

Dineshkumar Jain

Chartered Accountant
Shreeji Plaza, 4th floor Valkeshwari Nagri,
Opp. Dr. Takwani Hospital,
Jamnagar – 361 008

INDEPENDENT AUDITOR'S REPORT

To the Members of Khushbu Auto Finance Limited

Report on the Audit of the Financial Statements

Opinion

I have audited the accompanying financial statements of Khushbu Auto Finance Limited (hereinafter referred to as 'Company'), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss for the year then ended, the Cash Flow Statement, and a summary of significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including: -

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2024.
- (b) In the case of Statement of Profit and Loss, of the Profit for the year ended on that date.
- (c) Cash flow Statement for the year ended on that date.

Basis of Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am 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 my audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on financial statements.

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

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

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

In connection with the audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially



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inconsistent with the financial statements, or my knowledge obtained during the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information; I required to report that fact.

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

The Company's Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under the Act read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, I have exercised professional judgment and maintain professional skepticism throughout the audit. I also:



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- 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing my opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

My responsibility is to express an opinion on these financial statements based on my audit. I have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

I conducted my audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I comply



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with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies and the reasonableness of the accounting estimates made by the Company's Management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate, to provide a basis for my opinion on the financial statements.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I 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, I report that:-
 - a. I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.
 - b. In my opinion proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
 - c. The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account. The company is having Tally ERP for maintenance of books of accounts through which Standard Trial Balance is being generated by the system.
 - d. In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
 - e. On the basis of written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
In my opinion and according to the information and explanations given to me, the managerial remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act, read with Schedule V of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has



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not prescribed other details under Section 197(16) which are required to be commented upon by me.

- g. 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 my separate Report in "Annexure 2".
- 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 my opinion and to the best of my information and according to the explanations given to me:
- (i) The Company has disclosed the impact of pending litigations (if any) on its financial position in its financial statements.
 - (ii) The company does not have any long-term contracts including derivative contracts; hence the question of any material foreseeable losses does not arise;
 - (iii) No amounts were required to be transferred to the Investor Education and Protection fund by the company.

3. As required under Rule 11(e) of the Companies (Audit and Auditors) Rule, 2014, I report that

- a. The management has represented that, other than as disclosed in the notes to the accounts,
- i) The reporting entity has not used an intermediary or
 - ii) The reporting entity has not acted as an intermediary for advancing / loaning to / investing funds in ultimate beneficiary / ultimate beneficiary / ultimate beneficiary identified by the funding party or has not provided any guarantee / security or the like on behalf of the ultimate beneficiary / funding party
- b. I have performed audit procedures and examined the appropriateness of such representation given by the management as per the requirement of Rule 11(e)(i) and (ii). Based on such examination, I report that nothing come to my notice that has caused me to believe that the above mentioned representation contains any material misstatement.

4. The Company has not declared and paid any dividend during the financial year hence provision prescribed under section 123 of The Companies Act, 2013 read with Rule 11(f) of the Companies (Audit and Auditors) Rule, 2014 is not applicable.

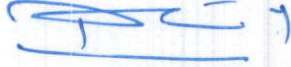
5. Based on my examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility in respect of the application and the same has operated w.e.f. 04.11.2023 for all relevant transactions recorded in the softwares. Further, during the course of my audit I did not come across any instance of the audit trail feature being tampered with in respect of the accounting software w.e.f. 04.11.2023.



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As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.



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Membership No. 039139



Place: Jamnagar
Date: 15th May, 2024
UDIN: 24039139BKGWGP9503

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Annexure-1 to Independent Auditor's Report

Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of my report of even date of Khushbu Auto Finance Limited

i. Fixed Assets

- (a) The Company is maintaining the Fixed Assets records containing full particulars including classification, quantitative details and location.
- (b) According to information provided by the management, the company has a program of physical verification every 3 Years and no material discrepancies were noticed on such verification. In my opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its assets.
- (c) Based on the information and explanation provided to me, I am of the opinion that there are no immovable properties and therefore this sub-clause is not applicable to the company.
- (d) Based on the information and explanation provided to me, the company has not carried out any revaluation activity of its Property Plant and Equipment and therefore this clause is not applicable to the company.
- (e) Based on information and explanation provided to me, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder and therefore this clause is not applicable to the company.

ii. Inventories

- (a) The Company is NBFC engaged in business of Finance and does not hold any physical inventories. Accordingly, this clause is not applicable to the company.
- (b) Based on information and explanation provided to me, the company has been sanctioned working capital limits in excess of limits specified in the order, in aggregate, from banks or financial institutions on the basis of security of current assets and the company has policy to submit quarterly statements which are in agreement with Books of Accounts after finalisation of accounts of the Company, except for the Q4:

Particulars	As per Stock statement provided to Bank (Rs. in lakhs)	As per Audited Financial Statements (Rs. in lakhs)	Difference (Rs. in lakhs)	Remarks
Receivable	21,707.00	21,672.00	35.00	As per Information & Explanation given to me few collection



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Overdue Receivable above 90 days	4,286.00	4,251.00	35.00	entries were pending at the time of submission of stock statement. Hence, there is deviation
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iii. Loans Provided

- (a) The provisions of this sub-clause of the order are not applicable to the Company as its principal business is to give loans
- (b) The Company, being a Non-Banking Financial Company ('NBFC'), registered under provisions of RBI Act, 1934. In my opinion and according to the information and explanations given to me, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees, provided during the year are, prima facie, not prejudicial to the Company's interest.
- (c) The Company, being a Non-Banking Financial Company ('NBFC'), registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Asset Classification and Provisioning Norms, monitors repayments of principal and payment of interest by its customers as stipulated. In my opinion and according to the information and explanations given to me, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and in cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in course of its periodic regulatory reporting. According to the information and explanation made available to me, reasonable steps are taken by the Company for recovery thereof.
- (d) The Company, being a NBFC, registered under provisions of RBI Act, 1934 and rules made thereunder, in pursuance of its compliance with provisions of the said Act/Rules, particularly, the Income Recognition, Asset Classification and Provisioning Norms, monitors and report total amount overdue including principal and/or payment of interest by its customers for more than 150 days. In cases where repayment of principal and payment of interest is not received as stipulated, the cognizance thereof is taken by the Company in its periodic regulatory reporting. According to the information and explanation made available to me, reasonable steps are taken by the Company for recovery thereof.
- (e) Since the Company's principal business is to give loans. Accordingly, the provision of clause 3(iii)(e) of the Order is not applicable to it.
- (f) Based on my audit procedures, according to the information and explanation made available to me, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year.



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iv. Loans, Investments, Guarantees and Securities

According to the information and explanation given to me, the Company has not granted any loans, made investments or provided guarantees in contravention of provisions of Section 185 of the Act. The provisions of Section 186 of the Act are not applicable to the Company.

v. Deposits

In my opinion and according to the information and explanations given to me, the Company being a non-banking financial company registered with the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted are not applicable to the Company. I am informed by the Management that no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal on the Company in respect of the aforesaid deposits.

vi. Cost Records

The Central Government has not prescribed maintenance of cost records under section 148 (1) of the Companies Act, 2013 therefore clause (vi) of paragraph 3 of "the Order" is not applicable to the Company.

vii. Statutory Dues

(a) According to the information given to me, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Service Tax, GST, CESS and other applicable statutory dues with the appropriate authorities. As per information and explanations given to me there are no arrears of undisputed statutory dues outstanding as at 31st March, 2024, for the period of more than six months from the date they become payable.

(b) According to the information and explanations to the extent provided to me, statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Service Tax, GST, CESS and other applicable statutory dues, which have not been deposited on account of dispute are as under:-

Name of Statute	Nature of the dues	Period	Amount Demanded (in Lakh)	Amount Deposited (in Lakh)	Forum where dispute is pending
The Income Tax Act, 1961	Income Tax	2017-18	46*	-	Commissioner (Appeals)

* Demand for Rs. 46 lakh (excluding interest amount on demand) outstanding is in respect of assessment order passed on 29.03.2023.

viii. Undisclosed Income

As informed to me and on basis of explanations provided to me, the company has not surrendered or disclosed any transaction not recorded in books of accounts as income during the year in the tax assessments under the Income Tax Act, 1961.



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ix. Repayment of Loans and Other Borrowings

- (a) In my opinion, the Company has not defaulted in repayment of loans or other borrowings to financial institutions, banks, government and dues to debenture holders or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to me and on the basis of my audit procedures, I report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority or any other lender.
- (c) In my opinion and according to the information and explanations given to me, the Company has obtained the money by way of term loans from bank during the year and has also made timely repayment.
- (d) Company has availed bank borrowing in form of working capital facility which are renewable on yearly basis. Company has granted retail loans for a tenure of 3 years or more by utilising these facilities. However, as at 31st March, 2024 current assets of company is more than its current liabilities. Further, company has positive cumulative cash flow in its ALM for each bucket. Thus funds raised on short term basis are utilised for the purpose where the realisation is adequate for funds received on short term basis.
- (e) According to the information and explanations to the extent provided to me, the company has not obtained any funds from lenders to meet the obligations of its subsidiaries, associates and joint ventures.
- (f) According to the information and explanations to the extent provided to me, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and therefore this sub-clause is not applicable to the company.

x. IPO/FPO/Private Placement/Preferential Allotment

- (a) In my opinion and according to the information and explanations given to me, the Company has not raised money by way of Initial Public Offer or further Public Offer during the Year.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.

xi. Fraud

- (a) During my examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to me, no fraud by the Company or any fraud on the company has been noticed or reported during the year.
- (b) No report has been filed by the me in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government under sub-section 12 of Section 143 of Companies Act, 2013.
- (c) I have not come across any whistle-blower complaints made in the company during the year.



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xii. Nidhi Company

The Company is not a Nidhi Company as defined under section 406 of Companies Act, 2013. Therefore, clause (xii) of paragraph 3 of the order is not applicable to the Company.

xiii. Related Party Transactions

In my opinion and according to the information and explanations given to me the Company is in compliance with section 188 and 177 of the Companies Act, 2013, where applicable, for all the transactions with related parties and the details of related party transactions have been disclosed in Note No. 31 to the financial statements.

xiv. Internal Audit

- a. The Company has an internal audit system commensurate with the size and nature of its business.
- b. The internal audit report for Period from 01.04.2023 to 30.09.2023 received & Internal audit for period from 01.10.2023 to 31.03.2024 is under process for the Company till the date of the audit report. Hence, The internal audit report for Period from 01.04.2023 to 30.09.2023 has been considered by me.

xv. Non-Cash Transactions with Directors

As per the information and explanation given to me, Company has not entered into any non-cash transactions with directors or persons connected with him/her.

xvi. NBFC Registration

- (a) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and the Company has obtained the required registration.
- (b) According to the information and explanations given to me, the Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) According to the information and explanations given to me, the Company is not a Core Investment Company ('CIC') as defined under the Regulations by the Reserve Bank of India.
- (d) As per information provided in course of my audit, the Group to which the Company belongs has no CIC's as defined in the Core Investment Companies (Reserve Bank) Directions, 2016.

xvii. Cash Losses

The Company has not incurred cash losses during the financial year covered by my audit and the immediately preceding financial year.

xviii. Resignation by Statutory Auditors

As informed to me and on basis of explanations provided to me, I am the statutory auditor from 5 preceding financial years. Therefore, clause (xviii) of paragraph 3 of "the order" is not applicable to the Company.



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xix. Material Uncertainty


According to the information and explanations given to me and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, my knowledge of the Board of Directors and management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. Corporate Social Responsibility

- (a) According to the information and explanations given to me and based on my examination of the records of the Company, there are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub section 5 of section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable to the Company for the year.
- (b) According to the information and explanations given to me and based on my examination of the records of the Company, there is no amount which is remaining unspent under sub section 5 of section 135 of the Act pursuant to any ongoing CSR project. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable to the Company.

xxi. Qualifications or adverse auditor remarks in other group companies

Reporting under clause xxi of the order is not applicable in respect of standalone financial statements.


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Membership No. 039139

Place: Jamnagar
Date: 15th May, 2024
UDIN: 24039139BKGWGP9503



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Annexure - 2 to the Independent Auditors' Report of even date on the Financial Statements of Khushbu Auto Finance Limited

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

I have audited the internal financial controls with reference to financial statements of Khushbu Auto Finance Limited (hereinafter referred to as 'Company') as of 31st March 2024 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

My responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that I 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 was established and maintained and if such controls operated effectively in all material respects.

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



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

Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control 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, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

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. Also, 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 control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In my opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31st March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



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Chartered Accountant
Membership No. 039139



Place: Jamnagar
Date: 15th May, 2024
UDIN: 24039139BKGWGP9503

Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Standalone Balance Sheet as at 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Sr. No.	Particulars	Note	As at 31 March 2024	As at 31 March 2023
I	EQUITY AND LIABILITIES			
1.	Shareholders' funds			
a.	Share Capital	3	5,768	5,768
b.	Reserves and surplus	4	5,201	4,854
	Total Shareholders' funds		10,969	10,622
	Liabilities			
2.	Non-current Liabilities			
a.	Long-term borrowings	5(a)	1,667	1,111
b.	Other Long term liabilities	6	266	289
c.	Long-term provisions	7(a)	1,352	982
	Total Non-current Liabilities		3,285	2,382
3.	Current Liabilities			
a.	Short-term borrowings	5(b)	7,251	6,751
b.	Trade Payables	8		
	Total outstanding dues of Micro Enterprises and Small Enterprises		25	-
	Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises		7	213
c.	Other Current Liabilities	9	377	243
d.	Short-term provisions	7(b)	74	76
	Total Current Liabilities		7,734	7,283
	Total Equity and Liabilities		21,988	20,287
II.	ASSETS			
1.	Non-current Assets			
a.	Property, Plant and Equipment and Intangible assets			
	(i) Property, Plant and Equipment	10	54	61
	(ii) Intangible assets	10	10	16
b.	Deferred Tax Assets	11	603	473
c.	Receivables under Financing Activities	12	13,289	12,234
d.	Other Non Current Assets	13	230	192
	Total Non-current Assets		14,186	12,976
2.	Current Assets			
a.	Receivables under Financing Activities	12	7,281	6,934
b.	Cash and Cash Equivalents	14	76	45
c.	Short Term Loans and Advances	15	52	55
d.	Other Current Assets	16	393	277
	Total Current Assets		7,802	7,311
	Total Assets		21,988	20,287

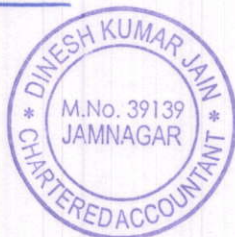
The notes on account form integral part of the financial statements 1 to 35

As per our report of even date

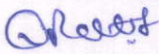
Dinesh Kumar Jain
Chartered Accountant

Membership No.: 039139


PLACE: JAMNAGAR
DATE: 15.05.2024
UDIN: 24039139BKGWGP9503




For and On behalf of Khushbu Auto Finance Limited


Chetankumar Patel
Director

(DIN: 0061443)
PLACE: AHMEDABAD


Anita N. Chandra
Whole Time Director and
CFO
(DIN: 07610732)
PLACE: AHMEDABAD



Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Statement of Profit and Loss for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Sr.No.	Particulars	Note	For the year ended	For the year ended
			31 March 2024	31 March 2023
	Revenue			
I	Revenue from Operations	17		
	a. Revenue from Financing Activity		3,633	3,306
	b. Other Operating Income		645	320
II	Other Income	18	1	3
III	Total Income (I+II)		4,279	3,629
	Expenses			
IV	a. Employee Benefits Expense	19	650	489
	b. Finance Costs	20	1,027	962
	c. Loans Losses and Provisions	21	1,665	962
	d. Depreciation and Amortisation Expense	10	22	22
	e. Other expenses	22	581	593
	Total Expenses (IV)		3,945	3,028
V	Profit/(Loss) before Exceptional and extraordinary Items and tax (III-IV)		334	601
VI	Exceptional Items			
VII	Profit/(Loss) before extraordinary Items and tax (III-IV)		334	601
VIII	Extraordinary Items			
IX	Profit/(Loss) before tax (VII-VIII)		334	601
X	Tax Expenses	23		
	Current Tax		229	171
	Income Tax of Previous Years		(2)	19
	Deferred Tax		(130)	22
XI	Profit/(Loss) for the Year (IX-X)		237	389
11	Earnings Per Share			
	Basic & Diluted	24	0.60	0.99

The notes on account form integral part of the financial statements 1 to 35
As per our report of even date

For and On behalf of Khushbu Auto Finance Limited


DINESH KUMAR JAIN
* M.No. 39139 *
JAMNAGAR
* CHARTERED ACCOUNTANT *

Dinesh Kumar Jain
Chartered Accountant
Membership No.: 039139


Chetankumar Patel
Director
(DIN: 0061443)
PLACE: AHMEDABAD


Anita N. Chandra
Whole Time Director
and CFO
(DIN: 07610732)
PLACE: AHMEDABAD



PLACE: JAMNAGAR
DATE: 15.05.2024
UDIN: 24039139BKGWGP9503



Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Cash Flow Statement for the year ended on 31st March, 2024

(All amounts are in Indian Rupees in lakhs)

Sr. No.	Particulars	Year ended on	Year ended on
		31 March 2024	31 March 2023
A.	Cash flow from operating activities		
	Net profit before taxation	334	601
	Adjustment for:		
	Depreciation	22	22
	Loan Provisions	363	(320)
	Bad Debts	1,302	1,282
	Finance Cost	1,027	962
	Operating Profit before working capital changes	3,048	2,547
	Movements in working capital:		
	Decrease/-Increase in Receivable from Finance Activities	(2,630)	(3,820)
	Decrease/-Increase in Loans and Advances and Other Current Assets (Long Term and Short Term)	(151)	338
	Increase/-Decrease in Trade Payables	(181)	90
	Increase/-Decrease in other current & non-current liabilities & provisions	42	(281)
	Sub-Total Movement in Working Capital	(2,920)	(3,673)
	Net Cash generated from operations	128	(1,126)
	Direct taxes paid (net of refunds)	(227)	(125)
	NET CASH FROM OPERATING ACTIVITIES	(99)	(1,251)
B.	Cash flow from investing activities		
	Purchase of Fixed Assets	(9)	(3)
	Proceeds from disposal of Investment in subsidiary	-	-
	NET CASH FLOW FROM INVESTING ACTIVITIES	(9)	(3)
C.	Cash flow form financing activities		
	Finance Cost	(1,027)	(962)
	Increase/-Decrease in Long term borrowing relating operation	556	31
	Increase/-Decrease in short term borrowing relating operation	500	1,954
	Premium on PPS set aside during the year	110	181
	Proceed from issue of PPS	-	-
	NET CASH CLOW FROM FINANCING ACTIVITIES	139	1,204
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	31	(50)
	Cash and cash equivalents at the beginning of the year	44	94
	Cash and cash equivalents at the end of the year	75	44
	Components of cash and cash equivalents as at the end of the year		
	Cash and cheques on hand	44	24
	Investment		
	With bank		
	- In current account & cash credit	31	20
	TOTAL	75	44

The figures of the previous year have been re-grouped wherever found necessary.
As per our report of even date

Dinesh Kumar Jain
Chartered Accountant

Membership No.: 039139

PLACE: JAMNAGAR
DATE: 15.05.2024
UDIN: 24039139BKGWGP9503



For and on behalf of Board of Directors of
Khushbu Auto Finance Limited

Chetankumar Patel
Director

(DIN: 0061443)
PLACE: AHMEDABAD

Arfita N. Chandra
Whole Time Director
and CFO

(DIN: 07610732)
PLACE: AHMEDABAD



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

1 Note on Accounts

1 Corporate information

- (a) Khushbu Auto Finance Limited, incorporated on 19-08-1994 is a Non Banking Finance Company registered with Reserve Bank of India with registration certificate no. 01.00311. The company is mainly engaged in the business of lending. Khushbu Auto Finance Limited has a lending portfolio of three-wheeler & two-wheeler vehicle loan in urban and rural India and business loan in real estate sector.

The Company has been classified as NBFC-Investment and Credit Company (NBFC-ICC) under Base Layer in accordance with RBI, vide the Direction- Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 issued on 19 October 2023.

The audited financial statements were subject to review and recommendation of Audit Committee and approval of Board of Directors. On 15th May 2024, Board of Directors of the Company approved and recommended the audited financial statements for consideration and adoption by the shareholders in its Annual General Meeting.

- (b) The disclosures required in terms of Paragraph 18 of the Non-Banking financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 are given in the Note No. 32 forming part of these Financial Statements.
- (c) The disclosures required in terms RBI Circular DNBS (PD).CC.No.15/02.01/2000-2001 dated June 27, 2001 w.r.t. Asset Liability Management are given in the Note No. 33 forming part of these Financial Statements.

(d) Basis of Preparation

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act, 2013, read together with paragraph 3 of the Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current and non – current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

Further, the Company follows prudential norms for Income Recognition, assets classification and provisioning for Non-performing assets as well as contingency provision for Standard assets as prescribed by The Reserve Bank of India (RBI) for Non-Banking Financial Companies.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below if any.

2 Summary of significant Accounting Policies

(a) Use of estimates

The Preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future periods.

(b) Property Plant and Equipments

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure, and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

(c) Depreciation on tangible/intangible fixed assets

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives under section 123 of the Companies Act, 2013

Useful lives of assets estimated by management (years)

Furniture and fixtures	10
Office Equipment	5
Motor Car	8
Other Vehicles	10
Computer end user device	3
Computer server	6
Intangible Assets	5



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(d) Income taxes

Income tax expense is accrued in accordance with AS 22 - 'Accounting for taxes on income' which includes current taxes and deferred taxes. Deferred taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available.

Current tax and deferred tax are charged to profit and loss account of the year. Deferred tax is measured based on the tax rate and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities across various countries of operation are not netted off as the company does not have a legal right to set off.

Deferred tax are recognised for all timing differences of the current year and un-reversed timing differences of earlier years. Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realised against future taxable profits.

Tax expense comprises both current and deferred taxes. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable profit will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

(e) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

(f) Segment Reporting

The company is engaged primarily in the business of asset financing activities and accordingly there are no separate reportable segments as per Accounting Standard 17 dealing with Segment Reporting.

(g) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Further, in accordance with the guidelines issued by The Reserve Bank of India for Non-Banking Financial Companies, income on business assets classified as Non-performing Assets, is recognised on receipt basis. Unrealized interest recognized as income in the previous period is reversed in the month in which the loan is classified as Non-performing.

i. Interest Income

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the applicable contracted rate. Interest Income on Non Performing Assets are reversed as per the RBI norms on NBFC.

ii. Penal charges

Penal charges on business loan are charged when default are made by the borrower as per loan agreement executed. Penal charges on asset finance loan are charged where there is reasonable certainty. However, when ultimate collection of the same lacks reasonable certainty, revenue recognition is postponed to the extent of uncertainty.

iii. Reversal of Interest capitalised

Interest capitalised at the time of restructuring of advances as per RBI's guideline 'Resolution framework for Covid-19 related stress' dated August 6, 2020, has been reversed to the extent the loan falls under the category on non performing asset and the same has been disclosed under the "Sundry Liabilities Account" as per the instruction given in the guidelines.

iv. Subvention Income

Revenue is recognised when company has financed three wheelers of Atul Auto Ltd as per terms and condition agreed upon.

v. Documentation Charges

Revenue is recognised when company disburse loan to the borrower as per the loan agreement.

(h) Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(i) **Provision on Non Performing Asset :**

a. **Provisions for non-performing assets are made in conformity with RBI guidelines:**

Non-performing loans are written off / provided for, as per management estimates, subject to the minimum provision required as per Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 as and when amended. Delinquencies on assets securitised/assigned are provided for based on management estimates.

Provision on standard assets is made as per Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 as and when amended.

b. **Collateral repossessed**

The Company generally does not use the assets repossessed for the internal operations. The underlying loans in respect of which collaterals have been repossessed with an intention to realize by way of sale are considered as loan accounts and classified as NPA or standard assets as per RBI Guidelines. The Company resorts to regular repossession of collateral provided against vehicle loans. As per the Company's accounting policy, collateral repossessed are not recorded on the balance sheet.

c. **Write-offs**

Financial assets are written off either partially or in their entirety only when the Company has no reasonable expectation of recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference recorded as an expense in the period of write off. Any subsequent recoveries are credited to impairment on financial instrument on statement of profit and loss.

d. **Restructured, rescheduled and modified loans**

The Company sometimes makes concessions or modifications to the original terms of loans such as changing the instalment value or changing the tenor of the loan, as a response to the borrower's request. The Company considers the modification of the loan only before the loans gets credit impaired.

When the loan has been renegotiated or modified but not derecognised, the Company also complied with the RBI Circular No. DOR.No.BP.BC/4/21.04.048/2020-21 dated 06.08.2020.

The Company has complied with the RBI CircularNo.RBI/202122/32DOR.STR.REC.12/21.04.048/2021-22 for the restructuring of its advances as per the guidance given in the circular.

(j) **Contingent Liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(k) **Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash on hand and Balances with banks except Fixed Deposit as Fixed deposits having maturity more than 12 months.

(l) **Retirement and other employee benefits**

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

The Company has created Employee Group Gratuity Fund which has taken a Group Gratuity Insurance Policy from Life Insurance Corporation of India (LIC). Premium on the above policy as intimated by LIC is charged to the profit and loss account. The adequacy of balances available is compared with actuarial valuation obtained at the period-end and shortfall, if any, is provided for in the profit and loss account.

(m) **Impairment**

The carrying value of assets/cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life to their present value based on an appropriate discount factor.



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

The company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognized in the revaluation reserve up to the amount of any previous revaluation.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

(n) Accounting Policy for Participative preference share

The company has issued in FY 2021-22 Participative Preference Shares(PPS) in accordance with the MoU between Atul Auto Limited, the company and its promoters on following Terms

1. PPS shall be redeemable at the end of 5 years from the date of issue.
2. Redemption price shall be the Book value on the latest audited/ limited review balance sheet on the date of redemption.
3. The PPS shall carry fixed dividend at the rate of 0.001% per annum.
4. In the event of declaration of dividend to Equity shareholders, the PPS holders shall be entitled to same rate of dividend.
5. In the event of winding up of company, the PPS holders shall carry preferential right on distribution of assets.
6. In the event of winding up of company, the PPS holders shall have preferential right with regard to repayment of capital over and above the equity shareholders.
7. PPS holders shall not carry any voting rights.

PPS are measured at book value of Equity shares at the end of reporting period. At the time of issue of PPS, the difference between the issue price and its value at initial recognition is set aside from balance of surplus in profit and loss.

Subsequently, at each reporting period, PPS is measured at book value of Equity share in accordance with terms of MoU and the differential gain/(loss) is recognised in statement of profit and loss account.

The Company recognise expenses/(income) in respect of premium on PPS payable to the extent of increase/(decrease) in book value of shares of the company in statement of profit and loss under the head finance cost.

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rupees in lakhs except in No of Shares in Note no. 3)

Particulars	As at		As at	
	31 March 2024		31 March 2023	
3. (a) Authorised Shares				
Equity Shares of Rs. 10 each	No. of Shares	4,00,00,000		4,00,00,000
	Amount(Rs.)	4,000		4,000
Preference Shares of Rs. 10 each	No. of Shares	1,83,00,000		1,83,00,000
	Amount(Rs.)	1,830		1,830
Issued Subscribed and Paid up Shares				
Equity Shares of Rs. 10 each	No. of Shares	3,94,00,000		3,94,00,000
	Amount(Rs.)	3,940		3,940
Preference Shares of Rs. 10 each	No. of Shares	1,82,79,400		1,82,79,400
	Amount(Rs.)	1,828		1,828
Total Share Capital		5,768		5,768

	As at		As at	
	31 March 2024		31 March 2023	
	No.	Amount	No.	Amount
At Beginning of the period	3,94,00,000	3,940	3,94,00,000	3,940
Outstanding at the End of the period	3,94,00,000	3,940	3,94,00,000	3,940

	As at		As at	
	31 March 2024		31 March 2023	
	No.	Amount	No.	Amount
At Beginning of the period	1,82,79,400	1,828	1,82,79,400	1,828
Outstanding at the End of the period	1,82,79,400	1,828	1,82,79,400	1,828

(d) Terms/Rights attached to Equity Shares

The company has only one class of equity shares having a value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) Terms/Rights attached to Preference Shares

- PPS shall be redeemable at the end of 5 years from the date of issue i.e. 15th September, 2021.
- Redemption price shall be the Book value on the latest audited/ limited review balance sheet on the date of redemption.
- The PPS shall carry fixed dividend at the rate of 0.001% per annum.
- In the event of declaration of dividend to Equity shareholders, the PPS holders shall be entitled to same rate of dividend.
- In the event of winding up of company, the PPS holders shall carry preferential right on distribution of assets.
- In the event of winding up of company, the PPS holders shall have preferential right with regard to repayment of capital over and above the equity shareholders.
- PPS holders shall not carry any voting rights.

(f) Details of Equity Shareholders in the company

	As at		As at	
	31 March 2024		31 March 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Atul Auto Limited	3,94,00,000	100%	3,94,00,000	100%

The following are the registered shareholder Whose Beneficial Shareholder is Atul Auto Limited.

- Manishaben Atulkumar Chandra
 - Jayantibhai Chandra
 - Maheshbhai Jagjivandas Chandra
 - Alpesh Bharatbhai Chandra
 - Chetankumar Vasantrai Patel
 - Mahendrakumar Jamnadas Patel
- (Each person mentioned above holds 1 Share in Khushbu Auto Finance Limited.)

(g) Details of Preference Shareholders

	As at		As at	
	31 March 2024		31 March 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Jayantibhai Chandra	29,59,460	16.19%	29,59,460	16.19%
Alpesh Bharatbhai Chandra	19,05,907	10.43%	19,05,907	10.43%
Dharmendrabhai Jagjivandas Chandra	14,06,808	7.7%	14,06,808	7.7%
Harishbhai Jagjivandas Chandra	12,95,736	7.09%	12,95,736	7.09%
Rishi Atulbhai Chandra	12,36,371	6.76%	12,36,371	6.76%
Manishaben Atulkumar Chandra	10,74,238	5.88%	10,74,238	5.88%
Maheshbhai Jagjivandas Chandra	8,72,463	4.77%	8,72,463	4.77%
Hirenkumar V Patel Huf	7,47,794	4.09%	7,47,794	4.09%
Patel Ashokkumar Jamnadas Huf	7,34,520	4.02%	7,34,520	4.02%



M. No. 39139



Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Rupees in lakhs except in No of Shares in Note no. 3)

Yagna Maheshbhai Chandra	6,93,548	3.79%	6,93,548	3.79%
Samarth Atulbhai Chandra	5,99,518	3.28%	5,99,518	3.28%
Manishaben Mahendrakumar Patel	4,28,005	2.34%	4,28,005	2.34%
Chetankumar Vasantrai Patel	4,26,923	2.34%	4,26,923	2.34%
Devarshi D Chandra	4,00,000	2.19%	4,00,000	2.19%
Mahendrakumar Jamnadas Patel	3,89,197	2.13%	3,89,197	2.13%
Patel Chetankumar Vasantrai Huf	3,54,313	1.94%	3,54,313	1.94%
Bharat Jagjivandas Chandra	2,98,324	1.63%	2,98,324	1.63%
Hetal Alpesh Chandra	2,90,000	1.59%	2,90,000	1.59%
Rekhaben Maheshbhai Chandra	2,42,371	1.33%	2,42,371	1.33%
Divya Maheshbhai Chandra	2,33,549	1.28%	2,33,549	1.28%
Pranav Harishbhai Chandra	2,05,035	1.12%	2,05,035	1.12%
Prafullaben Jayantibhai Chandra	1,95,325	1.07%	1,95,325	1.07%
Patel Mahendrakumar Jamnadas Huf	1,65,567	0.91%	1,65,567	0.91%
Minaben Ashokkumar Patel	1,52,164	0.83%	1,52,164	0.83%
Krunal Jayantilal Chandra Huf	1,50,132	0.82%	1,50,132	0.82%
Niraj Jayantilal Chandra Huf	1,34,456	0.74%	1,34,456	0.74%
Hiren Vasantrai Patel	1,30,432	0.71%	1,30,432	0.71%
Ushaben Dharmendrabhai Chandra	1,26,464	0.69%	1,26,464	0.69%
Nandan Chetanbhai Patel	1,14,705	0.63%	1,14,705	0.63%
Ashokkumar Jamnadas Patel	51,612	0.28%	51,612	0.28%
Kajal Hirenbhai Patel	50,588	0.28%	50,588	0.28%
Tithi Krunal Chandra	50,158	0.27%	50,158	0.27%
Krishnaben Chetankumar Patel	37,352	0.2%	37,352	0.2%
Harshaben Harishbhai Chandra	32,371	0.18%	32,371	0.18%
Chandra Jayantibhai Jagjivandas Huf	30,198	0.17%	30,198	0.17%
Kapilaben Bharatbhai Chandra	28,912	0.16%	28,912	0.16%
Mrs. Anita N. Chandra	24,884	0.14%	24,884	0.14%
Dayalal Gordhandas Patel	2,000	0.01%	2,000	0.01%
Geetaben Bhagwanji Khant Patel	2,000	0.01%	2,000	0.01%
Ramaben Dayalal Patel	2,000	0.01%	2,000	0.01%
Saroj N Patel	2,000	0.01%	2,000	0.01%
Umeshchandra Bhagwanji Patel	2,000	0.01%	2,000	0.01%

As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

4. Reserves and surplus

a. Reserve Fund in terms of section 45IC(1) of the Reserve Bank Of India Act, 1934

Balance at the beginning of the year	915	837
Additions during the year	47	78
Balance at the end of the year	<u>962</u>	<u>915</u>

b. Preference Shares Security Premium

Balance at the beginning of the year	1,539	1,358
Add. : Amount set aside from statement of P&L	110	181
Balance at the end of the year	<u>1,649</u>	<u>1,539</u>

c. Equity Shares Securities Premium

Balance at the beginning of the year	965	965
Balance at the end of the year	<u>965</u>	<u>965</u>

d. General reserve

Balance at the beginning of the year	2	2
Balance at the end of the year	<u>2</u>	<u>2</u>

e. Retained earnings

Balance of profit and loss at the beginning of the year	1433	1,122
Add: Profit/(Loss) for the year	237	389
Less: Transferred to Reserve Fund as mentioned in (a)	(47)	(78)
Balance at the end of the year	<u>1,623</u>	<u>1,433</u>

Total other equity

	<u>5,201</u>	<u>4,854</u>
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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
5. Borrowings		
(a) Long Term Borrowings		
Secured Borrowings		
Term Loan from Bank	1,667	1,111
Total (a)	1,667	1,111
(b) Short Term Borrowings		
Secured Borrowings from Bank		
Cash Credits (Repayable on demand)	418	2,084
Working Capital Demand Loans	5,500	4,000
Current Maturities of Long Term Borrowings	1,333	667
Total (b)	7,251	6,751
Total Borrowings (a) + (b)	8,918	7,862

5.1 Terms & Conditions

A. Term Loan

1 IDFC First Bank Limited Rs. 1111 lakhs (P.Y. Rs.1778 lakhs)

The loan is secured by pari passu charge on Borrower's receivables arising out of loan, lease and trade advances, All other books debt, Receivables from pass through certificates in which company has invested(if any), Other current assets arising from time to time and charged to other lenders with a security cover of 1.25x. It carries Interest rate 3 months MCLR + Margin of 1.7% p.a. with minimum pricing of 9.90%. The loan shall be repaid in 36 equal monthly instalments of Rs. 55,55,555/- post 3 months of moratorium.

2 IDFC First Bank Limited Rs. 1889 lakhs (P.Y. Rs.Nil)

The loan is secured by pari passu charge on Borrower's receivables arising out of loan, lease and trade advances, All other books debt, Receivables from pass through certificates in which company has invested(if any), Other current assets arising from time to time and charged to other lenders with a security cover of 1.25x. It carries Interest rate 12 months MCLR + 0.45% spread p.a. p.m. The loan shall be repaid in 36 equal monthly instalments of Rs. 55,55,555/- from succeeding month of first disbursement. Repayment on the last day on the month.

B. Cash Credit

a. Yes Bank

Cash Credit facility is secured by way of first pari passu charge on stock on hire purchase, instalments receivables and entire current assets of the borrower and corporate guarantee given by Atul Auto Limited, holding 100% equity share in the company. It carries rate of interest @ EBLR + 4.5%

b. ICICI Bank

Cash Credit facility is secured by way of first pari passu charge on stock on hire purchase, instalments receivables and entire current assets of the borrower and corporate guarantee given by Atul Auto Limited, holding 100% equity share in the company. It carries rate of interest @ Repo Rate + Spread of 4.10% and is repayable on demand and is valid till 03-10-2024.

c. IDBI Bank

Cash Credit facility is secured by way of first pari passu charge on stock on hire purchase, instalments receivables and entire current assets of the borrower and corporate guarantee given by Atul Auto Limited, holding 100% equity share in the company. It is repayable on demand and carries rate of MCLR (Y) + 2.35% upto 27-03-2024.

d. IDFC First Bank

Cash Credit facility is secured by way of first pari passu charge on stock on hire purchase, instalments receivables and entire current assets of the borrower and corporate guarantee given by Atul Auto Limited, holding 100% equity share in the company. It is repayable on demand and carries interest rate 6 months MCLR + 0.45% p.a.

e. Working Capital on Demand Loan (WCDL) :

WCDL is secured as per securities covered under cash credit. Rate of interest as may be mutually agreed by borrower & IDFC Bank from time to time linked to EBLR and maximum tenure for repayment is 180 days.

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Khushbu Auto Finance Limited
(CIN : U74999G1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
7. Provisions		
(a) Non -Current Provisions		
General Provision on Standard Assets	22	20
Provision for Non Performing Assets as per RBI norms	1,143	772
Provision on balances of Income Distribution Partners	187	190
Total (a)	1,352	982
(b) Current Provisions		
Employee Benefit Provisions		
Provision for Gratuity	31	17
Provision on Asset Under Management		
General Provision on Standard Assets	18	17
Provision for Non Performing Assets as per RBI norms	-	8
Other Provisions		
Provision on Loan guaranteed to Cholamandalam Investment and Finance Company Limited	25	23
IDP Commission Provision	-	11
Total (b)	74	76
Total Provisions (a) + (b)	1,426	1,058

7.1 The company has a defined benefit gratuity plan. Every employee who has completed five years or more service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following table summaries the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for the respective plans.

Net Employee Benefit Expense recognized in the employee cost	As at 31 March 2024	As at 31 March 2023
Current Service Cost	11	6
Interest cost on benefit obligation	2	1
Expected return on plan assets	-	(1)
Net Actuarial (Gain)/Loss recognised in the year	2	(1)
Net Benefit Expenses	15	5
Benefit asset/liability	As at 31 March 2024	As at 31 March 2023
Present Value of defined benefit obligation	34	22
Fair Value of Plan Assets	(3)	(5)
Plan (Asset)/Liability	31	17
Changes in the present value of the defined benefit obligation	As at 31 March 2024	As at 31 March 2023
Opening defined benefit obligation	22	25
Interest Cost	2	1
Current service cost	11	6
Benefit paid during the year	(3)	(2)
Actuarial (gains)/losses on obligation	2	(8)
Closing defined benefit obligation	34	22
Changes in the fair value of plan assets	As at 31 March 2024	As at 31 March 2023
Opening fair value of plan assets	5	7
Asset Transfer In/ (Out)	-	-
Actual Return on Plan Assets	1	-
Employer Contribution	-	-
Benefit paid during the year	(3)	(2)
Closing fair value of plan assets	3	5
The principal assumptions used in determining gratuity benefit obligations	As at 31 March 2024	As at 31 March 2023
Discount rate	7.21%	7.48%
Expected rate of return on assets	7.48%	7.27%

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand of the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.



Arvind



Arvind

Khushbu Auto Finance Limited
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Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
6 Other non-current liabilities		
Security Deposits	192	206
Sundry Liabilities Account (Interest Capitalised) (Refer Para (g) of Note 2 to the Financial Statements)	74	83
	266	289

Particulars	As at 31 March 2024	As at 31 March 2023
8. Trade Payables		
Total outstanding dues of micro small and medium enterprises	25	-
Total outstanding dues other than Micro small and medium enterprises	7	213
	32	213

Particulars	As at 31 March 2024	As at 31 March 2023
8.1 Payables to MSME		
The principal amount due to suppliers	25	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006	-	-
The amount of interest due and payable for the period of delay in making payment.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding years as per Section 23 of MSMED Act, 2006.	-	-

8.2 The age wise analysis of the Trade Payables as per Sub Ledger is given below:-

Particulars	Financial Year 2023-24 (Amount in Rs. Lakh)				
	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	25	-	-	-	-
(ii) Others	7	-	-	-	-
(iii) Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-

Particulars	Financial Year 2022-23 (Amount in Rs. Lakh)				
	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-
(ii) Others	129	84	-	-	-
(iii) Disputed Dues- MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-

Particulars	As at 31 March 2024	As at 31 March 2023
9. Other current liabilities		
Statutory Dues Payable	35	17
Security Deposits	4	2
Advance from Customers	25	11
Expenses Payable	137	114
Payable against Loan Disbursement to Asset Vendors	174	97
Other Liabilities	2	2
	377	243



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

10. Property, Plant and Equipment and Intangible assets

(All amounts are in Indian Rupees in lakhs)

Particulars	Furniture & Fixtures	Other Assets (P & M)	Tangible Fixed Assets			Vehicles	Computer	Total	Intangible Assets		Total Property, Plant and Equipment and Intangible assets
			Office Equipment	Computer	Other Assets (P & M)				Intangible Assets	Intangible assets	
Cost											
As at 31st March, 2022	60	31	15	70	37	213	44	257			
Additions	-	-	1	2	-	3	-	3			
Disposals	-	-	-	-	-	-	-	-			
As at 31st March, 2023	60	31	16	72	37	216	44	260			
Additions	-	1	1	7	-	9	-	9			
Disposals	-	-	-	-	-	-	-	-			
As at 31st March, 2024	60	32	17	79	37	225	44	269			
Depreciation											
As at 31st March, 2022	24	11	10	62	34	140	21	161			
Additions	5	3	2	4	1	15	7	22			
Disposals	-	-	-	-	-	-	-	-			
As at 31st March, 2023	29	14	12	66	35	155	28	183			
Additions	5	3	3	4	1	16	6	22			
Disposals	-	-	-	-	-	-	-	-			
As at 31st March, 2024	34	17	15	70	36	171	34	205			
Net Block											
As at 31st March, 2022	36	20	5	8	3	73	23	96			
As at 31st March, 2023	31	17	4	6	2	61	16	77			
As at 31st March, 2024	26	15	2	9	1	54	10	64			

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

Particulars	(All amounts are in Indian Rupees in lakhs)	
	As at 31 March 2024	As at 31 March 2023
11. Deferred Tax Assets		
On account of timing difference in		
Provisions of Loans and Receivables	284	206
Provisions of Gratuity	9	6
Interest Income recognised as per ICDS	305	257
Others	5	4
Deferred Tax Assets	603	473
Particulars	As at 31 March 2024	As at 31 March 2023
12. Receivables under Financing Activities		
(A) Vehicle Loans Secured Against Hypothecation of Automobiles		
<u>Non Current Receivables</u>		
Standard Assets	8,675	7,641
Sub-standard Assets	2,353	3,208
Doubtful Assets	2,083	698
Loss Assets	-	44
<u>Current Receivables</u>		
Standard Assets	7,281	5,755
Total (A)	20,392	17,346
(B) Business Loans Secured by Immovable Properties		
<u>Non Current Receivables</u>		
Standard Assets	-	400
Sub-standard Assets	178	243
<u>Current Receivables</u>		
Standard Assets	-	1,099
Sub-standard Assets	-	80
Total (B)	178	1,822
Total Receivables from Financing Activities(A) + (B)	20,570	19,168
12.1 Breakup of Receivables from Financing Activities		
Vehicle Loans Secured Against Hypothecation of Automobiles		
Standard Assets	8,675	7,641
Sub-standard Assets	2,353	3,208
Doubtful Assets	2,083	698
Loss Assets	-	44
Business Loans Secured by Immovable Properties		
Standard Assets	-	400
Sub-standard Assets	178	243
Total Non Current Receivables (A)	13,289	12,234
Vehicle Loans Secured Against Hypothecation of Automobiles		
Standard Assets	7,281	5,755
Business Loans Secured by Immovable Properties		
Standard Assets	-	1,099
Sub-standard Assets	-	80
Total Current Receivables (B)	7,281	6,934
Total Receivables from Financing Activities (A) + (B)	20,570	19,168



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

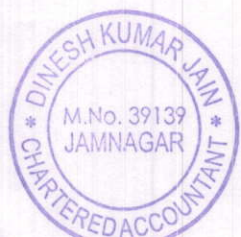
(All amounts are in Indian Rupees in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
13. Other non-current assets		
Deposits	2	2
Receivables from Income Distribution Partners (Considered Doubtful)	228	190
	230	192
14. Cash and cash equivalents		
Balances with banks		
Balances with bank - In current account and cash credits including sweep-in-deposit	31	20
Fixed deposits having maturity of more than 12 months	1	1
Cash on hand (Incl. cash with Executives and Collection Agents)	44	24
	76	45
15. Short Term Loans and Advances		
Unsecured Loans and Advances		
Balances with Government Authorities	35	49
Other Receivables	17	6
	52	55
16. Other current assets		
Receivables from Collection Agents/Income Distribution Partners Considered Good	12	12
Other Receivables		
Interest Accrued	178	170
Receivable from Holding Company	40	28
Subvention Income Receivable	66	57
Others	97	10
	393	277

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

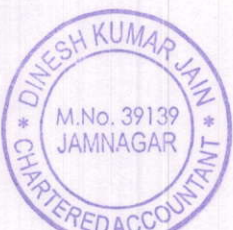
(All amounts are in Indian Rupees in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
17. Revenue from operations		
Financing Activity		
a) Financing charges	3,436	3,121
b) Service and administration charges	197	185
	<u>3,633</u>	<u>3,306</u>
Other operating revenue		
Finance Subvention / Incentive Income	324	107
Penal Interest Income	308	199
Other operating income	13	14
	<u>645</u>	<u>320</u>
	<u>4,278</u>	<u>3,626</u>
18. Other income		
Interest Income tax refund	-	1
Insurance Commission Income	1	2
	<u>1</u>	<u>3</u>
19. Employee benefits expense		
Salaries Wages and Bonus	579	443
Contribution towards employees benefit funds	63	41
Staff welfare expenses	8	5
	<u>650</u>	<u>489</u>
20. Finance costs		
Interest Expenses		
Interest on Working Capital Loan	548	432
Term Loan Interest	217	124
Interest on Security Deposit of Income Distribution Partners	19	33
Interest on Advances from LAP	1	3
Interest on Inter Corporate Deposits	27	99
Interest on Income Tax	-	10
Other Borrowing Cost		
Corporate Guarantee fees	76	60
Loan Processing Fees	27	18
Bank Charges	2	2
Premium on PPS (Refer Para (n) of Note 2 to the Financial Statements)	110	181
	<u>1,027</u>	<u>962</u>

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
21. Loans Losses and Provisions		
Bad Debts Written Off & Loan Losses of Borrowers	1,089	1,282
Balance of Income Distribution Partner (IDP) Written Off	213	-
Provisions		
Provision //(Reversal of Provision) on Receivables from Income Distribution Partners	(3)	(214)
General provision for Standard Assets	2	6
General provision on Restructured Advances (Refer Para (i) of Note 2 to the Financial Statements)	-	(278)
Provision for Non Performing Assets (as per RBI norms)	364	166
	<u>1,665</u>	<u>962</u>

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
22 Other expenses		
Commission to Income Distribution Partners	187	230
Rates & Taxes	46	51
Sourcing and Credit Cost	58	49
Recovery Cost	45	35
Rent Expenses	14	11
IT & Communication Cost	39	34
Legal & Consultancy Charges	36	12
Donation / CSR Expenses	10	9
Travelling Expenses	44	81
Office Expenses	2	2
Insurance	11	2
Repairs & Maintenance	21	9
Auditor's Remuneration for Statutory Audit	3	3
Other General & Admin	7	15
Internal Audit Fees	7	5
Power and Fuel	50	44
Director Sitting Fees	1	1
	<u>581</u>	<u>593</u>

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
23. Income Tax Expenses		
Income tax of Current Year	229	171
Income tax of Previous Years	(2)	19
Deferred Tax Expenses/(Income)	(130)	22
	<u>97</u>	<u>212</u>

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
24. Earnings per Share		
Net Profit attributable to Equity Shareholders	237	389
No. of Equity Shares	394	394
Earnings per Share	<u>0.60</u>	<u>0.99</u>

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Khushbu Auto Finance Limited
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Notes to the financial statements for the year ended 31 March 2024

25 CONTINGENT LIABILITIES NOT ACKNOWLEDGED AS DEBT

Particulars	2023-24	2022-23
(a) Outstanding amount of share of loan given by finance company to end user and guaranteed by the holding company (Atul Auto Limited)	195	742
(b) Disputed Liability for Income Tax Act for AY 2018-19	46	46
Total	241	788

26 OTHER NOTES

Previous year's figures have been regrouped/reclassified wherever necessary, to conform to current year's classification.

27 Code on Social Security

The Code on Social Security, 2020 which received the President's assent on 28th September 2020 subsumes nine laws relating to Social security, retirement and employee benefits, including the Provident Fund and Gratuity. The effective date of the Code and rules thereunder are yet to be notified. The impact of the changes, if any, will be assessed and recognised post notification of the relevant date.

28 ADDITIONAL REGULATORY INFORMATION

(i) Title deeds of Immovable Properties not held in name of the Company
The Company does not own any immovable property in its own name.

(ii) The Company has not revalued any of its property, plant and equipment during the year.

(iii) The Company has not granted Loans or Advances in the nature of loan to any promoters, Directors, KMPs and the related parties (As per Companies Act, 2013), which are repayable on demand or without specifying any terms or period of repayments.

(iv) Capital-Work in progress (CWIP)
The Company does not have capital work in progress assets.

(v) Intangible assets under development
The Company does not have intangible assets under development.

(vi) The company does not own any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

(vii) In respect of the borrowing by the company quarterly statements being submitted to the banks or financial institution are in agreement with the books of accounts - yes except for the Q4 details of deviation is as below:

Particular	As per Statement	As per Books of Accounts	Deviation
Receivable	21,707.00	21,672.00	35.00
Overdue Receivables above 90 days	4,286.00	4,251.00	35.00

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

(ix) The Company does not have any relationship with Struck off Companies.

(x) The Company has created charge during the year is as under:

Charge Holder Name	Date of Creation	Amount
IDFC FIRST BANK LIMITED	05/12/2023	20,00,00,000

(xi) Compliance with number of layers of companies is not applicable to the company.

(xii) The disclosures regarding relevant Ratios have been given as per the note No. 30.



Dinesh Jain



- (xiii) No scheme of arrangement has been approved by the competent authority in terms of Section 230 to 237 of the Companies Act, 2013.
- (xiv) The Company has not advanced loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (xv) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (xvi) The Company does not have any Capital Commitment as on 31.03.2024.
- (xvii) There have been no events after the reporting date that require disclosure in these financial statements.
- (xviii) The Company has not operated in any crypto currency or Virtual Currency transactions
- (xix) During the year the Company has not disclosed or surrendered, any income other than the income recognised in the books of accounts in the tax assessments under Income Tax Act, 1961.
- (xx) The company has a defined benefit gratuity plan. Every employee who has completed five years or more service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following table summarises the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for the respective plans.

Particulars	2023-24	2022-23
Net employee benefit expenses recognised in the employee cost		
Current Service cost	11	6
Interest cost on benefit obligation	2	1
Expected return on Plan assets	-	(1)
Net Actuarial (Gain)/Loss recognised in the year	2	(1)
Net benefit Expense	15	5
Benefit Asset / Liability		
Present Value of Defined Benefit Obligation	34	22
Fair Value of Plan Assets	(3)	(5)
Plan (Asset)/Liability	31	17
Changes in the present value of defined benefit obligation are as follows		
Opening Defined benefit obligation	22	25
Interest cost	2	1
Current Service cost	11	6
Benefit paid	(3)	(2)
Actuarial (Gain)/Loss on obligation	2	(8)
Closing Defined benefit obligation	34	22
Changes in the fair value of plan assets are as follows		
Opening fair value of plan assets	5	7
Asset Transfer In/ (Out)	-	-
Actual Return on Plan Assets	1	-
Employer Contribution	-	-
Benefit paid during the year	(3)	(2)
Closing fair value of plan assets	3	5
Discount rate	7.21%	7.48%
Interest rate	7.48%	7.27%



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(xxi) Corporate Social Responsibility (CSR)

KAFL's CSR initiatives and activities are aligned to the requirements of Section 135 of the Act.

Particulars	2023-24	2022-23
Amount required to be spent by the company during the year,	10	9
Utilised from last year	9	-
Amount of expenditure incurred,	1	18
Excess Amount of expenditure Incurred	-	9
Shortfall at the end of the year,	-	-
Total of previous years shortfall,	-	-
Reason for shortfall,	N.A	N.A
Nature of CSR activities	Donation to trust for Promoting Education, Preventive Healthcare and Eradicating hunger and poverty	Donation to trust for Promoting Education, Preventive Healthcare and Eradicating hunger and poverty
Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard. -Donation to Atul Chandra Charitable Trust	1	18
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.	N.A	N.A

In current year the company has spent Rs. 10 Lakhs out of which company has brought forwarded 9 lakhs from FY 2022-23 in accordance with Section 135 of Companies Act, 2013.

29 **Forex Transaction**

The company has not entered any Foreign Currency transaction during the year.

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

30 Disclosure of Key Ratios

Particulars	Numerator	Denominator	F.Y.		Change %	Reason for variance
			2023-24	2022-23		
Current Ratio	Current Assets	Current Liabilities	1.01	1.00	0%	
Debt Equity Ratio	Total Debt	Shareholder's Equity	0.81	0.74	10%	
Debt Service Coverage Ratio	Earnings Available for Debt Service	Debt Service	1.02	1.43	-29%	Refer Note 1 Below**
Return on Equity Ratio	Profit available for Equity Shareholders	Average Shareholder's Equity	0.06	0.10	-39%	Refer Note 2 Below**
Inventory Turnover Ratio	Total Turnover	Average Inventory	N.A.	N.A.	0%	
Trade Receivables Turnover Ratio	Credit Turnover	Average Trade Receivables	N.A.	N.A.	0%	
Trade Payables Turnover Ratio	Credit Purchases	Average Trade Payables	N.A.	N.A.	0%	
Net Capital Turnover Ratio	Total Turnover	Average Working Capital	N.A.	N.A.	0%	
Gross Profit Ratio	Gross Profit	Total Turnover	N.A.	N.A.	0%	
Net Profit Ratio	Net Profit	Total Turnover	6.90%	12.46%	-45%	Refer Note 2 Below**
Return on Capital Employed	Earnings before Interest and Taxes	Shareholder's Equity + Total Debt	6.84%	8.46%	-19%	

****Notes**

1. During the year under consideration company has utilised borrowed funds for onward lending.
2. During the year Company has written off Balances of NPA Income Distribution Partner (IDP). This was resulted in an adverse ratio of (i) Return on equity, (ii) ROCE and (iii) Debt Service Coverage.

Shrestha



Shrestha

Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)*

31. Related Party Disclosures

(a) Name of Related Parties

1. Investor Company	Atul Auto Limited	Holding Company
Key Management Personnel:	Alpesh B. Chandra	Director
	Mahesh J. Chandra	Director
	Chetankumar V. Patel	Director
	Anita N. Chandra	Whole Time Director & CFO
	Bharti G. Ajudiya	Company Secretary
Enterprises owned or significantly influenced by key personal management or their relatives	Khushbu Auto Private Limited	Common Director
	Atul Greentech Private Limited (AGPL)	Enterprise Owned by Holding Company
	Atul Green Automotive Private Limited (AGAPL)	Enterprise Owned by Holding Company
	Atul Motors Pvt Ltd	Enterprise owned or significantly influenced by relative of Key Managerial Personnel
	Atul Chandra Charitable Trust	Enterprise owned or significantly influenced by relative of Key Managerial Personnel
	New Chandra Motorcycle Agency	Enterprise owned or significantly influenced by relative of Key Managerial Personnel
	Atul Automotives	Enterprise owned or significantly influenced by relative of Key Managerial Personnel

(b) Transaction with Related Parties

	For the year ended 31 March 2024	For the year ended 31 March 2023
1. Investor Company		
Atul Auto Limited		
Rent	6	6
Corporate Guarantee Fees	76	60
Finance Subvention Income	322	57
Reimbursement of Loss (Income)	28	99
Vehicle Repairing Expenses	3	3
Interest on Inter Corporate Deposits	1	-
(ICD at the Beginning of the year : Nil		
ICD taken during the year : Rs. 465.00 Lakhs		
ICD repaid during the year : Rs. 465.00 Lakhs		
ICD at the end of the year : Nil)		
2. Enterprises owned or significantly influenced by key personal management or their relatives		
Khushbu Auto Private Limited		
Inter Corporate Deposits		
(ICD at the Beginning of the year : Nil		
ICD taken during the year : Rs. 2269.15 Lakhs		
ICD repaid during the year : Rs. 2269.15 Lakhs		
Interest Paid on the above ICD	27	98
Vehicle Repairing Expense	1	-
Atul Motors Pvt Ltd		
Vehicle Repairing Expense	0	-
Atul Chandra Charitable Trust		



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(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)*

31. Related Party Disclosures

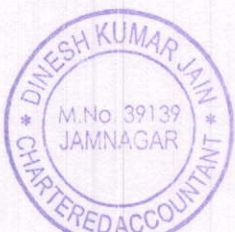
CSR Expenditure	1	18
Atul Greentech private limited		
Vehicle Financed to Asset Vendor	96	-
Resale of Seized Vehicle	1	-
RC Book Generation Income	0	-
Atul Green Automotive Private Limited		
Inter Corporate Deposits		
(ICD taken during the year : Nil		
ICD repaid during the year : Nil		
ICD at the end of the year : Nil)		
Interest Paid on the above ICD	-	2
Atul Automotives		
Vehicle Repairing Expense	0	-
New Chandra Motor Cycle agency - Jamnagar		
Subvention Income	-	1
Amount Written Off	0	-
Refund of Dealer Deposit	0	-
3. Key Management Personnel		
Remuneration to Chief Financial Officer	7	7
Remuneration to Company Secretary	1	2

(c) Balance outstanding as at the end of the year

	For the year ended 31 March 2024	For the year ended 31 March 2023	
1. Investor Company			
Atul Auto Limited	Receivable/(Payable)	81	55
2. Enterprises owned or significantly influenced by key personal management or their relatives			
1. Atul Motors Pvt Ltd	Receivable	2	-
2. Atul Greentech private limited (For Vehicle Financed)	Payable	6	-
3. New Chandra Motor Cycle agency - Jamnagar	Payable	0	-
3. Key Management Personnel			
1. Remuneration to Chief Financial Officer	1	1	

(d) Shareholding as at the end of the year

	For the year ended 31 March 2024	For the year ended 31 March 2023
Equity Share Holding		
Atul Auto Limited		
Preference Share Holding		
1. Jayantibhai Chandra	296	296
2. Mrs. Anita N. Chandra	2	2
3. Chandra Jayantibhai Jagjivandas Huf	3	3
4. Niraj Jayantilal Chandra Huf	13	13
5. Patel Chetankumar Vasantrai Huf	35	35
6. Nandan Chetanbhai Patel	11	11
7. Dharmendrabhai Jagjivandas Chandra	141	141
8. Krishnaben Chetankumar Patel	4	4
9. Hiren Vasantrai Patel	13	13
10. Rekhaben Maheshbhai Chandra	24	24
11. Maheshbhai Jagjivandas Chandra	87	87
12. Bharat Jagjivandas Chandra	30	30
13. Alpesh Bharatbhai Chandra	191	191
14. Kapilaben Bharatbhai Chandra	3	3
15. Harishbhai Jagjivandas Chandra	129	129
16. Chetankumar Vasantrai Patel	43	43



Atul



Atul

(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

31. Related Party Disclosures

(All amounts are in Indian Rupees in lakhs)*

17. Hetal Alpesh Chandra	29	29
18. Divya Maheshbhai Chandra	23	23
19. Yagna Maheshbhai Chandra	69	69
20. Krunal Jayantilal Chandra Huf	15	15
21. Patel Ashokkumar Jamnadas Huf	73	73
22. Hirenkumar V Patel Huf	75	75
23. Chandra Jayantibhai Jagjivandas Huf	17	17
24. Patel Mahendrakumar Jamnadas Huf	5	5
25. Niraj Jayantilal Chandra Huf	20	20
26. Patel Chetankumar Vasantrai Huf	5	5
27. Tithi Krunal Chandra	39	39

* "0" Represent transactions below Rs. 50000/- and "-" represent NIL

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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

NOTE NO. 32 : DISCLOSURE IN TERMS OF NON-BANKING FINANCIAL (NON-DEPOSIT ACCEPTING OR HOLDING) COMPANIES PRUDENTIAL NORMS (RESERVE BANK) DIRECTIONS, 2016

Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

(AS REQUIRED IN TERMS OF PARAGRAPH 19 OF NON-BANKING FINANCIAL COMPANY - NON-SYSTEMATICALLY IMPORTANT NON DEPOSIT TAKING COMPANY (RESERVE BANK) DIRECTIONS, 2016)

Liabilities side

	<u>2023-24</u>	
	Amount outstanding	Amount overdue
(1) Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid :		
Debentures : Secured		
(a) Debentures : Unsecured (other than falling within the meaning of public deposits*)		
(b) Deferred Credits		
(c) Term Loans	3,000	
(d) Inter-corporate loans and borrowing		
(e) Commercial Paper		
(f) Public Deposit*		
(g) Other Loans - Working Capital Finance from Banks (* Please refer Note 1 below)	5,918	
(2) Break-up 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		
(c) Other Public deposits (* Please refer Note 1 below)		

Assets side :

(3) Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :	Amount outstanding	
(a) Secured		
(b) Unsecured		178
(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		1,842
(b) Loans other than (a) above		18,550
(5) Break-up of Investments :		
Current Investments :		
1. Quoted :		
(i) Shares :		
(a) Equity		
(a) Preference		
(ii) Debentures and Bonds		
(iii) Units of mutual funds		
(iv) Government Securities		
(v) Others (please specify)		
2. Unquoted :		
(i) Shares :		
(a) Equity		
(a) Preference		
(ii) Debentures and Bonds		
(iii) Units of mutual funds		
(iv) Government Securities		
(v) Others (please specify)		



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

NOTE NO. 32 : DISCLOSURE IN TERMS OF NON-BANKING FINANCIAL (NON-DEPOSIT ACCEPTING OR HOLDING) COMPANIES PRUDENTIAL NORMS (RESERVE BANK) DIRECTIONS, 2016

Schedule to the Balance Sheet of a non-deposit taking non-banking financial company

(AS REQUIRED IN TERMS OF PARAGRAPH 19 OF NON-BANKING FINANCIAL COMPANY - NON-SYSTEMATICALLY IMPORTANT NON DEPOSIT TAKING COMPANY (RESERVE BANK) DIRECTIONS, 2016)

Long Term investments :

1. Quoted :

- (i) Shares :
 - (a) Equity
 - (a) Preference
- (ii) Debentures and Bonds
- (iii) Units of mutual funds
- (iv) Government Securities
- (v) Others (please specify)

2. Unquoted :

- (i) Shares :
 - (a) Equity
 - (a) Preference
- (ii) Debentures and Bonds
- (iii) Units of mutual funds
- (iv) Government Securities
- (v) Others (please specify)

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

Category	Amount net of provisions		Total
	Secured	Unsecured	
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties			
	19,387	-	19,387
Total	19,387	-	19,387

(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):
(Please refer note 3 below)

Category	Total
1. Related Parties **	
(a) Subsidiaries	
(b) Companies in the same group	
(c) Other related parties	
2. Other than related parties	

** As per Accounting Standard of ICAI (Please refer Note 3)

(8) Other information

Particulars	
(i) Gross Non-Performing Assets	
(a) Related parties	
(b) Other than related parties	4,614
(ii) Net Non-Performing Assets	
(a) Related parties	
(b) Other than related parties	3,471
(iii) Assets acquired in satisfaction of debt	

Notes:

- 1 As defined in point xix of paragraph 3 of Chapter -2 of these Directions.
- 2 Provisioning norms shall be applicable as prescribed in these Directions.
- 3 All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.



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KHUSHBU AUTO FINANCE LIMITED
(CIN : U74999GJ1994PLC022816)

Notes forming part of Financial Statements for the year ended on 31st March, 2024

NOTE NO. 33 ASSET-LIABILITY MANGEMENT

Maturity pattern of certain items of assets and liabilities as at 31st March, 2024
(As per RBI Circular Master Direction DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016)

Particulars	(All amounts are in Indian Rupees in lakhs)							Total	
	Upto 1 Month	Over 1 month upto 2 month	Over 2 month upto 3 month	Over 3 month upto 6 month	Over 6 month upto 1 Year	Over 1 year upto 3 Year	Over 3 year upto 5 year		More than 5 year
A. INFLOW									
Cash & Cash Equivalents	76	-	-	-	-	-	-	-	76
Advances									
(Receivables under financing activity)	596	601	600	1,788	3,681	7,456	3,399	1,192	19,313
Property, Plant & Equipment	-	-	-	-	-	-	-	54	54
Intangible Assets	-	-	-	-	-	-	-	10	10
Deferred Tax Assets	-	-	-	-	-	603	-	-	603
Other Receivables	-	-	-	-	445	43	-	-	488
Sub-total	672	601	600	1,788	4,126	8,102	3,399	1,256	20,544
Cumulative Total Inflows	672	1,273	1,873	3,661	7,787	15,889	19,288	20,544	20,544
B. OUTFLOWS									
Equity Capital	-	-	-	-	-	-	-	3,940	3,940
Reserves & Surplus (excluding Preference Share Premium)	-	-	-	-	-	-	-	3,552	3,552
Redeemable Preference Share Capital (Including Preference Share Premium)	-	-	-	-	-	-	-	-	-
IDP deposits & Other Deposits	-	-	-	-	-	-	3,477	-	3,477
Long term borrowing	-	-	-	-	4	192	-	-	196
Short term borrowing*	111	111	111	333	667	1,667	-	-	3,000
Trade Payable and Others	158	-	-	-	5,918	-	-	-	5,918
Sub-total	269	111	111	333	303	1,859	3,477	7,492	20,544
Cumulative Total Outflows	269	380	491	824	7,716	9,575	13,052	20,544	20,544
GAP	403	490	489	1,455	-2,766	6,243	-78	-6,236	-
CUMULATIVE GAP	403	893	1,382	2,837	71	6,314	6,236	-	-

(1) As at 31st March, 2024, the company has undrawn working capital facility of Rs. 4,582 lakhs.

(2) Outflow of Short Term borrowing is considered as per due date of reversal.

(3) WCGL is considered for 6 month to 1 Year bracket as it can be withdrawn within the limit of Cash Credit.



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Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)
Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

Particulars	As at 31 March 2024	As at 31 March 2023
34 Exposure		
1 Exposure to real estate sector		
i) Direct Exposures		
a) Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits.	-	-
b) Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits	178	1,822
c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –		
i. Residential	-	-
ii. Commercial Real Estate	-	-
ii) Indirect Exposure Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	-	-
Total Exposure to Real Estate Sector	<u>178</u>	<u>1,822</u>
2 Exposure to Capital Market		
There is no exposure to Capital Market		

Dr. Dinesh Kumar Jain



Dr. Dinesh Kumar Jain

Khushbu Auto Finance Limited
(CIN : U74999GJ1994PLC022816)

Notes to the financial statements for the year ended 31 March 2024

(All amounts are in Indian Rupees in lakhs)

3 Sectoral Exposure

Sector	Current Year			Previous Year		
	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure)	Gross NPAs	Percentage of Gross NPAs to total exposure in that sector
1. Agriculture and Allied Activities	-	-	-	-	-	-
2. Industry						
i. Commercial Vehicle Loan	6,597	1,206	18.28%	5,244	1,204	22.96%
ii. Loan Against Property	178	178	100.00%	1,822	323	17.73%
Others	-	-	-	-	-	-
Total of Industry (i+ii+Others)	6,775	1,384	20.43%	7,066	1,527	21.61%
3. Services						
i. Passenger Vehicle Loan	11,921	2,681	22.49%	9,933	2,096	21.10%
Others	-	-	-	-	-	-
Total of Services (i+Others)	11,921	2,681	22.49%	9,933	2,096	21.10%
4. Personal Loans						
i. Two Wheeler Vehicle Loan	1,874	549	29.30%	2,169	650	29.97%
Others	-	-	-	-	-	-
Total of Personal Loans (i+Others)	1,874	549	29.30%	2,169	650	29.97%
5. Others, if any (please specify)						

Arora



Arora

35 Disclosure of complaints

1 Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Sr. No.	Particulars	F.Y. 2023-24	F.Y. 2022-23
1	Complaints received by the NBFC from its customers	-	-
2	Number of complaints pending at beginning of the year	-	-
3	Number of complaints received during the year	4.00	1.00
3	Number of complaints disposed during the year	4.00	1.00
3.1	Of which, number of complaints rejected by the NBFC	-	-
4	Number of complaints pending at the end of the year	-	-
5	Maintainable complaints received by the NBFC from Office of Ombudsman	-	-
5.1	Number of maintainable complaints received by the NBFC from Office of Ombudsman	-	-
5.1	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	NA	NA
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	NA	NA
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	NA	NA
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	NA	NA

2 Top five grounds of complaints received by the NBFCs from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% Increase/ decrease in the number of complaints received over the previous year	FY 2023-24		Number of complaints pending at the end of the year	Of 5, number of complaints beyond 30 days
				3	4		
Ground 1 - CIBIL not updated	-	4.00	300%	-	-	-	6
Ground 2	-	-	-	-	-	-	-
Ground 3	-	-	-	-	-	-	-
Ground 4	-	-	-	-	-	-	-
Ground 5	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	4.00	300%	-	-	-	-
				FY 2022-23			
Ground 1 - CIBIL not updated	-	1.00	100%	-	-	-	-
Ground 2	-	-	-	-	-	-	-
Ground 3	-	-	-	-	-	-	-
Ground 4	-	-	-	-	-	-	-
Ground 5	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total	-	1.00	1.00	-	-	-	-

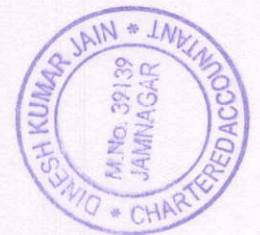


Chetan
Chetankumar Patel
Director

(DIN: 0061443)
PLACE: AHMEDABAD

Anita
Anita N. Chandra
Whole Time Director
and CFO

(DIN: 07610732)
PLACE: AHMEDABAD



Dinesh