

DIRECTOR'S REPORT

TO THE MEMBERS

Your Board of Directors have pleasure in presenting the 5th (Fifth) annual report of the Board of Directors of your Company on the business and operations of your Company, together with the audited financial statements for the year ended on 31st March 2021 and the Auditors' Report thereon.

1. COMPANY SPECIFIC INFORMATION

1.1 Financial Summary and Highlights

Your Company's financial performance for the year under review, along with previous year's figures are given below:

(Figures in Rupees)

Particulars	For the financial year ended 31 st March, 2020	For the financial year ended 31 st March, 2021
Income	32,79,32,967	31,87,25,889
Less: Expenses	26,68,08,276	22,20,13,689
Profit/ (Loss) before tax	6,11,24,691	9,67,12,200
Less: Tax Expenses	1,43,04,216	3,06,53,338
Income Tax of earlier years w/off	-	-
Exception Income	-	-
Exception expenditure	-	-
Profit after Tax	4,68,20,475	6,60,58,861

APPROPRIATION

(Figures in Rupees)

Particulars	For the financial year ended 31 st March, 2020	For the financial year ended 31 st March, 2021
Balance at the beginning of year	3,35,58,156	7,10,14,536
Transferred from Profit & Loss statement	4,68,20,475	6,60,58,861
Tax on distribution of dividend	-	-
Transfer of Statutory Reserve Fund (As per RBI Guidelines)	(93,64,095)	(1,32,11,772)
Balance carried to Balance sheet	7,10,14,536	12,38,61,625



1.2 **Amount, if any, which the Board proposes to carry to any reserves (transfer to reserves):**

Your Company has transferred an amount of Rs. 1,32,11,772/- to Statutory Reserve Fund (as per RBI Guidelines) under the Head Reserves and Surplus during the year ended 2020-2021.

1.3 **Dividend:**

With a view to plough back the profits in the business of the Company, your directors do not recommend payment of any dividend during the financial year 2020-2021 under report.

1.4 **Major events occurred during the year:**

a) **State of Company's Affairs:**

Your Company is a non-banking finance company registered with the Reserve Bank of India and is primarily engaged in the business of providing secured MSME Loans backed by Property and Commodity pledge finance. It is imperative that the affair of our Company be managed in a fair and transparent manner. This is vital to gain and retain the trust of our stakeholders. There is no change in business of the company.

The Management has taken several steps to expand the business operations of your Company by widening its business network across the country and have opened various branches during the financial year 2020-2021.

b) **Changes in the Nature of Business Activities:**

Your directors would like to inform that the Company is doing its regular business without any deviation to other objects.

c) **Material Changes and Commitments Between 31st March 2021 and the Date of this Report:**

1. The Registered Office of the company was changed from "503, Centre point, Andheri -Kurla Road, J.B Nagar, Andheri East, Mumbai - 400059" to "Level 5 of the Building A, 215-Atrium, situated at 151 Andheri-Kurla Road, Andheri- (East), Mumbai – 400093" in the board meeting held on 31st March 2021 with effect from 01st April 2021.
2. Mr. Shrikant Ravalkar, Interim CEO & CRO of the company was appointed as a Chief Executive Officer of the Company in the Board Meeting held on 21st May 2021 with effect from 01st April 2021.
3. Transfer of share from Abhishek Goenka (Nominee of Indium IV (Mauritius) Holdings Limited) to Indium IV (Mauritius) Holdings Limited through Circular Resolution No. 28 dated 27th September 2021.



1.5 Details of revision of financial statement or the Report:

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and the date of this report.

1.6 Moratorium on Payment of Instalments of Term Loans on Account Of Covid-19 Pandemic and Consequent Restructuring of Accounts.

The COVID-19 pandemic has caused widespread disruption to the business environment both globally as well as in India since its outbreak in December 2019 and has impacted the Company and its operations as well.

Subsequent to the outbreak of COVID-19 in India, the Reserve Bank of India, has announced various regulatory measures to mitigate the burden of debt servicing brought about by disruptions on account of COVID-19 pandemic and to ensure the continuity of viable businesses.

Further, in view of the extension of lockdown and continuing disruption on account of COVID-19 pandemic, RBI vide various circulars granted moratoriums on payment of all instalments in respect of term loans.

This relief measure was announced for customers who are repaying loans, to tide over their financial difficulty in servicing the debts.

Hence, in compliance with the aforesaid regulatory measures issued by RBI and to mitigate the burden of debt servicing on the customers, the Company has adopted a Policy on Moratorium on Term Loan and extended this benefit of granting moratorium on payment of all instalments to all its customers, except those who voluntarily opted out of this facility.

Consequent to grant of moratorium, and in consonance with the RBI circulars on benefit of one-time restructuring without a downgrade in asset classification of standard accounts, the Company adopted Board approved "Re-structuring policy" detailing the manner in which the evaluation of the accounts to be re-structured will be done and the objective criteria that may be applied while considering the restructuring plan in each case. Accordingly, the customer accounts were re-structured by the company.

2. GENERAL INFORMATION:

The Company is in the business of providing Loan against Properties / Commodities.

During the financial year ended on March 31, 2021, your Company's total income decreased to an amount of Rs.31,87,25,889 /- from an amount of Rs. 32,79,32,967 /-.

Further, the profit after tax of your Company increased to an amount of Rs. 6,60,58,861/- as compared to profit after tax in the previous year of an amount of Rs. 4,68,20,472 /-.

The management of your Company has taken many positive steps during the year to expand the business operations of your Company by widening its business network across the country and have opened numerous branches during the financial year 2020-2021.

3. CAPITAL AND DEBT STRUCTURE:

Authorised Share Capital: During the year under review, the authorised share capital of your Company is Rs.1,32,50,00,000/-

Issued, Subscribed and Paid-up Share Capital: During the year under review, the issued, subscribed, and paid-up share capital of your Company is Rs. 95,27,77,760 /-.

3.1. **Issue of equity shares with differential rights:** The Company has not issued any equity shares with differential rights.

3.2. **Issue of Sweat Equity Shares:** The Company has not issued any Sweat Equity Shares.

3.3. Details of Employee Stock Options:

As per the decisions taken by the Board of Directors at their meeting held on 13th March 2018 and in terms of the approval of the members granted in their Fifth Extra Ordinary General Meeting held on 5th April 2018, the Employees' Stock Option Plan of the Company was approved.

In pursuance of the aforesaid approval, your Board of Directors have granted stock options to some eligible employees of the Company as per the "IFSPS ESOP Scheme", as per the details below.

SN	Particulars	No. of Options granted	Price per share	Options Lapsed	Vesting Period	Vesting Commencement
1	Shrikant Ravalkar	512500	10	0	Not less than one year and not more than six years from the date of grant of options	
	TOTAL	512500	10	0		



3.4. Shares held in trust for the benefit of employees where the voting rights are not exercised directly by the employees:

No shares of the Company are held in any trust for the benefit of the employees of the Company.

3.5. Issue of debentures, bonds, or any non-convertible securities:

Your Company has not issued any debentures, bonds, or any non-convertible securities.

3.6. Issue of warrants:

The Company has not issued any warrants during the financial year 2020-2021.

4. CREDIT RATING OF SECURITIES:

CARE Rating: CARE A-; Stable/A2+ (Single A Minus; Outlook: Stable/A Two Plus) for Rs. 300 crore bank facility.

5. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

During the financial year under review, the Company has no unclaimed dividend.

6. MANAGEMENT

6.1. Directors and Key Managerial Personnel:

Mr. Ashish Bhargava was appointed as a director of the Company on 8th November 2016, and he continues as the director of your Company.

M/s Indium IV (Mauritius) Holdings Limited, a shareholder of the Company has nominated Mr. Maninder Juneja as their Nominee Director on the Board of the Company. The Company in regard to his appointment sought the approval from Reserve Bank of India (RBI), which was granted by RBI vide their letter no. DNBS.MRO.CMD.NO.2007 dated 28th June 2019. Post such approval and pursuant to provisions of Companies Act 2013, Mr. Maninder Juneja was appointed as the Nominee Director of the Company by the Board of Directors of the Company at their meeting held on 25th July 2019 and he continues as the Nominee director of your Company.

Pursuant to the provisions of Section 203 of the Companies Act, 2013 read with the rules made there under, the following employees are the whole- time key managerial personnel of the Company as on March 31, 2021:



a) Ms. Ankita Bhanushali – Company Secretary.

During the financial year under review, no changes took place in the Key Managerial Personnel of the Company.

The following changes took place in the Key Managerial Personnel of the Company between the financial year end and the date of this report:

Mr. Shrikant Ravalkar, Interim CEO & CRO of the company was appointed as a Chief Executive Officer of the Company in the Board Meeting held on 21st May 2021 with effect from 01st April 2021.

6.2. Independent Directors:

Your Company, being a private limited company, was not required to appoint independent directors under Section 149(4) of the Companies Act, 2013 and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014.




However, Mr. Sathyan David has been appointed as an Independent Director on the board of Company for the period of 5 years and he meets the criteria for independence as provided in section 149(6) of the Companies Act 2013. Mr. Sathyan David was appointed as an additional director (Non-Executive and Independent) of the Company in the Board meeting held on 25th March 2019. His appointment was regularised by the shareholders of the Company at their extra ordinary general meeting held on 1st April 2019.

6.3. Declaration by Independent Directors and statement on compliance of code of conduct:

Mr. Sathyan David, was appointed as an independent director of your Company with effect from 1st April 2019. Your Company has obtained the necessary declaration from Mr. Sathyan David with respect to his independence and Mr. Sathyan David has complied with the Code for Independent Directors prescribed in Schedule IV to the Act. Also, an annual declaration with respect to his independence as per the Code for Independent Directors as prescribed in Schedule IV to the Act has been obtained dated 15th April 2021.

6.4. Board Meetings:

During the financial year under review, the Board of Directors of your Company duly met 12 (Twelve) times, as per the following details:

SN	Date of Board Meeting	Total number of Directors	Number of Directors present
1	25/06/2020	3	3
2	11/09/2020	3	2
3	26/10/2020	3	2
4	29/10/2020	3	2
5	19/11/2020	3	2
6	25/11/2020	3	2
7	04/01/2021	3	3
8	19/02/2021	3	2
9	15/03/2021	3	2
10	24/03/2021	3	2
11	30/03/2021	3	2
12	31/03/2021	3	3

The intervening gap between the two board meetings was within the period as prescribed under the Companies Act, 2013.

The annual general meeting of the Company for the year 2020 was held on 05th November 2020.

6.5. Committees:

1) Risk Management Committee: -

Your Company has the Risk Management Committee, the details of the meetings of which Committee are as under:

SN	Name of the Member	Committee Meetings	
		Number of meetings the member is entitled to attend	Number of meetings attended
1.	Shrikant Ravalkar	1	1
2.	Mr. Gunjan Jain	1	1
3.	Mr. Aravind Shinde	1	0
4.	Mr. Sudhir Dike	1	1
5.	Mr. Kamleshkumar Shah	1	1

The Risk Management Committee Meeting was held on Tuesday, 23rd March 2021 at 05.30 P.M.

2) Corporate Social Responsibility Committee: -

Your Company has Corporate Social Responsibility Committee, the details of the meetings of which committee are as under:

SN	Name of the Member	Committee Meetings	
		Number of meetings the member is entitled to attend	Number of meetings attended
1.	Mr. Maninder Juneja	1	1
2.	Mr. Sathyan David	1	1
3.	Mr. Ashish Bhargava	1	0





The Corporate Social Responsibility Committee Meeting was held on Tuesday, March 30, 2021 at 02.15 p.m.

6.6. Recommendations of Audit Committee:

Since there was no Audit Committee required to be constituted by the Board under the Act therefore no such committee was constituted by the Board, hence no recommendations were made.

6.7. Company's Policy on Directors' appointment and remuneration:

Your Company, being a private limited company, was not required to constitute a nomination and remuneration committee under Section 178(1) of the Companies

Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and the stakeholder's relationship committee under Section 178(5) of the Companies Act, 2013 and hence there is no policy on Directors' appointment and remuneration.

6.8. Board Evaluation:

Your Company, being a private limited company, was not required to give the statement indicating the manner in which formal annual evaluation of the performance of the Board, its Committees and of individual directors has been made.

6.9. Remuneration of Directors and Employees of Companies:

No remuneration was paid to any directors of the Company, other than the sitting fees, for attending the board and / or committee meetings.

Further, none of the employees of the Company were paid the amount of remuneration, which requires disclosure in the Director's Report in terms of the Companies Act.

6.10. Remuneration received by Managing / Whole time Director from holding or subsidiary company:

No remuneration was received by the managing director / whole time director of your company from its holding or subsidiary company.

6.11. Directors' Responsibility Statement:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- a) In the preparation of the annual accounts, the applicable accounting standards have 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 the 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 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.

6.12. Internal Financial Controls:

Your Company has proper and adequate system of internal control to maintain commensurate with the size, scale and complexity of its operations which ensures compliance with various policies, practices, and statutes, and keeps the organization's pace of growth and increase in complexity of operations. It further ensures that all assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized, recorded, and reported properly. Your Company has effective system in place for achieving efficiency in operations, optimum and effective utilization of resources, monitoring thereof and compliance with applicable laws.

The Board of Directors regularly review the internal control systems to ensure that it remains effective and aligned with the business requirements.

6.13. Frauds reported by the Auditor:

During the financial year under review there were no frauds reported by the auditors under Section 143(12) of the Companies Act, 2013.

7. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:

7.1. Report on performance and financial position of the subsidiaries, associates, and joint ventures:

Your Company has no subsidiaries, associates, or joint ventures.

7.2. Companies which have become or ceased to be subsidiaries, associates, and joint ventures:

Your Company neither has a subsidiary, associate, or joint venture nor any entity has ceased to be subsidiary, associate, or joint venture of your Company.



8. **DETAILS OF DEPOSITS:**

There were no deposits accepted by the Company during the financial year under review, requiring disclosure or reporting under Chapter V of the Companies Act, 2013.

9. **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:**

Your Company is a NBFC duly registered with Reserve Bank of India and is primarily engaged in the business of providing Loan against Properties / Commodities, therefore the provisions of Section 186 of the Companies Act 2013 are not applicable to your Company.

10. **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

Your Company has entered into transactions with related parties in the ordinary course of its business. However, none of these falls under the purview of the provisions of section 188 (1) of the Companies Act, 2013 because they have taken place in ordinary course of business and are at an arm's length basis.

Also, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required. However, the disclosure of transactions with related party for the year, as per Accounting Standard-18 Related Party Disclosures is given in Note no 23 to the Balance Sheet as on 31st March 2021.

11. **CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES:**

The profits of your Company during the financial year 2020-2021 have exceeded the threshold for the applicability of the provisions of Corporate Social Responsibility and accordingly your Company is required to constitute a Corporate Social Responsibility Committee as per provisions of Section 135 of the Companies Act, 2013 and Rules made thereunder.

Your Company has contributed amount of Rs. 8,47,000/- (Rupees Eight Lakh Forty-Seven thousand only) with in accordance with the requirements of Section 135 of the Companies Act, 2013 and with Rule 3(2) of Companies CSR Rules, 2014 **Annexure II** to the report is attached.

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

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

(A) **Conservation of energy:**

Energy Conservation measure is taken, and adequate care is taken to minimize the use of electricity and the energy conservation is done by making the optimum use of resources.



(B) Technology absorption:

The Company has not imported any technology and hence the question of its absorption does not arise.

(C) Foreign exchange earnings and Outgo:

Foreign Exchange Earnings – NIL
Foreign Exchange Outgo – NIL

13. RISK MANAGEMENT:

Your Board of Directors have identified the requisite elements of risk, which in the opinion of the Board may threaten the existence of the Company and have taken suitable recourse action for the same. Risk Management policy has been adopted in accordance with provisions of Act. The Risk Management Committee was constituted, and the Committee meet once during the year.

14. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM:

Details of establishment of vigil mechanism for directors and employees are not applicable to your Company as it is not covered under Section 177(9) of the Companies Act, 2013.

15. MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS:

There is no such order passed by the Regulators / Courts / Tribunals impacting the going concern status of the Company and / or company's operations in future during the financial year under review.

16. AUDITORS:

Statutory Auditors:

M/s. Khimji Kunverji & Co LLP, Chartered Accountant (ICAI Firm Registration No. 105146W), Statutory Auditors of the Company were appointed as Statutory Auditor of the Company for a period of 5 (five) years, to hold office from the conclusion of 2nd Annual General Meeting until the conclusion of 7th Annual General Meeting. However, due to other professional commitments the statutory auditors on 25th November, 2021 tendered their resignation w.e.f. 29th November, 2021 i.e till the conclusion of 5th Annual General Meeting of the company. The Board accepted the resignation of M/s. Khimji Kunverji & Co LLP, Chartered Accountant and placed on record the valuable contribution made by them as the statutory auditors of the Company.

The Board of Directors of your Company has recommended the appointment of M/s. T.P. Ostwal & Associates LLP, Chartered Accountants having (FRN No. 124444W/W100150) Mumbai, as the statutory auditor of the company for a period of Three (3) years to hold office from the conclusion of 05th Annual General Meeting till the conclusion of the 08th



Annual General Meeting of the Company to be held in the year 2024, on such remuneration as may be mutually decided by the Board of Directors thereof and such statutory auditors.

Auditors' Report:

The observations of Auditors in their report read with notes to the accounts are self-explanatory.

Internal Auditors:

Ram Agarwal & Associates, Chartered Accountants, having registered office at Unit no: 401, Hub Town Viva, Western Express Highway, Shankar wadi Jogheshwari (E), Mumbai-400060 is the Internal Auditor for your Company.

17. SECRETARIAL AUDIT REPORT:

Your Company, being an unlisted private limited company, the provisions under Section 204 of the Companies Act, 2013, relating to Secretarial Audit Report are not applicable to your Company.

18. EXPLANATIONS IN RESPONSE TO AUDITORS' QUALIFICATIONS:

The Auditor's Report does not contain any qualification, reservation or adverse remark on the financial statements for the year ended 31st March 2021.

19. COMPLIANCE WITH SECRETARIAL STANDARDS:

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively, have been duly complied by your Company.

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

During the financial year under review, the Company has not initiated any process or made any application under Insolvency and Bankruptcy Code, 2016.

21. FAILURE TO IMPLEMENT ANY CORPORATE ACTION:

Your company has not failed to complete or implement any corporate action within the specified time limit as prescribed.

22. ANNUAL RETURN:

Pursuant to section 134(3)(a) and section 92(3) of the Companies Act, 2013 read with Rule 11 (1) and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, a copy of the annual return i.e Form MGT-7 to be placed on the website of the

Company once filed with Registrar of the Companies and can be accessed at <https://infinityfincorp.com>.

23. OTHER DISCLOSURES:

There are no further disclosures which your Company intends to make.

24. ADDITIONAL DISCLOSURES UNDER LISTING REGULATIONS:

Since your Company is an unlisted private company, requirement of additional disclosure under listing regulations is not applicable.

25. DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Your Company has in place a Prevention of Sexual Harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The Company is committed to provide a safe and conducive work environment to its employees. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

PART II: OTHER REQUIREMENTS:

26. APPROVAL OF THE REPORT:

As per the provisions of Sub-section (3) of section 179 of the Act, the Board of Directors of your Company have approved the financial statements of your Company for the financial year 2020-2021, by way of resolutions passed at the meeting of the Board dated 21st October 2021.

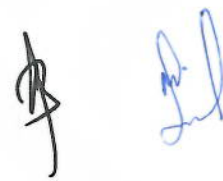
27. SIGNING OF THE REPORT:

As per the Section 134(6) of the Companies Act, 2013, the Board's report and any annexures thereto under sub-section (3) shall be signed by the Mr. Maninder Juneja and Mr. Ashish Bhargava, Directors of your company.

28. DISSEMINATION:

28.1. Right of Members to have Copies of the Report:

A copy of the Report along with the financial statement and the Auditor's Report shall be sent, in electronic form, to every member of the Company.



28.2. Placing of the Report on the Website:

The company shall place this report on its website being <https://infinityfincorp.com>.

29. FILING AND SUBMISSION OF THE REPORT:

Being an unlisted private limited Company, there is no requirement for your Company to file the resolution of the board approving this Report and the financial statements with the office of the Registrar of Companies. Further, your company being an unlisted private company, there is no requirement for the Company to file its financial statement together with a copy of this Report, with any stock exchange.

30. ACKNOWLEDGMENT:

Your directors wish to place on record their appreciation for the co-operation and sincere support extended by the shareholders, various authorities, banks, dealers and vendors and members during the year under review.

The Directors also acknowledge with gratitude the dedicated efforts and valuable contribution made by all the employees of the Company.

**For and on behalf of the Board of
Infinity Fincorp Solutions Private Limited**

Date: 26/11/2021
Place: Mumbai


Maninder Singh Juneja
Director
DIN: 02680016


Ashish Bhargava
Director
DIN: 02574919



**[Annexure -II]
Annual Report on CSR Activities for Financial Year 2020-21**

1. Brief outline on CSR Policy of the Company.

The Company believes that CSR is a process by which an organization thinks about its relationships with the stakeholders and integrates its economic, environmental, and social objectives in such a manner that it will contribute for the social good.

The Company's CSR initiatives have an underlying rationale of 'benefitting the community at large'. The Company is focussed on identifying the communities/beneficiaries of the projects and understanding their needs. The Company has adopted the CSR Theme of working on Eradicating hunger, poverty and malnutrition, ["promoting health care including preventive health care) 'and promoting education, including special education and employment enhancing vocation skills.

The Company has adopted a CSR Policy in compliance with the provisions of the Act. and the same is placed on the Company's website and can be accessed through the following link: -

<https://www.infinityfincorp.com/docs/Infinity-CSR-Policy.pdf>

The projects undertaken are within the broad framework of Schedule VII of the Act as under:-

Sr. No.	CSR project or activity identified	Sector in which the Project is covered	Projects or programs a) Local area or other b) Specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or program wise	Amount spent on the projects or program	Cumulative expenditure upto the reporting period	Amount spend: Direct or through Implementing Agency
1.	Eradicating Hunger, Poverty and Malnutrition	Health	Chowpatty-Mumbai	Rs. 8,47,000/-	Direct Rs. 8,47,000/-	Rs. 8,47,000/-	Rs. 8,47,000/- Shri Chaitanya Seva trust



2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Maninder Juneja	Director	1	1
2.	Mr. Sathyan David	Independent Director	1	1
3.	Mr. Ashish Bhargava	Director	1	1

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company is as under:-

<https://www.infinityfincorp.com/docs/Infinity-CSR-Policy.pdf>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report). - **N.A**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any – **N.A**

6. Average net profit of the company as per section 135(5): - Rs. 4,23,42,203/-

7. (a) Two percent of average net profit of the company as per section 135(5): - Rs. 8,46,844/-- (Rupees Eight Lakh Forty-six Thousand Eight hundred and forty-four only).

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. – **N.A**

c) Amount required to be set off for the financial year, if any: - **N.A**

(d) Total CSR obligation for the financial year (7a+7b-7c): - Rs. 8,46,844/- (Rupees Eight Lakh Forty-six Thousand Eight hundred and forty-four only).

8. (a) CSR amount spent or unspent for the financial year:




Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs. 8,46,844/- (Rupees Eight Lakh Forty-six Thousand Eight hundred and forty-four only).	----- N.A -----				

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation – Direct (Yes/No).	Mode of Implementation – Through Implementing Agency	
				State.	District.						Name	CSR Registration number.

C) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation – Direct (Yes/No).	Mode of implementation – Through implementing agency.	
				State.	District.			Name.	CSR registration number.
N.A									

(d) Amount spent in Administrative Overheads: - N.A

(e) Amount spent on Impact Assessment, if applicable – N.A

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – N.A.

(g) Excess amount for set off, if any



Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 8,46,844/-
(ii)	Total amount spent for the Financial Year	Rs. 8,46,844/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer.	
N.A							

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
N.A								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year

(asset-wise details).

- (a) Date of creation or acquisition of the capital asset(s). N.A
- (b) Amount of CSR spent for creation or acquisition of capital asset. N.A
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. N.A




(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). N.A

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

Mandeep Singh

Chairman of CSR Committee



ANNEXURE III

Form No. AOC-2

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

Form for disclosure of particulars of contracts/arrangements entered by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis – None

SN	Particulars	Details
(a)	Name(s) of the related party and nature of relationship	N.A
(b)	Nature of contracts/arrangements/transactions	N.A
(c)	Duration of the contracts / arrangements/transactions	N.A
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
(e)	Justification for entering into such contracts or arrangements or transactions	N.A
(f)	date(s) of approval by the Board	N.A
(g)	Amount paid as advances, if any	N.A
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N.A

2. Details of material contracts or arrangement or transactions at arm's length basis

SN	Particulars	Details
(a)	Name(s) of the related party and nature of relationship	N.A
(b)	Nature of contracts/arrangements/transactions	N.A
(c)	Duration of the contracts / arrangements/transactions	N.A
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
(e)	date(s) of approval by the Board	N.A
(f)	Amount paid as advances, if any	N.A




POLICY ON CORPORATE SOCIAL RESPONSIBILITY

INTRODUCTION

The Companies Act, 2013 (“**Act**”) under Section 135 has introduced the concept of Corporate Social Responsibility (“**CSR**”). It mandates qualifying companies to formulate a CSR Policy and to constitute a CSR Committee to effectively monitor CSR Activities of the Company. Further the Companies (Corporate Social Responsibility Policy) Rules, 2014 (“**CSR Rules**”) lays down the framework and modalities of carrying out the CSR Projects and programs relating to activities specified in Schedule VII of the Act.

The Companies Act, 2013 (“Act”) read with the Companies (Corporate Social Responsibility) Rules, 2014 (“CSR Rules”) has introduced provisions on CSR, which rests on the ideology of give and take. The term CSR has been defined under the CSR Rules which includes but is not limited to:

- Projects or programs relating to activities specified in the Schedule VII to the Act, or
- Projects or programs relating to activities undertaken by the Board of Directors (“Board”) of a company in pursuance of recommendations of the CSR Committee as per the declared Corporate Social Responsibility Policy (“CSR Policy”) subject to the condition that such policy covers subjects enumerated in the Schedule VII of the Act.

As per the Act and CSR Rules, all qualifying companies are required to spend at least 2% of its average net profits made during the three immediately preceding financial years. This policy would be governed by various applicable provisions of the Act and CSR Rules, for the time being in force.

PHILOSOPHY AND OBJECTIVES

Recognizing that business enterprises are economic organs of society and draw on societal resources, it is the belief of Infinity Fincorp Solutions Private Limited (“**Infinity**”) that a company must contribute to building economic, social and environmental capital towards enhancing societal sustainability. In line with this belief, Infinity intends to craft unique models to generate livelihoods and environmental capital. Such Corporate Social Responsibility (“**CSR**”) projects are far more replicable, scalable and sustainable, with a significant multiplier impact on sustainable livelihood creation and environmental replenishment.

The main objective of CSR policy of Infinity is to make CSR a key business process for sustainable development of the society. In alignment with its objective, principles and values, for delineating its responsibility as a socially and environmentally responsible corporate citizen, Infinity aims at supplementing the role of Government in enhancing the welfare of the society within the framework of its policy.

REGULATORY REFERENCES:

- The Companies Act, 2013.
- The Companies (Corporate Social Responsibility) Rules, 2014
- The Companies (Corporate Social Responsibility) Amendment Rules, 2021

CSR POLICY

In the aforesaid backdrop, the Infinity’s CSR policy is broadly framed taking into account the following measures:

- a. The CSR activities shall be undertaken as stated in this Policy, as projects or programs or activities (either new or ongoing), excluding activities undertaken in pursuance of its normal course of business by Infinity.
- b. The CSR activities which are exclusively for the benefit of the Infinity's employees or their family members shall not be considered as Infinity's CSR activity.
- c. Infinity will give preference to the local area(s) around where it operates, for spending the amount earmarked for CSR activities.
- d. Statement containing the CSR approach and direction will be given by the Board.
- e. Guiding principles for selection, implementation and monitoring of activities and formulation of the Annual Action Plan.
- f. The following is the list of CSR projects or programs which Infinity may undertake pursuant to Schedule VII of the Companies Act, 2013:
 - i. eradicating hunger, poverty and malnutrition, promoting healthcare, sanitation and making available safe drinking water;
 - ii. promoting education, including special education, and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
 - iii. promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
 - iv. ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water;
 - v. protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
 - vi. measures for the benefit of armed forces veterans, war widows and their dependents;
 - vii. training to promote rural sports, nationally recognized sports, Para-Olympic sports and Olympic sports;
 - viii. contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
 - ix. contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government
 - x. rural development projects and slum area development;

- xi. Any other measures with the approval of Board of Directors on the recommendation of CSR Committee subject to the provisions of Section 135 of Companies Act, 2013 and rules made there-under.

IMPLEMENTATION

The Company will undertake its CSR activities in accordance with the provisions of Rule 4 of the CSR Rules, as may be amended from time to time, either itself or through eligible third parties, as under:

- (a) a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80 G of the Income Tax Act, 1961 (43 of 1961), established by the company, either singly or along with any other company, or
- (b) a company established under section 8 of the Act or a registered trust or a registered society, established by the Central Government or State Government; or
- (c) any entity established under an Act of Parliament or a State legislature; or
- (d) a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80G of the Income Tax Act, 1961, and having an established track record of at least three years in undertaking similar activities.

The CSR activities to be undertaken by the Company shall satisfy the following criterion:

- (a) CSR program will be undertaken by Infinity in areas selected for interventions. Infinity will choose to undertake need assessments as and when it deems fit.
- (b) Infinity will encourage employees for volunteering in community service.
- (c) The time period / duration over which a particular program will be spread, will depend on its nature, extent of coverage and the intended impact of the program.
- (d) Infinity may enter into partnerships with the government, business partners and communities to create multiplier effect of its CSR projects.
- (e) The mode of implementation of CSR programs will include a combination of direct implementation and partners such as government schools and college, training institutes, NGOs, business partners, registered societies etc. Infinity will select its activity partners after appropriate due diligence.
- (f) Infinity may also implement the CSR programs through registered trust / foundation / society / company set up by Infinity or its holding or subsidiary or associate company under section 8 of the Companies Act, 2013 or through other registered trust / society / company having an established track record of three years in undertaking the projects or programs proposed to undertaken by Infinity.
- (g) Infinity may use the services of internal teams, expert agencies, consultancy firms etc., wherever required for carrying out base line surveys, guidance on project design and implementation, due diligence of implementation partners, impact assessment surveys etc.

ROLES AND RESPONSIBILITIES

(A) **The Board**

The Board of Directors of Infinity will be responsible for:

- (a) the approval of the CSR Policy for Infinity;
- (b) disclosing the content of the Policy in its report and ensuring its placement on Infinity's website in such a manner as prescribed under Section 135 of the Companies Act 2013 read with the CSR Rules;
- (c) ensuring that the CSR projects included in the Policy are undertaken by Infinity;
- (d) Ensuring that Infinity spends, in every financial year, at least 2 percent of the average net profits made during the three immediately preceding financial years;
- (e) ensuring that Infinity gives preference to the local areas around its operations for spending the amount earmarked for CSR projects;
- (f) ensuring that it specifies the reasons in its report for not spending the earmarked amount in case it to spend such amount.

(B) **CSR Committee**

As per Section 135 of the Act every company having net worth of Rs. 500 crores or more or turnover of Rs.1000 crores or more or a net profit of Rs. 5 crores or more during any financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of at least three directors. In case of a company, being a private limited company, has only two Directors on its Board, then both the directors should be the members of the CSR Committee.

The CSR Committee comprising of following members of the Board as the member of the Committee;

1. Mr. Ashish Bhargava
2. Mr. Maninder Juneja
3. Mr. Sathyan David

The Board shall have exclusive power to appoint / remove any member of the CSR Committee.

(C) **Function of CSR Committee**

The CSR Committee shall –

- (a) Formulate and recommend to the Board, a CSR policy and activities to be undertaken by Infinity as per Schedule VII of Companies Act, 2013;
- (b) Recommend the amount of expenditure to be incurred on the activities;
- (c) Monitor the Policy of the Infinity from time to time and recommend changes therein;
- (d) Constitute a transparent monitoring mechanism for ensuring effective and efficient implementation of the CSR projects; and
- (e) To review the implementation of CSR.

- (f) The CSR Committee will be responsible for formulating and recommending the policy on CSR to the Board and an annual action plan in pursuance of its CSR policy including
 - the list of CSR projects or programmes that are approved to be undertaken along with the amount of expenditure to be incurred on such CSR activities.
 - the manner of execution of such projects or programmes.
 - the modalities of utilization of funds and implementation schedules for the projects or programmes.
 - monitoring and reporting mechanism for the projects or programmes; and
 - details of need and impact assessment, if any, for the projects undertaken by the company:
- (g) Furthermore, the CSR Committee will be responsible for monitoring CSR policy, CSR initiatives, and progress on approved projects and shortfalls in achieving the CSR plan, if any.
- (h) Furthermore, the CSR Committee will be responsible to report to the Board on the status of achievement of the CSR initiatives and its activities on annual basis.
- (i) The Committee will also report significant CSR activities and achievements in the Board's Report in the Company's Annual Report.

(D) CSR Budget:

- (a) A specific budget is allocated for CSR activities and spending on CSR activities shall not be less than as specified under provision of Section 135 of the Companies Act, 2013, and Companies (Corporate Social Responsibility Policy) Rules, 2014 made thereunder in pursuance of this policy.
- (b) With the approval of the Board (Committee), the company will allocate an annual budget towards the CSR projects. This budget must amount to a minimum of 2% of the average net profits made by the Company during the preceding three financial years.
- (c) In case Company fails to spend such amount, the Board shall specify the reasons for not spending the amount. The aggregate expenditure on CSR activities will also be disclosed by way of notes to accounts in the financial statements of the Company.

Further, the unutilized / unspent CSR budget from the 2% of the average net profit will be dealt with in accordance with Section 135(5) & (6) of the Act read with Rule 7 & 10 of the CSR Rules, as may be amended from time to time, in a manner as specified below:

- (A) Amount not related to any ongoing project: Such unspent amount will be transferred to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year
- (B) Amount related to an ongoing project: Any unspent amount relating to an ongoing project will be dealt with in a manner specified below:
 - 1) Such unspent amount will be transferred to a special account called as the "Unspent Corporate Social Responsibility Account" within 30 days from the end of the Financial year;

- 2) Company will spend such transferred amount in pursuance of its obligation towards the Corporate Social Responsibility Policy within a period of 3 financial years from the date of such transfer;
 - 3) If still unspent, the same will be transferred to a Fund specified in Schedule VII, within a period of 30 days from the date of completion of the third financial year.
- (d) Approving authority for the CSR amount to be spent would be any one Director or the Chief Executive Officer of the Company, after due recommendation of CSR Committee and approval of the Board of Directors of the Company.
 - (e) The surplus arising out of the CSR projects or programs, or activities shall not form part of the business profit of Infinity and shall be ploughed back into the same project or shall be dealt with in a manner specified as above.
 - (f) Where a company spends an amount in excess of 2% of the average net profits made by the Company during the preceding 3 financial years, such excess amount may be set off against the requirement to spend under sub-section (5) of section 135 up to immediate succeeding three financial years subject to the conditions prescribed under Rule 7 (3) of the CSR Rules.
 - (g) The CSR projects or programs or activities undertaken in India only shall amount to CSR expenditure.
 - (h) Infinity may collaborate or pool resources with other organizations (its subsidiary companies and NGO's) to plan, implement, monitor and report CSR activities.
 - (i) CSR expenditure shall include all expenditure including contribution to corpus, for projects or programs relating to CSR activities approved by the Board on the recommendation of the CSR Committee, but does not include any expenditure on any item not in conformity or not in line with activities which fall within the purview of Schedule VII of the Companies Act 2013.
 - (j) Tax treatment of CSR spent will be in accordance with the Income Tax Act as may be notified by CBDT.
 - (k) The Board shall ensure that the administrative overheads shall not exceed 5% of total CSR expenditure of the Company for the financial year.

(E) **Project Monitoring**

Infinity may institute a well-defined monitoring and evaluation mechanism to ensure that each CSR program has:

- a. Defined objectives;
- b. Defined targets, time lines and measurable parameters, wherever possible;
- c. A progress monitoring and reporting framework that is aligned with the requirements of the section 135 of the Companies Act and the CSR Rules
- d. The CSR committee will meet periodically to discuss the progress of CSR activities and apprise the Board with the progress and action plan, from time to time.

(F) **Budget Monitoring**

Infinity will establish an accounting system to ensure proper accounting of CSR spends.

(G) **Reporting Framework**

(a) The CSR Team will monitor progress on CSR projects and CSR spend and report to the CSR Committee at regular intervals.

(b) Infinity will report CSR performance in its annual report as per the structure and format prescribed in the notified CSR Rules.

RECORD KEEPING

All the certificates, agreements, invoices with actual spend will be carefully documented and the records shall be available as and when required for scrutiny by auditors or regulators or other stakeholder. Further, all documentation pertaining to the CSR activity will be maintained for a period of 8 years or such other period as specified by any other law in force.

INFORMATION DISSEMINATION

The Company's engagement in this domain is disseminated on its website, annual reports and its house journals as and when deem fit.

MANAGEMENT COMMITMENT

Our Board of Directors, our Management and all of our employees subscribe to the philosophy of compassionate care. We believe and act on an ethos of generosity and compassion, characterized by a willingness to build a society that works for everyone. This is the cornerstone of our CSR policy.

REVIEW /MODIFICATIONS AND UPDATES

CSR Committee of Infinity will review the policy from time to time based on the changing needs and aspirations of the target beneficiaries and make suitable modifications as may be necessary.

The CSR Committee, in its meeting, will oversee the implementation of the policy and review its functioning at the intervals as it may deem necessary but atleast once in a year.

Further, this policy may be amended subject to the approval of Board of directors on recommendation of CSR Committee of the Company, from time to time in line with the business requirement of the Company or any statutory enactment or amendment thereto.

In case of any amendment to the applicable laws which are contrary to the provisions of this Policy, the Company shall be required to ensure compliance with the provisions of the said amended laws, notwithstanding any provisions to the contrary contained herein.

COMPLIANCE WITH COMPANIES ACT, 2013

Our Corporate Social Responsibility policy conforms to the provisions of Section 135 of the Companies Act, 2013 on Corporate Social Responsibility as spelt out by the Ministry of Corporate Affairs, Government of India and the Rules framed in respect thereof.

Version No	Version Date	Types of changes	Prepared & Verified By	Date of Approval	Approved by
V.3	22nd November, 2021	Revised document	CS Ankita Bhanushali	26 th November, 2021	Maninder Juneja

Khimji Kunverji & Co LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of Infinity Fincorp Solutions Private Limited

Report on the Audit of the Financial statements

Opinion

We have audited the financial statements of Infinity Fincorp Solutions Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the statement of Profit and Loss, the statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as '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, 2021, 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 SAs 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to Note 35 of the financial statement, as regard to the management evaluation of COVID-19 impact on the future performance of the Company. Our opinion is not modified in respect of this matter.

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

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report but does not include the financial statements and our auditors' report thereon. The other information is expected to be made available to us after the date of this auditor's report. 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 when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other Information and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charges with governance.



Khimji Kunverji & Co LLP

Chartered Accountants

Management's Responsibility for the Financial statements

The Company's management and Board of Directors are 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

1. 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.
2. 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 with reference to financial statements in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of directors.



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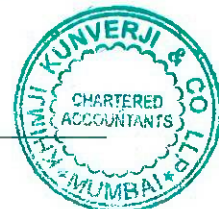
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If 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.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 the Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".
 - g) Reporting requirement pursuant to Section 197 of the Act related to managerial remuneration is not applicable considering the Company is a Private Limited Company.



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- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 30 to the financial statements.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 28 to the financial statements.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The disclosure in the financial statements regarding holdings and well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these financial statements since they do not pertain to the financial year ended March 31, 2021.

For Khimji Kunverji & Co LLP
Chartered Accountants
FRN: 105146W/W100621



Vinit K Jain
Partner

Membership No.: 145911

UDIN No.: 21145911AAAADY8640



Mumbai
October 21, 2021

Khimji Kunverji & Co LLP

Chartered Accountants

Annexure 1 to the Independent Auditor's Report of even date on the financial statements of Infinity Fincorp Solutions Private Limited.

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) According to the information and explanation given to us, all the fixed assets have been physically verified by the management. As informed, no material discrepancies were noticed on such verification.
 - c) The Company does not hold any immovable properties accordingly clause related to immovable property of the Order is not applicable to the Company.
- ii) According to the information and explanations given to us, the Company does not hold any inventory or securities as stock in trade. Accordingly, clause 3(ii) of the Order is not applicable to the Company.
- iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clause 3 (iii) of the Order is not applicable to the Company.
- iv) According to the information and explanations given to us, the Company has not granted any loans covered, made any investments or provided any guarantees and securities under Section 185 and Section 186 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable to the Company.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- vi) According to the information and explanations given to us, the Company is not required to maintain any cost records prescribed by the Central Government under sub-section (1) of Section 148 of the Act.
- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Goods & Service Tax and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods & Service Tax and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, Goods and Service Tax and other material statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
- viii) According to the information and explanations given to us and on the basis of examination of relevant records, the Company has not defaulted in repayment of any dues from financial institution or bank or debenture holders as at the Balance Sheet date.



Khimji Kunverji & Co LLP

Chartered Accountants

- ix) According to the information and explanations given to us, the Company has applied money raised by way of term loans for the purpose for which those were raised. The Company did not raise money by way of initial public offer or further public offer (including debt instruments) during the year.
- x) According to the information and explanations given to us by the management, we report that no fraud by the Company or no fraud on the Company by the officers and employees of the Company has been noticed or reported during the period.
- xi) According to the information and explanations to us, the Company being a Private Limited Company, the provisions of Section 197 read with schedule V to the Act, pertaining to managerial remuneration, are not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company.
- xiii) According to the information and explanations given to us, the Company being a Private Limited Company, the provisions of Section 177 read with Rule 6 of Companies (Meetings of Board and its Powers) Rules, 2014 are not applicable to it. According to the information and explanation given to us and representation made by the management, the transactions with related parties entered into by the Company, disclosures whereof are made as per applicable Accounting Standard, are in compliance with the provisions of Section 188 of the Act.
- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.
- xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of the Act. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi) The Company is registered under section 45-IA of the Reserve Bank of India Act, 1934 and certificate of registration has been obtained by the company.

For Khimji Kunverji & Co LLP

Chartered Accountants

FRN: 105146W/W100621



Vinit K Jain

Partner

Membership No: 145911

UDIN No.: 21145911AAAADY8640



Mumbai

October 21, 2021

Khimji Kunverji & Co LLP

Chartered Accountants

Annexure 2 to the Independent Auditors' Report of even date on the Financial Statements of Infinity Fincorp Solutions Private Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

Opinion

We have audited the internal financial controls with reference to financial statements of the Infinity Fincorp Solutions Private Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion considering the nature of business, size of operation, organizational structure and test of controls performed by us, the Company has in all material respect, an internal financial controls with reference to financial statements which are operating effectively as at March 31, 2021 considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. However, the Company needs to strengthen the documentation of identified risk & mitigating controls with respect to key processes to make it commensurate with the size of the Company and nature of its business.

Management's Responsibility for Internal Financial Controls

The Company's management and Board of directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements 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 ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements are established and maintained and whether such controls operated effectively in all material respects.

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

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



Khimji Kunverji & Co LLP

Chartered Accountants

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial controls with reference to financial statements is a process designed by the Company 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 controls with reference to financial statements includes those policies and procedures that:

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

For Khimji Kunverji & Co LLP

Chartered Accountants

FRN: 105146W/W100621



Vinit K Jain

Partner

Membership No: 145911

UDIN No.: 21145911AAAADY8640



Mumbai

October 21, 2021

Infinity Fincorp Solutions Private Limited
Financial Statement for the Year Ended 31st March 2021
Balance Sheet

Particulars	Note No.	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	95,27,77,760	95,27,77,760
(b) Reserves and surplus	3	37,70,87,015	31,10,28,154
		1,32,98,64,775	1,26,38,05,914
(2) Non current liabilities			
(a) Long term borrowings	4	34,23,78,430	48,92,17,425
(b) Long term provisions	5	8,46,860	5,89,951
		34,32,25,290	48,98,07,376
(3) Current liabilities			
(a) Short term borrowings	4	30,00,00,000	35,00,00,000
(b) Other current liabilities	6	36,74,24,479	41,45,89,647
(c) Short term provisions	5	3,49,31,928	1,15,45,969
		70,23,56,407	77,61,35,616
TOTAL		2,37,54,46,472	2,52,97,48,906
II. ASSETS			
(1) Non current assets			
(a) Property, Plant and Equipment			
(i) Tangible assets	7	14,32,291	24,62,917
(ii) Intangible assets	7	28,08,921	48,41,776
(b) Deferred tax assets (net)	8	27,21,017	26,30,447
(c) Long term loans and advances	9	1,44,34,08,428	1,37,43,62,123
		1,45,03,70,657	1,38,42,97,263
(2) Current assets			
(a) Current investments	10	-	-
(b) Cash and bank balances	11	10,05,56,278	31,85,69,502
(c) Short term loans and advances	9	78,78,49,282	80,21,58,793
(d) Other current assets	12	3,66,70,255	2,47,23,348
		92,50,75,815	1,14,54,51,643
TOTAL		2,37,54,46,472	2,52,97,48,906

Significant Accounting Policies

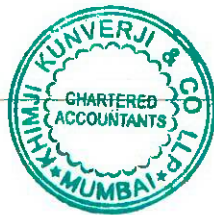
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The accompanying notes form an integral part of the Financial Statements

For Khimji Kunverji & Co LLP
Chartered Accountants
Firm's Registration No.: 105146W/W100621



Vinit K Jain
Partner

Membership No: 145911
Place : Mumbai
Date : October 21, 2021



For and on behalf of the Board of Directors of
Infinity Fincorp Solutions Private Limited


Ashish Bhargava
Director
DIN No - 02574919


Maninder Singh Juneja
Director
DIN No - 02680016


Ankita Bhanushali
Company Secretary
M.No: A52444



Infinity Fincorp Solutions Private Limited
Financial Statement for the Year Ended 31st March 2021
Statement of Profit and Loss

Particulars	Note No.	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
I. Revenue from operations	13	30,59,95,721	30,63,53,175
II. Other income	14	1,27,30,168	2,15,79,792
III. Total Revenue		31,87,25,889	32,79,32,967
IV. Expenses			
Employee benefits expense	15	5,47,98,324	6,22,27,148
Finance costs	16	10,62,63,608	14,82,77,197
Depreciation and amortisation	7	30,61,048	29,21,263
Other expenses	17	3,45,42,115	4,94,06,922
Contingent Provisions against Assets	18	2,33,48,594	39,75,746
Total expenses		22,20,13,689	26,68,08,276
V. Profit before tax for the year (III-IV)		9,67,12,200	6,11,24,691
VI. Tax expense			
(1) Current tax		3,07,43,910	1,51,00,000
(2) Deferred tax		(90,572)	(7,95,784)
		3,06,53,338	1,43,04,216
VII. Profit / (Loss) for the year (V-VI)		6,60,58,861	4,68,20,475
VIII. Earnings per share (Face Value Rs. 10/- per share)			
Basic	19	0.69	0.49
Diluted	19	0.69	0.49

Significant Accounting Policies
The accompanying notes form an integral part of the Financial Statements

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For Khimji Kunverji & Co LLP
Chartered Accountants
Firm's Registration No.: 105146W/W100621

For and on behalf of the Board of Directors of
Infinity Fincorp Solutions Private Limited



Vinit K Jain
Partner
Membership No: 145911
Place : Mumbai
Date : October-21, 2021




Ashish Bhargava
Director
DIN No - 02574919


Maninder Singh Juneja
Director
DIN No - 02680016

Ankita Bhanushali
Company Secretary
M.No: A52444





Infinty Fincorp Solutions Private Limited Financial Statement for the Year Ended 31st March 2021 Cash flow statement		
Particulars	Year ended 31 March 2021 Rupees	Year ended 31 March 2020 Rupees
Cash flow from operating activities		
Profit before tax	9,67,12,200	6,11,24,691
Adjustments for :		
Provision for Standard & Doubtful Assets	2,33,48,594	39,75,746
Depreciation and amortisation	30,76,364	29,21,263
Dividend on Mutual Funds	(2,34,687)	(82,59,398)
Provision For Leave Encashment	2,94,274	2,07,820
Provision for gratuity	3,53,194	1,96,378
Finance cost	10,65,40,486	14,82,77,197
Operating cash flow before working capital changes	23,00,90,425	20,84,43,697
Adjustment for changes in working capital		
Increase/(Decrease) in Other Current Liabilities	(4,71,65,168)	9,91,70,528
(Increase) / decrease in loans and advances	(6,43,10,016)	60,53,15,226
(Increase) / decrease in other assets	(1,23,00,101)	41,65,578
Cash generated from / (used in) operations	(12,37,75,286)	70,86,51,331
Taxes paid (net of refunds)	(2,11,70,688)	(1,22,73,362)
Net cash generated from / (used in) operating activities	8,51,44,451	90,48,21,666
Cash flow from investing activities		
Purchase of tangible assets	(12,881)	(14,48,108)
Purchase of intangible assets	-	(26,32,350)
Dividend	2,34,687	82,59,398
Sale/(Purchase) of Mutual Funds	-	25,01,30,960
Net cash used in investing activities	2,21,806	25,43,09,900
Cash flow from financing activities		
Proceeds from issue of equity shares	-	-
Securities premium on issue of equity shares	-	-
Interest paid on loans	(10,65,40,486)	(14,53,87,324)
Working capital loan repaid to bank	(5,00,00,000)	(76,66,00,000)
Secured loan repaid to bank	(14,68,38,995)	(11,30,81,602)
Net cash generated from / (used in) financing activities	(30,33,79,481)	(1,02,50,68,926)
Net increase / (decrease) in cash and cash equivalents	(21,80,13,224)	13,40,62,640
Cash and cash equivalents at the beginning of the year	31,85,69,502	18,45,06,862
Cash and cash equivalents at the end of the year	10,05,56,278	31,85,69,502

Note: Cash flow statement has been prepared under the indirect method as per Accounting Standard-3 specified under section 133 of Companies Act, 2013

For Khimji Kunverji & Co LLP
Chartered Accountants
Firm's Registration No.: 105146W/W100621



Vinit K Jain
Partner


Membership No: 145911
Place : Mumbai
Date : October 21, 2021



For and on behalf of the Board of Directors of
Infinty Fincorp Solutions Private Limited


Ashish Bhargava
Director

DIN No - 02574919


Maninder Singh Juneja
Director

DIN No - 02680016


Ankita Bhanushali
Company Secretary
M.No: A52444



Particulars	As at 31st March 2021		As at 31st March 2020	
	Numbers	Rupees	Numbers	Rupees
2) Share capital				
Authorised share capital				
Equity shares of Rs. 10 each	13,25,00,000	1,32,50,00,000	13,25,00,000	1,32,50,00,000
	13,25,00,000	1,32,50,00,000	13,25,00,000	1,32,50,00,000
Issued, subscribed and fully paid up				
Equity shares of Rs. 10 each	9,52,77,776	95,27,77,760	9,52,77,776	95,27,77,760
	9,52,77,776	95,27,77,760	9,52,77,776	95,27,77,760
a) Reconciliation of equity share capital	As at 31st March 2021		As at 31st March 2020	
	Numbers	Rupees	Numbers	Rupees
Balance at the beginning of the year	9,52,77,776	95,27,77,760	9,52,77,776	95,27,77,760
Add : Shares issued during the year	-	-	-	-
Balance at the end of the year	9,52,77,776	95,27,77,760	9,52,77,776	95,27,77,760
b) Rights and restrictions attached to equity shareholders	The Company has only one class of equity shares having face value of Rs. 10 each. Every holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company.			
c) Shares held by holding company	As at 31st March 2021		As at 31st March 2020	
	Numbers	Amount	Numbers	Amount
Indium IV (M) Holdings Limited	8,41,66,666	84,16,66,660	8,41,66,666	84,16,66,660
	8,41,66,666	84,16,66,660	8,41,66,666	84,16,66,660
d) Details of equity shareholders holding more than 5% shares in the Company	As at 31st March 2021		As at 31st March 2020	
	Numbers	Percentage	Numbers	Percentage
Indium IV (M) Holdings Limited	8,41,66,666	88.34%	8,41,66,666	88.34%
National Bulk Handling Corporation	1,11,11,110	11.66%	1,11,11,110	11.66%
	9,52,77,776	100.00%	8,41,66,666	100.00%
e) For the preceding three years aggregate number and class of shares allotted as fully paid up pursuant to contract without payment being received in cash;	The Company has converted 2,50,00,000 Compulsory Convertible Debentures (CCDs) of Face Value of Rs 10 into 2,50,00,000 Equity shares of Face Value of Rs 10 each at Par to Indium IV (Mauritius) Holding Ltd (Registered in Mauritius) on 12th June, 2018.			
f) Share options granted under the Company's employee share option plan	As at 31st March, 2021, shares reserved for issue under ESOP 2018 scheme is 1,28,65,182 equity shares of Rs.10 each. (Refer Note No. 33).			



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Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
3) Reserves and surplus		
Statutory Reserve (Created pursuant to Section 45-1C of Reserve Bank of India Act, 1934)		
Balance at the beginning of the year	1,77,91,418	84,27,323
Add : Amount transferred from surplus balance in the Statement of Profit and Loss	1,32,11,772	93,64,095
Balance at the end of the year	3,10,03,191	1,77,91,418
Securities Premium Reserve		
Balance at the Beginning of the Year	22,22,22,200	22,22,22,200
Add : Addition made during the Year on issue of shares	-	-
Balance at the End of the Year	22,22,22,200	22,22,22,200
Surplus in the statement of profit and loss		
Balance at the beginning of the year	7,10,14,536	3,35,58,156
Add : Transferred from statement of profit and loss	6,60,58,861	4,68,20,475
Less : Appropriations	(1,32,11,772)	(93,64,095)
Transferred to Statutory Reserve Fund (As per RBI Guidelines)	12,38,61,625	7,10,14,536
Balance at the end of the year	37,70,87,015	31,10,28,154
Statutory Reserve		
Statutory Reserve represents the Reserve Fund created under Section 45-1C of the Reserve Bank of India Act, 1934. An amount of Rs. 1,31,74,356 representing 20% of Net Profit is transferred to the Fund for the year (Previous Year: Rs. 93,64,095) . No appropriation was made from the Reserve Fund during the year.		

Particulars	31st March 2021		31st March 2020	
	Long term Rupees	Short term Rupees	Long term Rupees	Short term Rupees
4) Borrowings Secured				
Short Term Loans (Refer -Note a below)	-	30,00,00,000	-	35,00,00,000
Long Term Loans (Refer Note b below)	14,68,74,978	-	15,83,33,333	-
i) From Banks	19,55,03,452	-	33,08,84,092	-
ii) From Others(NBFCs)	34,23,78,430	-	48,92,17,425	-
		30,00,00,000	48,92,17,425	35,00,00,000

a) Short Term Loans:

Short Term Working Capital Demand Loan are secured by pari passu charge on assets of the Company. Tenure of the loans are fixed and range between 1 to 12 months. Indium IV (Mauritius) Holding Ltd (Holding Company) has issued letter of guarantee to banks in respect of above Short Term Loans. Short term interest rate ranges from 7.6% to 9.0%

b) Long Term Loan

i) From Banks

Name of Lender/bank	Sanction Date	Disbursement Date	Sanctioned amount	Outstanding amount (Rs in Cr's)	Terms of Repayment	As at 31st March 2021		As at 31st March 2020	
						Non Current	Current	Non Current	Current
Indusind Bank Limited	26-Feb-19	15-Mar-19	15,00,00,000	5,00,00,000	12 Quarterly installment	-	5,00,00,000	-	5,00,00,000
The Federal Bank Limited	12-Jul-18	11-Sep-18	3,33,333	8,33,333	16 monthly installment	-	8,33,333	5,00,00,000	1,00,00,000
The Federal Bank Limited	12-Jul-18	18-Sep-18	12,00,00,000	2,41,66,667	16 monthly installment	-	2,41,66,667	2,00,00,000	4,00,00,000
Bandhan Bank	10-Jan-20	29-Feb-20	5,00,00,000	5,00,00,000	16 monthly installment	55,55,556	2,22,14,000	2,77,77,778	2,22,22,222
Bandhan Bank	10-Jan-20	13-Mar-20	5,00,00,000	5,00,00,000	16 monthly installment	55,55,556	2,22,22,222	2,77,77,778	2,22,22,222
IDFC First Bank	04-Feb-20	28-Aug-20	5,00,00,000	5,00,00,000	40 Monthly installment	2,91,66,660	1,25,00,004	-	-
IDFC First Bank	04-Feb-20	02-Dec-20	5,00,00,000	5,00,00,000	40 Monthly installment	3,33,33,328	1,25,00,004	-	-
IDFC First Bank	04-Feb-20	28-Dec-20	5,00,00,000	5,00,00,000	40 Monthly installment	3,33,33,328	1,25,00,004	-	-
IDFC First Bank	04-Feb-20	09-Jan-21	5,00,00,000	5,00,00,000	40 Monthly installment	3,43,74,995	1,25,00,004	-	-
Total						14,68,74,978	19,16,58,460	15,85,33,333	16,66,66,667

ii) From Others (NBFCs)

Name of Lender/bank	Sanction Date	Disbursement Date	Sanctioned amount	Outstanding amount (Rs in Cr's)	Terms of Repayment	As at 31st March 2021		As at 31st March 2020	
						Non Current	Current	Non Current	Current
Aditya Birla Finance Limited	08-Aug-18	26-Dec-18	5,00,00,000	3,12,77,373	60 Monthly installment	2,12,24,098	1,00,53,275	3,20,68,219	81,79,345
Aditya Birla Finance Limited	08-Aug-18	19-Mar-19	10,00,00,000	6,66,92,749	60 Monthly installment	4,71,39,677	1,95,53,072	6,82,38,064	1,50,60,295
Aditya Birla Finance Limited	08-Aug-18	28-Mar-19	10,00,00,000	6,66,92,749	60 Monthly installment	4,71,39,677	1,95,53,072	6,82,38,064	1,50,60,295
Tata Capital Financial Services	08-Jun-18	31-Jul-18	1,00,00,000	1,61,61,687	12 Quarterly installment	-	1,61,687	15,93,891	93,33,340
Tata Capital Financial Services	08-Jun-18	21-Aug-18	5,00,00,000	83,33,300	12 Quarterly installment	-	83,33,300	83,33,300	1,66,66,680
Tata Capital Financial Services	08-Jun-18	29-Aug-18	15,00,00,000	3,16,66,670	12 Quarterly installment	-	3,16,66,670	3,16,66,670	6,33,33,332
Tata Capital Financial Services	08-Jun-18	18-Feb-19	15,00,00,000	3,00,00,000	12 Quarterly installment	-	3,00,00,000	3,00,00,000	6,00,00,000
Tata Capital Financial Services	10-Feb-21	24-Feb-21	5,00,00,000	5,00,00,000	36 monthly installment	4,00,00,000	1,00,00,000	-	-
Tata Capital Financial Services	10-Feb-21	26-Mar-21	5,00,00,000	5,00,00,000	36 monthly installment	4,00,00,000	1,00,00,000	-	-
Hindustan Finance Limited	28-Mar-19	14-Jun-19	10,00,00,000	-	48 monthly installment	-	-	5,19,23,679	2,27,05,340
Hindustan Finance Limited	28-Mar-19	30-Jul-19	5,00,00,000	-	48 monthly installment	-	-	2,89,22,204	1,15,30,671
Total						19,55,03,452	14,08,21,076	33,08,84,092	21,78,69,297

Note: Long Term Loan are secured by pari passu charge on current and non current assets of the Company. Indium IV (Mauritius) Holding Ltd (Holding Company) has issued letter of guarantee to banks in respect of above Long Term Loans. Long Term interest rates ranges from 8.75% to 11.70% except one tranche of Rs 5 Crs which was at 12.50%.

Particulars	31st March 2021		31st March 2020	
	Long term Rupees	Short term Rupees	Long term Rupees	Short term Rupees
5) Provisions				
Provisions for employee benefits	8,46,860	91,266	5,89,951	53,901
Provision For Leave Encashment	-	-	-	53,45,861
Others	-	61,83,158	-	11,13,860
Contingent Provisions for Standard Assets	-	46,57,504	-	50,32,347
Contingent Provisions for Non-Performing Assets	-	2,40,00,000	-	-
Contingent Provisions for assets- covid19	8,46,860	3,49,31,928	5,89,951	1,15,45,969

Particulars	As at 31st Mar 2021		As at 31 March 2020	
	Long term Rupees	Short term Rupees	Long term Rupees	Short term Rupees
6) Other current liabilities				
Sundry Creditors for Expenses*	85,41,312	66,59,084	66,59,084	66,59,084
Salary & Performance Related Payable	64,88,526	61,69,320	61,69,320	61,69,320
Advances from customers	1,28,92,523	1,14,35,013	1,14,35,013	1,14,35,013
Statutory dues	25,03,927	18,13,697	18,13,697	18,13,697
Unearned Revenue	19,05,660	10,86,696	10,86,696	10,86,696
Interest accrued but not due on borrowings	26,12,995	28,89,873	28,89,873	28,89,873
Current maturities of long-term debt- From Banks	19,16,58,460	16,66,66,667	16,66,66,667	16,66,66,667
Current maturities of long-term debt- From Others (NBFCs)	14,08,21,076	21,78,69,297	21,78,69,297	21,78,69,297
	36,74,24,479	41,45,89,647	41,45,89,647	41,45,89,647

*There are no dues outstanding in respect of micro and small enterprises at the balance sheet date. Further, no interest during the year has been paid or payable in respect thereof. The above disclosure has been determined to the extent such parties have been identified on the basis of information available with the Company and has been relied upon by the statutory auditors.



Infinity Fincorp Solutions Private Limited
Notes to financial statement for the year ended March 31, 2021

7) Property, Plant and Equipment

Descriptions	As at		At Cost		As at		Depreciation / Amortization		Net Block	
	1st April 2020	31st March 2021	Additions	(Deductions) / Adjustments	31st March 2021	1st April 2020	For the year	(Deductions) / Adjustments	As at 31st March 2021	As at 31st March 2020
Tangible Assets										
Computers	3789314	3798034	8,720	0	1572521	976666	2549187	12,48,847	221,67,998	
Office equipment's	2,32,722	2,38,883	6,161		96,274	39578	1,35,852	1,03,031	136448	
Furniture and fixtures	1,26,082	1,04,082		22,000	16,406	11948	23,669	80,413	109676	
Intangible Assets										
Computer Software	74,06,550	74,06,550			25,64,774	20,32,855	45,97,629	28,08,921	4841776	
Total	1,16,54,668	1,15,47,549	14,881	22,000	42,49,975	90,61,047	73,06,337	42,41,212	73,04,633	
Previous year	74,78,367	1,15,54,668	40,80,458	4,157	13,28,712	29,21,468	42,49,975	73,04,693	61,49,655	



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Infinity Fincorp Solutions Private Limited
Notes to financial statement for the year ended March 31, 2021





Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
8) Deferred tax assets (net)		
Deferred tax assets arising on account of		
Compensated absences	2,36,126	1,62,058
Provision for Standard Assets	27,28,595	28,92,554
Provision for Doubtful Deposits	-	79,252
	29,64,722	31,33,864
Deferred tax liability arising on account of		
Difference in book depreciation and depreciation as per Income Tax Act, 1961	2,43,706	5,03,417
	2,43,706	5,03,417
	27,21,017	26,30,447



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Infinity Fincorp Solutions Private Limited
Notes to financial statement for the year ended March 31, 2021

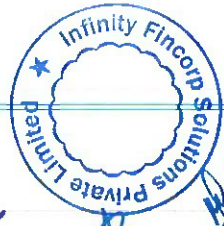
Particulars	As at 31st March 2021		As at 31st March 2020	
	Long term Rupees	Short term Rupees	Long term Rupees	Short term Rupees
9) Loans and advances				
Secured, Considered good				
Loans against assets	1,43,53,38,071	78,19,57,126	1,35,59,81,137	79,35,01,945
Unsecured, Considered good				
Security Deposits	14,29,227	-	24,82,410	-
Prepaid expenses	48,59,903	58,92,156	45,73,959	86,56,848
Loans and advances to employees	1,42,648	-	1,12,815	-
Advance Income tax (Net amount of provision for taxation CY: Rs. 4,20,95,364 (PY Rs. 4,06,25,363))	16,38,580	-	1,12,11,802	-
Unsecured, Considered doubtful				
Security Deposits	-	-	3,14,865	-
Less : Allowances for doubtful deposits	-	-	(3,14,865)	-
	1,44,34,08,428	78,78,49,282	1,37,43,62,123	80,21,58,793

Infinity Fincorp Solutions Private Limited
Notes to financial statement for the year ended March 31, 2021

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
11) Cash and bank balances		
Cash and cash equivalents		
Cash on hand	2,45,480	33,300
Balances with banks		
in current accounts	8,52,10,798	2,69,49,474
in term deposit account	1,51,00,000	29,15,86,728
	10,05,56,278	31,85,69,502
Term Deposit with tenure Less than 12 months	1,51,00,000	28,02,29,613
Term Deposit with tenure more than 12 months	-	1,13,57,115

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
12) Other current assets		
Interest accrued on Loan against property	2,36,82,351	1,65,01,262
Interest accrued on Commodity Loan	35,62,026	34,75,765
Interest accrued on Other Loans and Advances	21,241	5,55,535
Gratuity (Refer note 20)	1,44,763	3,88,883
Other Current Assets	53,00,393	9,44,086
Balance with government authorities	39,59,481	28,57,817
	3,66,70,255	2,47,23,348


Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
13) Revenue from operations		
Interest Income		
Interest on Loan	26,65,62,677	25,82,99,433
Income from Bill Discounting	2,27,24,259	2,39,22,450
Income from Processing Fee	1,09,13,390	1,81,58,156
Other Operating Revenue	57,95,396	59,73,136
	30,59,95,721	30,63,53,175

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
14) Other income		
Interest on Fixed Deposits	91,75,237	1,30,86,733
Dividend on Mutual Funds	2,34,687	82,59,398
Miscellaneous Income	33,20,244	2,33,661
	1,27,30,168	2,15,79,792

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
15) Employee benefits expense		
Salaries and Wages	5,03,18,303	5,64,10,694
Contribution to Provident Fund, Gratuity & Others	38,45,451	49,15,760
Staff welfare expenses	6,34,570	9,00,694
	5,47,98,324	6,22,27,148

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
16) Finance costs		
Interest on Borrowing	9,76,65,287	14,15,93,307
Other Borrowing cost	85,98,321	66,83,890
	10,62,63,608	14,82,77,197

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
17) Other expenses		
Electricity Expenses	4,47,076	9,30,574
Collateral Management Charges	67,43,458	87,73,971
Telephone Expenses	2,26,700	4,31,863
Rent	53,99,054	67,89,094
Rates & Taxes	681	3,950
Payments to auditor's (Refer Note: 21)	10,38,950	9,37,815
Internet Expenses	1,53,458	3,79,346
IT expenses	51,98,669	73,90,092
Loss On Sale	15,620	14,41,991
Bad debts	6,43,604	-
Travelling and Conveyance	7,58,740	27,96,971
Csr Expenditure	8,47,000	4,40,000
Legal Charges	2,11,150	2,81,440
Professional Charges	88,78,555	1,09,01,724
Advertisement Expenses	47,341	25,707
Director Sitting Fees	13,08,000	13,08,000
Printing and stationery	3,23,736	11,27,714
Miscellaneous Expenses	23,00,326	54,46,670
	3,45,42,115	4,94,06,922

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
18) Contingent Provisions against Assets		
General Provision for Standard Assets & Covid-19	1,98,04,950	34,91,886
General Provision for Non-Performing Assets	35,43,644	4,83,860
	2,33,48,594	39,75,746

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
19) Earnings per equity share		
Net profit available for equity share holders (Rupees)	6,60,58,861	4,68,20,475
Weighted average number of equity shares	9,52,77,776	9,52,77,776
Basic EPS	0.69	0.49
Potential equity shares on account of ESOP	2,84,722	2,84,722
Weighted average number of equity shares for Diluted EPS	9,55,62,498	9,55,62,498
Diluted EPS	0.69	0.49
Nominal value of shares (Rs.)	10.00	10.00



Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
VI. Expenses recognised in the statement of profit and loss		
Current service cost	3,38,402	3,02,515
Interest cost	35,187	19,711
Expected return on plan assets	(65,561)	(63,943)
Actuarial (Gain)/loss	45,166	(61,906)
Expense recognised in statement of profit and loss	3,53,194	1,96,377

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
VII. Balance sheet reconciliation		
Opening net liability	(3,88,884)	(5,51,791)
Expense as above	3,53,194	1,96,377
Employers contribution	(1,09,073)	(33,470)
Amount recognised in balance sheet	(1,44,763)	(3,88,884)

VIII. Amounts for the current and previous two years are as follows

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees	Year ended 31st March 2019 Rupees
Defined benefit obligation	8,48,912	5,13,679	94,376
Plan assets	9,93,675	9,02,563	1,89,698
Provision for employees resigned during the year	-	-	-
Deficit	(1,44,763)	(3,88,884)	(91,322)
Experience adjustments on plan liabilities	-	-	-
Experience adjustments on plan assets	-	-	336

(ii) Compensated absences

f. Assumptions

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
Discount rate	7.17%	6.85%
Salary escalation	5.00%	5.00%
Attrition rate	2.00%	2.00%
Mortality rate during employment	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
Method of Valuation	Project Unit Credit Method	Project Unit Credit Method

II. Expenses recognised in the statement of profit and loss

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
Current service cost	5,29,291	3,24,544
Interest cost	41,814	17,792
Actuarial (Gain)/loss	(2,09,985)	2,80,180
Expense recognised in statement of profit and loss	3,61,120	6,22,516

III. Balance sheet reconciliation

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
Opening net liability	6,43,852	4,36,032
Expense as above	3,61,120	6,22,516
Benefit paid by the employer	(65,846)	(4,14,696)
Amount recognised in balance sheet	9,38,126	6,43,852

Particulars	As at 31st March 2021		As at 31st March 2020	
	Non-Current	Current	Non-Current	Current
Provision for Leave Encashment	8,46,860	91,266	5,89,951	53,901

(iii) Contribution to provident funds

Defined contribution plan

Contribution to defined contribution plan, recognised as expense as at March 31, 2021 are as under:

Employer's contribution to provident fund Rs. 20,44,177 (PY: Rs. 22,36,571)



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20) Employee benefits

(i) Defined benefit obligation:

The following table set out the status of the gratuity plan as required under Accounting Standard 15 "Employee Benefits" and the reconciliation of opening and closing balances of the present value of the defined benefit obligation.

Particulars	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
I. Assumptions		
Discount rate	7.17%	6.85%
Salary escalation	5.00%	5.00%
Attrition rate	2.00%	2.00%
Mortality rate during employment	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
Method of Valuation	Project Unit Credit Method	Project Unit Credit Method

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
II. Changes in the present value of defined benefit obligation		
Liability at the beginning of the year	5,13,679	2,53,359
Interest cost	35187	19,711
Current service cost	338402	3,02,515
Benefits paid	-	-
Actuarial loss on obligations	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(38,950)	74,053
Actuarial (Gains)/Losses on Obligations - Due to Experience	594	(1,35,959)
Return On Plan Assets	-	-
Liability at the end of the year	8,48,912	5,13,679

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
III. Change in plan assets		
Fair value of plan assets at the beginning of the year	9,02,563	8,05,150
Expected return on plan assets	65,561	63,943
Contributions	1,09,073	33,470
Benefits paid	-	-
Actuarial Gains/(Losses) on Plan Assets - Due to Experience	-	-
Actuarial Gains/(Losses)	(83,522)	-
Fair value of plan assets at the end of the year	9,93,675	9,02,563

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
IV. Actual return on plan assets		
Expected return on plan assets	(17,961)	63,943
Actuarial Gains/(Losses) on Plan Assets - Due to Experience	-	-
Actual return on plan assets	-17,961	63,943

Particulars	As at 31st March 2021 Rupees	As at 31st March 2020 Rupees
V. Amount recognised in the balance sheet		
Present value of the obligation as at the end of the year	8,48,912	5,13,679
Fair value of plan assets at the end of the year	9,93,675	9,02,563
Amount recognised in the balance sheet	(1,44,763)	(3,88,884)



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	Year ended 31st March 2021 Rupees	Year ended 31st March 2020 Rupees
21) Payments to auditors		
Statutory audit	8,00,000	6,75,000
Tax audit	1,00,000	90,000
	9,00,000	7,65,000
In other capacity		
Other services	1,28,825	1,69,315
Expense reimbursed	10,125	3,500
	1,38,950	1,72,815
	10,38,950	9,37,815

22) The Company is not having any Foreign currency exposure as at March 31, 2021 (March 31, 2020 - Nil)

23) List of Related Parties- Disclosures in respect of related parties pursuant to AS - 18

Parties	Relationship
Ultimate Holding Company Indium IV (M) Holdings Limited	Holding Company
Key Management Personnel Shrikant Ravalkar (w.e.f May 01, 2019)	Interim CEO & CRO

Transaction with Related Parties during the year

Amount Rs.

Related Party	Relationship	Nature of transaction	Year ended 31st March 2021	Year ended 31st March 2020
Indium IV (M) Holdings Limited	Holding Company	Issue of Shares	-	-
		Issue of Debentures	-	-
Prabhat Chaturvedi	MD and CEO	Remuneration	-	8,37,599
		Reimbursement of Travel Expenses	-	10,977
Shrikant Ravalkar	Interim CEO & CRO	Remuneration	82,58,275	72,30,984
		Reimbursement of Travel Expenses	82,782	4,25,111

Remuneration does not include provision made for compensated absence and gratuity since the same is provided for the company as a whole based on Independent actuarial valuation except to the extent of amount paid.

Outstanding Balances

Related Party	Relationship	Nature of Outstanding Amt	As at 31st March 2021	As at 31st March 2020
Indium IV (M) Holdings Limited	Holding Company	Equity Share Capital	84,16,66,660	84,16,66,660

- No amount in respect of the related parties have been written off/back are provided for during the year.
- Related party relationship have been identified by the management and relied upon by the auditors.

24) Note on Transfer Pricing

As per the Transfer pricing norms introduced in India with effect from April 1, 2001, the Company is required to use certain specific methods in computing arm's length price of international transactions between the associated enterprises and maintain prescribed information and documents relating to such transactions. The appropriate method to be adopted will depend on the nature of transactions / class of transactions, class of associated persons, functions performed and other factors, which have been prescribed. The transfer pricing study for the fiscal year ending March 31, 2020 is in progress and accordingly, related adjustment, if any, will be quantified upon completion of this study. However, in the opinion of the Management, the outcome of the study will not have material impact on the Company's financial statements.

25) Operating Lease

(i) The rental payable in respect of non cancellable lease period are as follows:

Particulars	Year ended 31st March 2021	Year ended 31st March 2020
Not later than one year	38,75,000	22,17,750
Later than one year and not later than five years	34,45,295	1,64,850
More than five years	-	-

Operating lease payment recognized in the statement of P&L amounting to Rs 53,99,054/- (March 31, 2020 Rs.64,74,229)

(ii) General Description of leasing agreements:

- (a) Leased Assets: Offices
(b) Future Lease rentals are determined on the basis of agreed terms.
(c) Lease agreements are generally cancellable and are renewable by mutual consent on mutually agreed terms.

26) On August 10, 2017, the Reserve Bank of India has granted Certificate of Registration to the Company under section 45-IA of the RBI Act, 1934, to carry on the business of a non-banking financial company.

27) Segment Reporting

The Company primarily operates in single business and geographical segment, hence, no additional disclosures required to be given as per AS 17 - Segmental Reporting other than those already given in the financial statements.

28) Foreseeable Losses

The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company has reviewed and accordingly no provision is required under any law/accounting standards for material foreseeable losses on such long term contracts in the books of account.

29) Contingent Liabilities and Capital Commitments

Particulars	As at 31st March 2021	As at 31st March 2020
Contingent Liabilities	-	-
Capital Commitments	-	-

30) Note on pending litigations

The Company has reviewed its pending litigations and it does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.

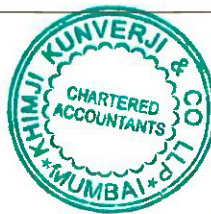
31) The Government of India, on 20.09.2019 vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides an option to the Company for paying income tax at reduced rates subject to compliance of the conditions stipulated therein. The company has opted for the same.



32) Disclosures Required as per RBI Master Direction - Non-Banking Financial Company – Non Systematically Important Non Deposit taking Company (Reserve Bank) Directions, 2016

Particulars	Amount Outstanding		Amount Overdue	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Liabilities side				
(1) Loans and advances availed by the nonbanking financial company inclusive of interest accrued thereon but not paid :				
(a) Debentures: Secured	-	-	-	-
: Unsecured	-	-	-	-
(other than falling within the meaning of public deposits)	-	-	-	-
(b) Deferred Credits	-	-	-	-
(c) Term Loans	67,48,57,966	87,37,53,389	-	-
(d) Intercorporate loans and borrowing	-	-	-	-
(e) Commercial Paper	-	-	-	-
(f) Public Deposits	-	-	-	-
(g) Other Loans - Short Term Loans	30,00,00,000	35,00,00,000	-	-
(2) Breakup of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :				
(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	-	-	-	-

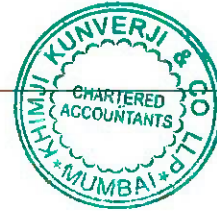
Particulars	Amount Outstanding	
	31-Mar-21	31-Mar-20
Assets side		
(3) Breakup of Loans and Advances including bills receivables (other than those included in (4) below) :		
(a) Secured	2,13,11,58,180	2,03,44,83,082
(b) Unsecured	8,61,37,017	11,50,00,000
(4) Break up of Leased Assets and stock on hire and other assets counting towards AFC activities:		
(i) Lease assets including lease rentals under sundry debtors :		
(a) Financial lease	-	-
(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	-	-
(5) Breakup of Investments Current Investments (including Stock in trade):		
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 (please specify)	-	-



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Category	Amount net of provisions			
	Secured		Unsecured	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
(6) Borrower group-wise classification of assets financed as in (3) and (4) above :				
1. Related Parties	-	-	-	-
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	2,09,65,32,861	2,02,32,78,514	8,59,21,674	11,47,12,500
Total	2,09,65,32,861	2,02,32,78,514	8,59,21,674.46	11,47,12,500.00
(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)	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
1. Related Parties	-	-	-	-
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	-	-	-	-
Total	-	-	-	-

Particulars	31-Mar-21	31-Mar-20
(8) Other information		
(i) Gross Non-Performing Assets		
(a) Related parties	-	-
(b) Other than related parties	2,09,06,449	1,11,38,597
(ii) Net Non-Performing Assets		
(a) Related parties	-	-
(b) Other than related parties	1,88,15,804	1,00,24,737
(iii) Assets acquired in satisfaction of debt	-	-



33) Employee Stock Option Plans (ESOP)

(i) The Company has provided stock option scheme to its employees. The details of the scheme are as follows :

Date of grant	21st April 2018
Date of shareholder's approval	5th April 2018
Number of options granted	1,28,65,182
Vesting period	Not less than one year and not more than six years from the date of grant of options.
Exercise period	The exercise period shall commence from the date of vesting and shall extent up to 10 years from the date of grant.
Method of settlement	Equity
Vesting conditions	Subject to continued employment with the Company, performance parameters as specified by the board and other conditions as defined in the scheme.
Fair value of equity shares on the date of grant	Rs. 10 per share
Exercise price of options granted on the date of grant	Rs. 10 per share

(ii) The details of activity under 2018 IFSP Employee Stock Option Scheme have been summarized below :

Particulars	2020-21		2019-20	
	Number of options	Exercise Price (Rs.)	Number of options	Exercise Price (Rs.)
Outstanding at the beginning of the year	5,12,500	10	7,87,500	10
Granted during the year	-	-	-	-
Forfeited during the year	-	-	-	-
Exercised during the year	-	-	-	-
Expired during the year	-	-	-	-
Surrendered during the year	-	-	2,75,000	10
Outstanding at the end of the year	5,12,500	10	5,12,500	10
Exercisable at the end of the year	-	-	-	-

(iii) The remaining contractual life of the options outstanding as on 31 March 2021 is 7.05 years. (Previous year - 8.05 years)

(iv) The Company measures the cost of ESOP using the intrinsic value method. The exercise price of the options is equal to the fair value of the equity shares on the date of grant. As a result, there is no expense to be recorded in the financial statements for the year ended 31 March 2021



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34)	As per RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated November 04,2019 for Liquidity Risk Management Framework for Non-Banking Financial Companies following are the disclosures on liquidity risk:															
(i)	Funding Concentration based on significant counterparty (Both Deposits and borrowings)															
	<table border="1"> <thead> <tr> <th>Sr. No.</th> <th>Number of Significant Counterparties</th> <th>Amount (₹ crore)</th> <th>% of Total Deposits</th> <th>% of Total Liabilities</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>5</td> <td>86.65</td> <td>NA</td> <td>83%</td> </tr> </tbody> </table>				Sr. No.	Number of Significant Counterparties	Amount (₹ crore)	% of Total Deposits	% of Total Liabilities	1	5	86.65	NA	83%		
Sr. No.	Number of Significant Counterparties	Amount (₹ crore)	% of Total Deposits	% of Total Liabilities												
1	5	86.65	NA	83%												
(ii)	Top 20 large deposits (amount in ₹ crore and % of total deposits) – Not applicable															
(iii)	Top 10 borrowings (amount in ₹ crore and % of total borrowings)															
	<table border="1"> <thead> <tr> <th>Description</th> <th>Amount in Cr</th> <th>% of total borrowing</th> </tr> </thead> <tbody> <tr> <td>Total for top 7 borrowers</td> <td>97.49</td> <td>100.00%</td> </tr> </tbody> </table>				Description	Amount in Cr	% of total borrowing	Total for top 7 borrowers	97.49	100.00%						
Description	Amount in Cr	% of total borrowing														
Total for top 7 borrowers	97.49	100.00%														
(iv)	Funding Concentration based on significant instrument/product															
	<table border="1"> <thead> <tr> <th>Sr. No.</th> <th>Name of the instrument/product</th> <th>Amount (₹ crore)</th> <th>% of Total Liabilities</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Long Term Loan</td> <td>67.49</td> <td>65%</td> </tr> <tr> <td>2</td> <td>Short Term Working Capital Demand Loan</td> <td>30.00</td> <td>29%</td> </tr> </tbody> </table>				Sr. No.	Name of the instrument/product	Amount (₹ crore)	% of Total Liabilities	1	Long Term Loan	67.49	65%	2	Short Term Working Capital Demand Loan	30.00	29%
Sr. No.	Name of the instrument/product	Amount (₹ crore)	% of Total Liabilities													
1	Long Term Loan	67.49	65%													
2	Short Term Working Capital Demand Loan	30.00	29%													
(v)	Stock Ratios <ol style="list-style-type: none"> Commercial papers as a % of total public funds, total liabilities, and total assets- NA Non-convertible debentures (original maturity of less than one year) as a % of total public funds, total liabilities, and total assets - NA Other short-term liabilities, if any as a % of total public funds, total liabilities, and total assets. <table border="1"> <thead> <tr> <th>Description</th> <th>% of total public funds</th> <th>% of Total Liabilities</th> <th>% of Total Assets</th> </tr> </thead> <tbody> <tr> <td>Other short-term liabilities as</td> <td>72%</td> <td>67%</td> <td>30%</td> </tr> </tbody> </table>				Description	% of total public funds	% of Total Liabilities	% of Total Assets	Other short-term liabilities as	72%	67%	30%				
Description	% of total public funds	% of Total Liabilities	% of Total Assets													
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(vi)	Institutional set-up for liquidity risk management The responsibility for liquidity risk management rests with the Board of directors, which has established Asset and Liability Management Committee (ALCO), Risk Management Committee for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities. The Company also maintains adequate liquid assets, banking facilities and reserve borrowing facilities to meet the requirements. In order to achieve above, the Company also has an Investment Policy to ensure that safety, liquidity and return on the surplus funds are given appropriate weightages and are placed in that order of priority. The company manages the strategy, sets the operational parameters and framework within the limits as may be set investment Policy. The Committee approaches the Board for revising the limit as and when required.															



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35) **Note on Covid-19**
The outbreak of COVID-19 pandemic and consequent national and regional lockdowns have impacted across the world. The Govt, various Regulators across the world are taking best possible actions to contain the impact of Pandemic. Govt. of India and RBI's (Reserve Bank of India) proactive measures have been guiding the Banks, NBFCs, HFCs in managing the impact of Covid on Lenders and Borrowers.
The extent of impact of second wave and any possible third wave of COVID-19 on the economy would also be dependent upon on future developments including measures taken by the Government, Regulator, responses of businesses and consumers to the pandemic. Therefore, the impact on the Company's business, cash flows and financial statements, is dependent on such future developments, which are evolving with time be it new variants, their infectivity and severity of infection and resultant disruptions.
In accordance with the Reserve bank of India (RBI) guidelines related to "Covid-19 regulatory package" dated March 27, 2020 and subsequent guidelines on EMI moratorium dated April 17, 2020 and May 23, 2020 the Company has offered moratorium to its customers for EMIs falling due between March 1, 2020 to August 31, 2020. Further, the Company offered resolution plans to its customers pursuant to RBI's guideline "Resolution framework for Covid-19 related stress" dated August 6, 2020. Disclosures as required by RBI for moratorium is given in Note 35. Company has estimated the possible impairment basis various factors like historical repayment behaviour, LTVs/Margins of its borrowers and made a provision of Rs. 2.4 Crores till March 2021 and decided to carry forward the special covid provisions in light of the onslaught of 2nd Wave.

36) In accordance with the instructions in aforementioned RBI circular dated April 07 2021, and the Indian Banks' Association ('IBA') advisory letter dated 19 April 2021 the Company has put in place a Board approved policy to refund/ adjust the interest on interest' charged to borrowers during the moratorium period ,i.e, 1 March 2020 to 31 August 2020. The Company has estimated the said amount and made a provision in the financial statements for the year ended March 31, 2021.

37) **Restructuring of Advances**
Disclosure in respect of RBI notification dated RBI/2020-21/17DOR.No.BP.BC/4/21.04.048/2021 MSME Accounts Restructured during Financial Year 2020-2021

No of accounts restructured	Amount (Rs.)
4	83,29,687

There are no other loans restructured other than disclosed above and hence detail restructuring disclosure is not made.

Disclosure in respect of RBI notification dated RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 on Resolution Framework for COVID-19-related Stress.

38)

Type of borrower	(A)	(B)	(C)	(D)	(E)
	Number of accounts where resolution plan has been implemented under this window	exposure to accounts mentioned at (A) before implementation of the plan	Of (B), aggregate amount of debt that was converted into other securities	Additional funding sanctioned, if any, including between invocation of the plan and implementation	Increase in provisions on account of the implementation of the resolution plan
Personal Loans	-	-	-	-	-
Corporate persons*	-	-	-	-	-
Of which, MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

*As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

39) Disclosure in respect of RBI Circular on "COVID19 Regulatory Package - Asset Classification and Provisioning" dated April 17, 2020 having reference number RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20 as per para 10

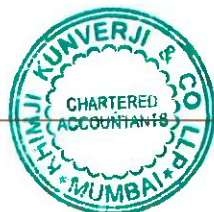
Sr No	Particulars	As at March 31, 2021#	As at March 31, 2020
a	Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended, in terms of paragraph 2 and 3 of the RBI Circular;	7,80,06,245	10,36,60,881
b	Respective amount where asset classification benefits is extended as at March 31, 2020	Nil	Nil
c	Provisions made during the Q4FY2020 and Q1FY2021 in terms of paragraph 5 of the RBI Circular	50,32,347	Nil
d	Provisions adjusted during the respective accounting periods against slippages and the residual provisions in terms of paragraph 6.	Nil	N/A

*As of March 31, 2021 in respect of such accounts
No asset classification benefit and no moratorium is provided as of March 31, 2021
The residual Provisions had been written back/adjusted by the company in March 2021 as per the circular

40) The previous year's figures have been reclassified / regrouped to confirm to this year's classification.

For Khimji Kunverji & Co LLP
Chartered Accountants
Firm's Registration No.: 105146W/W100621


Vinit K Jain
Partner
Membership No: 145911
Place : Mumbai
Date : October 21, 2021



For and on behalf of the Board of Directors of
Infinity Fincorp Solutions Private Limited


Ashish Bhargava
Director
DIN No - 02374919


Maninder Singh Juneja
Director
DIN No - 02680016

Ankita Bhanushali
Company Secretary
M.No: A52444



