
Abhiram Marketing Services Limited (AMSL)	-	-	-	-	45.19	-	-	45.19
Keertana Financial Limited (KFL)	-	-	-	-	4.86	-	-	4.86
Vijaya Sivarami Reddy Vendiandani	-	-	-	-	-	101.00	-	101.00
Padmaja Gangireddy	-	-	-	-	-	104.00	-	104.00
Koteswaramma Ennumula	-	-	-	-	-	-	0.11	0.11
Repayments to Related Parties								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	382.11	-	-	382.11
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	14.23	-	-	14.23
Abhiram Marketing Services Limited (AMSL)	-	-	-	-	45.19	-	-	45.19
Keertana Financial Limited (KFL)	-	-	-	-	4.86	-	-	4.86
Vijaya Sivarami Reddy Vendiandani	-	-	-	-	-	101.00	-	101.00
Padmaja Gangireddy	-	-	-	-	-	104.00	-	104.00
Koteswaramma Ennumula	-	-	-	-	-	-	0.11	0.11
Advance to Related Parties								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	2.91	-	-	2.91
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	2.54	-	-	2.54
Refund of advance by Related Parties								
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	2.54	-	-	2.54
(iii) Interest Expenses								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	5.03	-	-	5.03
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	0.13	-	-	0.13
Abhiram Marketing Services Limited (AMSL)	-	-	-	-	0.64	-	-	0.64
Keertana Financial Limited (KFL)	-	-	-	-	0.10	-	-	0.10
Vijaya Sivarami Reddy Vendiandani	-	-	-	-	-	0.95	-	0.95
Padmaja Gangireddy	-	-	-	-	-	2.20	-	2.20
Koteswaramma Ennumula	-	-	-	-	-	-	0.00	0.00
(iv) Commission Income (TB Balance)								
Abhiram Marketing Services Limited (AMSL)	-	-	-	-	0.26	-	-	0.26
(v) Rental Expenses (Download)								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	0.29	-	-	0.29
Vijaya Sivarami Reddy Vendiandani	-	-	-	-	-	0.10	-	0.10
(vi) Business Purchase								
Spandana Rural & Urban Development Organization (SRUDO)	-	-	-	-	32.46	-	-	32.46
Spandana Mutual Benefit Trust (SMBT)	-	-	-	-	201.44	-	-	201.44
(vii) Any Other Expenses								
Fins Technology Limited (FIN+) {Software Usage Charges}	-	-	-	-	0.26	-	-	0.26
Spandana Mutual Benefit Trust (SMBT) {Purchase of Fixed Assets}	-	-	-	-	7.19	-	-	7.19
Abhiram Marketing Services Limited {Purchase of Fixed Assets}	-	-	-	-	0.69	-	-	0.69



KEERTANA FINSERV PRIVATE LIMITED
(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)
CIN:U65100WB1996PTC077252

Schedule to the Balance Sheet of a Non-deposit taking Non Banking Financial Company

As required in term of Paragraph 19 of Master Direction - Non-Banking Financial Company - Non - Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016

(₹ in Lakhs)		
Liabilities Side:		
Loans and Advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:	Amount Outstanding	Amount Overdue
a) Debenture:		
Secured		
Unsecured		
(Other than falling within the meaning of public deposits)		
b) Deferred Credits		
c) Term Loans	47,782.39	
d) Inter- Corporate loans and borrowing	2,948.00	
e) Commercial Paper		
f) Other Loans (Specify Nature)		
Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):	Amount Outstanding	Amount Overdue
a) In the form of unsecured Debentures		
b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security		
c) Other public deposits		
Assets Side:		
Breakup of Loans and Advances including bills receivables (other than those included in (4) below):	Amount Outstanding	
a) Secured	41,583.30	
b) Unsecured	19,330.30	
Breakup of Leased Assets and stock on hire and other assets counting towards AFC activities	Amount Outstanding	
i) Lease assets including lease rentals under sundry debtors:		
a) Financial Lease		
b) Operating Lease		
ii) Stock on hire including hire charges under sundry debtors:		
a) Assets on hire		
b) Repossessed Assets		
iii) Other loans counting towards AFC activities		
a) loans where assets have been repossessed		
b) Loans other than (a) above		
Breakup of Investments:	Amount Outstanding	
Current Investments		
1. Quoted:		
i) Shares:		
a) Equity		
b) Preference		
ii) Debentures and Bonds		
iii) Units of Mutual Funds		
iv) Government Securities		
v) Others (Please specify)		
2. Unquoted:		
i) Shares:		
a) Equity		
b) Preference		
ii) Debentures and Bonds		
iii) Units of Mutual Funds		
iv) Government Securities		
v) Others (Please specify)		
Long Term Investments:		
1. Quoted:		
i) Shares:		
a) Equity		
b) Preference		
ii) Debentures and Bonds		
iii) Units of Mutual Funds		
iv) Government Securities		
v) Others (Please specify)		
2. Unquoted:		
i) Shares:		
a) Equity		
b) Preference		
ii) Debentures and Bonds		
iii) Units of Mutual Funds		
iv) Government Securities		
v) Others (Venture Capital Fund)		



Schedule to the Balance Sheet of a Non-deposit taking Non Banking Financial Company

6 Borrower group wise classification of assets financed as in (3) and (4) above:

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties			
a) Subsidiaries	-	-	-
b) Companies in the same group	-	-	-
c) Other related Parties	-	-	-
2. Other than related parties	41,583.30	19,330.30	60,913.60
Total	41,583.30	19,330.30	60,913.60

7 Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
a) Subsidiaries	-	-
b) Companies in the same group	-	-
c) Other related Parties	-	-
2. Other than related parties		
a) Listed Equity Shares	-	-
b) Mutual Funds	-	-
c) Debentures/ Bonds	-	-
d) Others: Special Purpose Vehicles	-	-
Total	-	-

8 Other Information

Particulars	Amount
i) Gross Non Performing Assets	
a) Related Parties	-
b) Other than related parties	4.38
ii) Net Non Performing Assets	
a) Related Parties	-
b) Other than related parties	0.22
iii) Assets acquired in satisfaction of debt	-

NOTE:

All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, Market value in respect of quoted investment and break up/ fair value/ NAV in respect unquoted investment should be disclosed irrespective of whether they are classified as long term or current in (4) above.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

2) Exposure to Real Estate Sector

(₹ in Lakhs)

Category	For the year ended 31st March 2023	For the year ended 31st March 2022
i) Direct exposure		
(a) Residential Mortgages -		
Lending secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs. 15 lakh may be shown separately)	-	-
(b) Commercial Real Estate -		
Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	-	-
(c) Investments in Mortgage Backed Securities (MBS) and other securitized exposures -		
a. Residential	-	-
b. Commercial Real Estate	-	-
ii) Indirect exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	-	-
Total Exposure to Real Estate Sector	-	-

3) Regulatory capital

	For the year ended 31st March 2023*	For the year ended 31st March 2022*
CRAR	26.36%	145.35%
CRAR – Tier I capital (%)	26.36%	145.35%
CRAR – Tier II capital (%)	0.00%	0.00%
Amount of subordinated debt raised as Tier-II capital	-	-
Amount raised by issue of perpetual debt instruments	-	-
Leverage Ratio	2.96	-

* CRAR has been calculated on the basis of RBI Circular No. RBI/2019-20/170 DOR (NBFC), CC.PD.No. 109/22.10.106/2019-20 dated March 13, 2020.



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)

CIN:U65100WB1996PTC077252

Computation of Net Owned Fund (NOF), Leverage Ratio & Capital to Risk-weighted Assets Ratio (CRAR)

(₹ in Lakhs)

	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022
Tier I Capital Funds		
(i) Ordinary Shares	6,431.13	124.76
(ii) Preference shares to be compulsorily convertible into equity	-	-
(iii) Perpetual Debt Instrument (Not to exceed 15% of Aggregate Tier I Capital as on March 31 of the previous year)	-	-
(iv) Free reserves	10,998.20	149.07
(a) Statutory / Spl. Reserves Under Sec. 451C of RBI Act, 1934	444.45	16.20
(b) General Reserves	-	-
(c) Share Premium	8,777.52	69.62
(d) Capital Reserves (representing surplus on sale of assets held in separate account)	-	-
(e) Capital redemption reserve	-	-
(f) Debenture Redemption Reserve	-	-
(g) Credit Balance in P & L Account	1,776.23	63.25
(h) Other free reserves (to be specified)	-	-
Total (i+ii+iii+iv)	17,429.33	273.83
(v) Accumulated balance of loss	-	-
(vi) Deferred Revenue Expenditure	304.77	-
(vii) Deferred Tax Asset (Net)	4.10	-
(viii) Other Intangible Assets	-	-
(ix) Others (to be specified in remarks column)	-	-
Total (v+vi+vii+viii+ix)	308.87	-
(x) Owned Fund	17,120.46	273.83
(xi) Investment in shares of :		
(a) Subsidiaries	-	-
(b) Wholly-Owned Subsidiary/JV abroad	-	-
(c) Companies in the same Group	-	-
(d) Other non-banking financial companies	-	-
(xii) The book value of debentures, bonds, outstanding loans and advances, bills purchased and discounted (including hire-purchase and lease finance) made to, and deposits with		
(a) Subsidiaries	-	-
(b) Wholly-Owned Subsidiary/JV abroad	-	-
(c) Companies in the same Group	-	-
(xiii) Total	-	-
(xiv) Amount of item (xiii) in excess of 10% of item (x) above	-	-
Net owned fund	17,120.46	273.83

	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022
Tier II Capital Funds		
(i) Preference Share Capital other than those compulsorily convertible into equity	-	-
(ii) Cumulative Convertible Preference Shares	-	-
(iii) Revaluation reserves (At Discount rate of 55%)	-	-
(iv) General provisions and loss reserves including Provisions for Standard Assets (to the extent not attributable to actual diminution in value or identifiable potential loss in any specific asset and are available to meet unexpected losses, to the extent of 1.25% of RWA)	-	-
(v) Hybrid debt capital instruments	-	-
(vi) Subordinated debt(Subjected to prescribed Discount Rates & Not exceeding 50% of Tier I)	-	-
(vii) First Loss Credit Enhancement	-	-
(viii) Others (to be specified in remarks column)	-	-
(ix) Aggregate Tier II Capital	-	-
Total Capital Funds	17,120.46	273.83

	For the Year Ended 31st March 2023	For the Year Ended 31st March 2022
Leverage Ratio		
Total Outside Liability	50,730.39	-
Total Owned Fund	17,120.46	273.83
Leverage Ratio - Maximum 7x	2.963	-



KEERTANA FINSERV PRIVATE LIMITED

(FORMERLY KNOWN AS: RAJSHREE TRACOM PRIVATE LIMITED)

CIN:U65100WH196PTC077252

(₹ in Lakhs)

Capital to Risk-weighted Assets Ratio	For the Year Ended 31st March 2023			For the Year Ended 31st March 2022		
	Book Value	Risk Weights	Adjusted Value	Book Value	Risk Weights	Adjusted Value
I. Cash	432.70	0.00%	-	0	0.00%	-
II. Bank balances including fixed deposits & certificates of deposits	3,756.84	0.00%	-	87	0.00%	-
III. The deposits/collateral kept with CCIL in connection with CBLO	-	20.00%	-	-	20.00%	-
IV. Investments [See paragraph 6 of the Directions]						
(a) Approved securities as defined in Reserve Bank of India Act, 1934	-	0.00%	-	-	0.00%	-
(b) Bonds of public sector banks						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	20.00%	-	-	20.00%	-
(c) FDs/CDs/bonds of public financial institutions						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	106.00	100.00%	106.00	-	100.00%	-
Sub-total (b+c)	-	-	-	-	-	-
(d) Shares of all companies and debentures/ bonds/ commercial papers of companies and units of all mutual funds						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	100.00%	-	-	100.00%	-
Sub-total	-	-	-	-	-	-
V. Current Assets						
(a) Stock on hire (Please see Note 2 below)						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	100.00%	-	-	100.00%	-
Sub-total	-	-	-	-	-	-
(b) Inter-corporate loans/ deposits						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	100.00%	-	188	100.00%	188.36
Sub-total	-	-	-	-	-	-
(c) Loans and advances fully secured against deposits held	-	0.00%	-	-	0.00%	-
(d) Loans to staff	-	0.00%	-	-	0.00%	-
(e) Other secured loans and advances considered good						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	41,583.30	100.00%	41,583.30	-	100.00%	-
Sub-total	-	-	-	-	-	-
(f) Bills purchased/discounted						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	100.00%	-	-	100.00%	-
Sub-total	-	-	-	-	-	-
(g) Others (to be specified in Table 7: Current Assets)	19,330.30	100.00%	19,330.30	-	100.00%	-
VI. Fixed Asset (net of depreciation)						
(a) Assets leased out						
(i) Amounts deducted in PART I	-	0.00%	-	-	0.00%	-
(ii) Amounts not deducted in PART I	-	100.00%	-	-	100.00%	-
Sub-total	-	-	-	-	-	-
Total credit exposure	-	-	-	-	-	-
(b) Premises	-	100.00%	-	-	100.00%	-
(c) Furniture & Fixtures	854.43	100.00%	854.43	0	100.00%	0.03
VII. Other Assets						
(a) Income-tax deducted at source (net of Provisions)	-	0.00%	-	-	0.00%	-
(b) Advance tax paid (net of Provision)	-	0.00%	-	-	0.00%	-
(c) GST Receivable	101.64	0.00%	-	-	0.00%	-
(d) Interest due on Government securities	-	0.00%	-	-	0.00%	-
(e) Others (to be specified in Table 8: Other Assets)	3,065.25	100.00%	3,065.25	-	100.00%	-
VIII. Domestic sovereign						
(a) Fund-based claims on the Central Government	-	0.00%	-	-	0.00%	-
(b) Direct loan / credit / overdraft exposure and investment in State Government securities	-	0.00%	-	-	0.00%	-
(c) Central Government guaranteed claims	-	0.00%	-	-	0.00%	-
(d) State Government guaranteed claims, which have not remained in default / which are in default for a period not more than 90 days	-	20.00%	-	-	20.00%	-
(e) State Government guaranteed claims which have remained in default for a period of more than 90 days	-	100.00%	-	-	100.00%	-
Total weighted assets	69,250.46		64,939.28	275.23		188.39
CRAR - Minimum 15%			26.36%			145.35%
Tier I CRAR - Minimum 10%			26.36%			145.35%
Tier II CRAR			0.00%			0.00%



Sectoral Exposure	Current Year			Previous Year		
	Total Exposure	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector	Total Exposure	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	516.17	-	0.00%	-	-	0.00%
2. Industry - Others	91.48	0.04	0.05%	-	-	0.00%
3. Services	-	-	0.00%	-	-	0.00%
4. Personal Loans	-	-	0.00%	-	-	0.00%
5. Others, if any	1.49	-	0.00%	1.88	-	0.00%

Disclosure of complaints - There were no complaints received by the Company from Customers and from Offices of the Ombudsman during the current year or previous year.

Details of Auctions Conducted	(₹ in Crores)				
	No. of Auctions Conducted	No. of Loan accounts involved	Outstanding Value of Loans	Value Fetched in Auction	Participation of any group concern in the auctions
Auctions for outstanding gold loans advanced conducted during FY 2022-23	17	1,736	15.36	15.44	NO

Significant Accounting Policies
Notes to accounts form an integral part of financial statements
As per our report of even date

For M. Anandam & Co.,
Chartered Accountants
Firm's registration No. 0001245

M. V. Ranginath
Partner
Membership No. 028031
Place : Hyderabad
Date: 08-05-2023
UDIN: 23028031B6VWJC9071

2.1 to 2.43

For Keertana Finserv Private Limited

Padmaja Gangireddy
Managing Director
DIN: 00004842
Place : Hyderabad
Date: 08-05-2023

Siddharth Mehta
Company Secretary
PAN: CTFPM6022F
Place : Hyderabad
Date: 08-05-2023

Ch. Varaprakash
Vara Prasad Chaganti
Director
DIN: 09425725
Place : Hyderabad
Date: 08-05-2023

