D.G. Anil Kumar & Co

Chartered Accountants

No.151, 2ndPhaseRoyalLake Front Residency, JP Nagar 8th Phase, Bangalore - 560076

Phone: 9019875929; 9341248632; email: dganilkumarandco@gmail.com

INDEPENDENT AUDITORS' REPORT

To

The Members of **M/s. Heramba Leasing Limited**

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of **M/s. Heramba Leasing Limited**, which comprise the balance sheet as at March 31, 2024, and the Statement of Profit and Loss and statement of cash flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit and cash flows for the year ended on that date.

Basis for opinion

We have conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

Information other than the financial statements and auditors' report thereon

The Company's board of directors are responsible for the preparation of the financial statements other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

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

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

Management's responsibility for the financial statements

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

In preparing the financial statements, management 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.

The board of directors are also responsible for overseeing the Company's financial reporting process.

D.G. Anil Kumar & Co. Chartered Accountants # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76.

Auditor's responsibilities for the audit of the financial statements

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

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

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

2) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are not responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

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

5) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

1. The provisions of the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the Company since it falls under the definition of a Small Company.

2. As required by Section 143(3) of the Act, we report that:
   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
   c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
   d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
   e) On the basis of the 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) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; and
   g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules,

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

2014, in our opinion and to the best of our information and according to the explanations given to us;

i) The Company does not have any pending litigations which would impact its financial position;

ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

iii) There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

For D.G.Anil Kumar & Co
Chartered Accountants

D.G. Anil Kumar & Co.
151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76.
Chartered Accountants

Proprietor
(D.G.Anil Kumar)
M No. : 028670
FRN : 000173S
Place : Bangalore
Date : 02/05/2024
UDIN : 24028670BKFIHY4000

Heramba Leasing Ltd

B - 102, Brigade Majestic, 1st Main
Gandhi Nagar Bangalore 560 009

Balance Sheet as on 31st March, 2024

(Amount in INR.000s)

Particulars	Note No.	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
I. EQUITY AND LIABILITIES			
1 Share Holders Funds			
a. Share Capital	1	26,800	26,800
b. Reserves & Surplus	2	1,008	40
c. Money received against Share warrants		-	-
2 Share Application Money pending allotment		-	-
3 Non- Current Liabilities			
a. Long Term Borrowings		-	-
b. Deferred Tax Liablities	3	-	-
c. Other Long Term Liabilities		-	-
d. Long Term Provisions	4	67	52
4 Current Liabilities			
a. Short term borrowings	5	9,048	5,790
b. Trade / Services Payables		-	-
c. Other Current Liabilities		-	-
d. Short Term Provisions	6	1,120	81
TOTAL		**38,042**	**32,763**

Particulars	Note No.	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
II. ASSETS			
1 Non-Current Assets			
a. **Fixed Assets**	7		
i. Tangible Assets		172	206
ii. Intangible Assets		-	-
iii. Capital Work in progress		-	-
iv. Intangible Assets under development		-	-
b. Non- current Investments		-	-
c. Deferred Tax Asset	3	68	69
d. Long Term Loans & Advances	8	229	340
e. Other non - current assets		-	-
2 Current Assets			
a. Current Investments		-	-
b. Inventories		-	-
c. Trade Receivables	9	26,813	20,950
d. Cash & Cash equivalents	10	10,661	10,898
e. Short Term Loans & Advances	11	100	300
f. Other Current Assets		-	-
TOTAL		**38,042**	**32,763**
Contingent Liabilities and Commitments		-	-
Significant Accounting Policies	13		

For D.G.Anil Kumar & Co
Chartered Accountants

Proprietor
(D.G.Anil Kumar)
FRN : 000173S
M.No. : 028670
Place : Bangalore
Date :02/05/2024
UDIN : 24028670BKFIHY4000

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

For Heramba Leasing Ltd

Mg Director ***Director***

HERAMBA LEASING LTD. BANGALORE

Heramba Leasing Ltd

B - 102, Brigade Majestic, 1st Main
Gandhi Nagar Bangalore 560 009

Statement of Profit and Loss for the period ended 31st March, 2024

(Amount in INR.000s)

	Particulars	Refer Note No.	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
I.	Revenue from Operations	A	4,364	3,111
II.	Other Income	B	1,255	861
III.	**Total Revenue**		**5,619**	**3,972**
IV.	**Expenses**			
	Cost of Materials Consumed		-	-
	Purchases of Stock in Trade		-	-
	Changes in inventories of Finished Goods, Work in progress & Stock in trade		-	-
	Employee Benefits Expense	C	2,688	2,568
	Finance Costs	D	616	65
	Depreciation and amortization expenses	7	52	64
	Other Expenses	E	1,075	1,206
	Total Expenses		4,430	3,903
V.	Profit before Exceptional and extraordinary items and tax (III-IV)		1,189	69
VI.	Exceptional Items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		1,189	69
VIII.	Extraordinary Items		-	-
IX.	Profit Before Tax (VII-VIII)		1,189	69
X.	Tax Expense			
	1. Current Tax		220	11
	2. Deferred Tax		1	4
			221	14
XI.	Profit (Loss) for the period from Continuing Operations (IX - X)		968	55
XII	Profit (Loss) from discontinuing Operations		-	-
XIII.	Tax Operations of Discontinuing operations		-	-
XIV	Profit (Loss) from discontinuing Operations AFTER tax (XII-XIII)		-	-
XV	**Profit (Loss) for the period (XI + XIV)**		**968**	**55**
XVI	Earnings per equity Share :			
	Basic		0.00	0.00
	Diluted		0.00	0.00

For D.G.Anil Kumar & Co
Chartered Accountants

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

Proprietor
(D.G.Anil Kumar)
FRN : 000173S
M.No. : 028670
Place : Bangalore
Date : 02/05/2024
UDIN :24028670BKFIHY4000

For Heramba Leasing Ltd

Mg Director ***Director***

Heramba Leasing Ltd. Bangalore

Heramba Leasing Ltd

B - 102, Brigade Majestic, 1st Main
Gandhi Nagar Bangalore 560 009

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

(Amount in INR.000s)

	Particulars	Amount Rs.	Figures at the end of current reporting period	Figures at the end of previous reporting period
A.	**Cash Flow from Operating Activities**			
	Net profit before Tax		1,189	69
Add :	**Non-Cash Expenses**			
	Depreciation		52	64
Add :	**Non-operating Expenses**			
	Interest on Bank OD		-	-
Less :	**Non-Operating Income**			
	Int on Bank F D		(526)	(423)
Adj :	**Changes in Working Capital**			
	Less:Decrease in Current Liability	4,312		
	Less: Increase in Current Assets	(5,663)	(1,351)	423
			(637)	133
	Less:Income Tax Paid		(220)	-
	NET CASH FROM OPERATING ACTIVITIES (A)		**(857)**	**133**
B.	**Cash Flow From Investing Activity**			
	Interest on Bank FD	526		423
	Increase in Fixed Assets	(17)		(19)
	NET CASH FROM INVESTING ACTIVITIES (B)		509	404
C.	**Cash Flow From Financing Activity**			
	Increase in Equity Share Capital	-		-
	Interest paid on Bank OD	-		-
	Increase in Long Term Loans and Advances	111		(82)
	Increase in Long term Borrowings	-		-
	NET CASH FROM FINANCING ACTIVITIES (C)		**111**	**(82)**
	Net Increase/(Decrease) in Cash & Cash Equivalents (A + B + C)		(237)	455
Add :	**Opening Cash and Cash Equivalents**		**10,898**	**10,444**
	Closing Cash and Cash Equivalents		**10,661**	**10,898**

For D.G.Anil Kumar & Co
Chartered Accountants

Proprietor
(D.G.Anil Kumar)
FRN : 000173S
M.No. : 028670
Place : Bangalore
Date :02/05/2024
UDIN : 24028670BKFIHY4000

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

For Heramba Leasing Ltd.

Managing Director Director

HERAMBA LEASING LTD. BANGALORE

Heramba Leasing Ltd

Notes forming part of Balance Sheet for the year ended 31st March, 2024

Note - 1 *(Amount in INR.'000s)*

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Share Capital		
Authorised		
35,00,000 Equity Shares of Rs.10.00 each	35,000	25,000
Total	**35,000**	**25,000**
Issued, Subscribed and paidup		
26,80,000 Equity Shares of Rs.10.00 each	26,800	26,800
(Previous year 25,00,000 Equity shares of Rs.10/- each)		
Total	**26,800**	**26,800**

a. ***Reconciliation of equity shares outstanding at the beginning and at the end of the reporting period***

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
	No. of Shares	**No. of Shares**
Equity Shares at the beginning of the year	26,80,000	26,80,000
Add: Equity Shares issued during the year for cash	-	-
Bonus Shares issued during the year	-	-
Total	**26,80,000**	**26,80,000**

c. ***Rights attached to Equity Shares:***

i	The Company has only one class of Equity Shares having a face value of Rs.10.00 with one vote per each equity share.
ii	The Company, if declares and pays dividends, such dividends will be in Indian rupees. Dividends proposed by the Board of Directors is subject to the approval of the share holders in the ensuring Annual General Meeting.
iii	The amount of dividends proposed to be distributed for the year ended 31st March, 2024 to equity shareholders is Rs.**Nil** per share.
iv.	In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaning 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 share holders

d. ***Details of Equity shareholders holding more than 5% shares in the Company***

	Particulars	31/03/2024	31/03/2024	31/03/2023	31/03/2023
		No of Shares	%	No of Shares	%
1	CSJ Narasimhalu	4,81,800	17.98	4,81,800	17.98
2	Suchitra CN	64,350	2.40	64,350	2.40
3	Shakuntala K S	60,850	2.27	60,850	2.27
4	Lavanya C	1,09,665	4.09	1,09,665	4.09
5	G V Chandra Shekar	2,50,000	9.33	2,50,000	9.33
6	B R Shylaja	60,000	2.24	60,000	2.24
7	M R Krishna Kumar	3,60,000	13.43	3,60,000	13.43
8	Manjula M K	1,00,000	3.73	1,00,000	3.73
9	Shivraj Harsha	5,80,000	21.64	5,80,000	21.64
10	Lakshminarayana Rao C	1,90,985	7.13	1,90,985	7.13

HERAMBA LEASING LTD. * BANGALORE *

D.G. Anil Kumar & Co. * Chartered Accountants * # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase Bangalore-76

Heramba Leasing Ltd

Notes forming part of Balance Sheet for the year ended 31st March, 2024

11	Swarnalatha M	65,000	2.43	65,000	2.43
12	Veena	20,000	0.75	20,000	0.75
13	Gayathri	20,000	0.75	20,000	0.75
14	Anup C	45,000	1.68	45,000	1.68
15	Srinivasa Murthy S	15,000	0.56	15,000	0.56
16	Sumithra C	7,500	0.28	7,500	0.28
17	Venugopal C	7,500	0.28	7,500	0.28
18	R V Raghudeep	37,500	1.40	37,500	1.40
19	Tanvitha Gaur	29,550	1.10	29,550	1.10
20	Geetha. B. Rao	72,800	2.72	72,800	2.72

f. ***Aggregate number of equity shares alloted as fully paid up by way of bonus shares for the period of 5 years immediately preceding as at the end of the current reporting period***

NIL

g. ***Securities converted into equity shares issued along with the earliest date of conversion in ascending order starting from the farthest such date***

NIL

Note - 2

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Reserves & Surplus		
a. Statutory Reserve (As per Section45IC of RBI Norms)		
As per Last balance Sheet	577	577
Add : Transferred during the year as per provisions of RBI Act	194	-
Add : Transferred during the year as per provisions of companies Act, 2013 - declaration of dividend	-	-
Closing Balance	**771**	**577**
b. Heramba Prasanna - Auspicious Credits		
As per Last balance Sheet	5	5
Add : Transferred during the year	-	-
Closing Balance	5	5
c. Surplus i.e. balance in Statement of Profit and Loss		
As per Last balance Sheet	(542)	(597)
Add : Adjustment for MAT Entitlements	-	11
Add : Profit/ (Loss) transferred from P&L	968	55
Balance before appropriations	425	(531)
Less : Transfer to Reserve @ 20% of the profits	194	11
Closing Balance	232	(542)
Total of a + b + c	**1,008**	**40**

HERAMBA LEASING LTD. ★ BANGALORE ★

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

Heramba Leasing Ltd

Notes forming part of Balance Sheet for the year ended 31st March, 2024

NOTE - 3

(Amount in INR.000s)

	Particulars	As per Companies Act	As per Income Tax Act	Difference in Timing of allowability	Income tax & Surcharges
I.	**Deffered Tax Liability**				
	Value of Net Block of Fixed Assets	172	434	(263)	(68)
	Total Deferred Tax Asset as on 31.03.2024				(68)
	Less : Opening Balance of DTA				(69)
	Reversal of Excss Provision of Deferred Tax Asset				1

NOTE - 4

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Other Long Term Provisions		
Reserve for Standard Assets	67	52
Total	**67**	**52**

NOTE - 5

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Short Term Borrowings		
i. **Secured**		
Loan against Own Deposits from Union Bank of India	6,548	5,708
ii. **UnSecured**		
Loan from Shareholders & their relatives	2,500	82
Total of (i) + (ii)	**9,048**	**5,790**

ii. **Details of Continuing Default as on the Balance Sheet date**

	Particulars of Term Loan	Period	Towards Principal	Towards Interest
	Banks	-	NA	-
	Other Unsecured Loans	-	NA	-

NOTE -6

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Short Term Provisions		
Audit Fee Payable	98	90
O/s Expenses	889	0
Income Tax payable	168	-
D.G.Anilkumar & Co	(165)	(56)
TDS Payable	131	47
Total	**1,120**	**81**

HERAMBA LEASING LTD. BANGALORE

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

Heramba Leasing Ltd

Notes forming part of Balance Sheet for the year ended 31st March, 2024

NOTE - 8 *(Amount in INR.000s)*

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Long Term Loans & advances		
Rent Advance	200	200
Telephone Deposit	8	8
TDS Received	-	72
MAT Entitlements	11	11
Unutilised TDS Challan	-	39
Security Deposit in NSDL	10	10
Total	**229**	**340**

Note - 9

	Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
	Trade Receivables		
a.	Aggregate amount of trade receivables o/s > 6 months from the due date		
i.	Secured, considered good	67	147
ii.	Unsecured, considered good	-	-
iii.	Doubtful	726	1,610
	Less: Provision for doubtful trade receivables	(739)	(1,687)
b.	Aggregate amount of trade receivables o/s < 6 months from the due date		
i.	Secured, considered good	26,595	19,828
ii.	Unsecured, considered good (Standard Assets)	164	1,053
iii.	Doubtful	-	-
c.	Debt due by related parties	-	-
	Total	**26,813**	**20,950**

NOTE - 10

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Cash & Cash Equivalent		
Current Position		
Cash-in-hand	116	243
Balances with Banks		
Union Bank of India - CA	1,635	1,794
Union Bank of India	-	425
Union Bank of India - ESCROW	16	16
Vysya Co-Op Bank Ltd	-	0
Non-Current Position		
Fixed Deposit with Banks Whose Maturity Period >3 months but <12 Months including Accrued Interest	8,893	-
Fixed Deposit Maturity Period > 12 Months including Accrued Interest	-	8,420
Total	**10,661**	**10,898**

NOTE - 11

Particulars	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
Short Term Loans & advances		
Salary Advance	100	300
Total	**100**	**300**

HERAMBA LEASING LTD.

D.G. Anil Kumar & Co. # 151, 2nd Phase, RLF Residency J.P. Nagar 8th Phase, Bangalore-76. Chartered Accountants

Heramba Leasing Limited
B - 102, Brigade Majestic, 1st Main
Gandhi Nagar Bangalore 560 009

Note - 7

Notes forming part of Balance Sheet for the year ended 31st March, 2024

Fixed Assets

(Amount in INR.000s)

Particulars	Date of Additions	Rate of Depreciaton	Gross Block			Depreciation Block			Net Block	
			Balance as on 1st April, 2023	Additions	Total	Balance as on 1st April, 2023	For the Year	Balance as on 31st Mar, 2024	W D V as on 31st Mar, 2024	W D V as on 31st Mar, 2023
Computer		0%	161	-	161	145	-	145	16	16
Computer		63.16%	19	-	19	16	2	18	1	3
Computer (TAB)	12/02/2024	63.16%	-	17	17	-	1	1	16	-
Furniture & Fixtures		25.89%	19		19	1	5	6	14	19
Furniture & Fixtures		25.89%	852	-	852	683	44	727	125	168
Total			**1,051**	**17**	**1,068**	**845**	**52**	**896**	**172**	**206**

HERAMBA LEASING LTD. ★ BANGALORE ★

D.G. Anil Kumar & Co. ★ Chartered Accountants ★ # 151, 2nd Phase, RLF Residency J P Nagar 8th Phase, Bangalore-76

Heramba Leasing Ltd

B - 102, Brigade Majestic, 1st Main
Gandhi Nagar Bangalore 560 009

Notes forming part of Statement of Profit & Loss for the period ended 31st March, 2024

(Amount in INR.000s)

	PARTICULARS	Figures as at the end of Current reporting Period	Figures as at the end of Previous reporting Period
A.	**Revenue From Operations**		
a	Sale of Products		
	Interest on Hand Loan Category	355	342
	Interest on Term Loan Category	85	356
	Other Operating revenues	-	90
	Interest on Hypothication Loan Category	3,924	2,324
		4,364	3,111
	Less : Excise Duty	-	-
		4,364	**3,111**
B.	**Other Income**		
	Other Non-operating Income		
	Misc. Receipts	0	-
	Documentation Charges	169	137
	Int on Bank F D	526	423
	Interest on Income tax refund	3	-
	Reversal of excess Provision of Receivables	558	301
		1,255	**861**
C.	**Employee Benefits Expense**		
	Salaries and Bonus to staff	288	168
	Directors Remuneration	2,400	2,400
		2,688	**2,568**
D.	**Finance Cost**		
	OD interest & Bank Charges	570	64
	Interest Paid		
	Interest on delayed TDS payments	-	1
	Interest on Directors Loan	46	-
		616	**65**
E.	**Other Expenses**		
	Audit Fee	136	114
	Membership Fee paid	29	39
	Rent Paid	354	354
	Printing and Stationery	1	3
	Postage and Telephone	16	6
	Office Expenses	88	88
	Electricity charges	8	5
	Brokerage paid	60	-
	Professional Charges	142	153
	Legal Charges	23	63
	Business Promotion & Travelling expenses	119	-
	Provision for Standard Assets	15	15
	Provision for NPA accounts	6	117
	Sundry Expenses	67	231
	Professional Tax Paid	3	3
	ROC Filing Fees	9	16
		1,075	**1,206**

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HERAMBA LEASING LIMITED

NOTES ANNEXED TO AND FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

Note – 1: Nature of Operations:

Hermaba Leasing Limited (the Company) was incorporated on 10th January, 1990. The Company is engaged in the business of Non-Banking Financial Institutions and has obtained a Certificate of Registration from the Reserve Bank of India vide COR No. B-02-0116 dated 23/11/2007. Based on the criteria set forth by the Reserve Bank of India, the Company is classified as a Loan Company with reference to the business carried on by it.

Note – 2: Basis of Accounting:

The financial statements are prepared and presented under the historical cost convention on accrual basis of accounting in accordance with the generally accepted accounting principles in India ("GAAP"), applicable Accounting Standards issued by The Institute of Chartered Accountants of India. The accounting policies are consistent with those used in the previous year.

Note – 3: Accounting Policies

a) Presentation and disclosure of financial statements:

The financial statements are prepared as per Schedule – III of Companies Act, 2013.

b) Use of Estimates:

In preparation of financial statements conforming to Generally Accepted Accounting Principles **[GAAP]** requirements, certain "estimates and assumptions" are essentially required to be made, with respect to useful life of Fixed Assets. Due care and diligence have been exercised by the management in arriving at such "estimates & assumptions" since they may directly affect the reported amounts of income and expenses during the period, as well as the balances of Assets and Liabilities, including those which are contingent in nature, as at the date of reporting of the financial statements.

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c) **Discloser of Accounting Policies:**

The Company is following accrual basis of accounting on a going concern concept.

d) **Contingencies and Events occurring after the Balance Sheet Date:**

There are no contingencies and events after the Balance Sheet date that affects the financial position of the company.

e) **Classification of Advances; Provisioning and Income recognition:**

Provision for Doubtful debts and income recognition is made as per the prudential norms for NBFCs issued by the Reserve Bank of India from time to time. The Company is also advancing clean loans (Overdrafts) against the pro-notes of the parties. Dividend income is recognized when the Company's right to receive dividend is established on the reporting date.

f) **Accounting for Property, plant and equipment:**

I. Tangible

Tangible property, plant and equipment (PPE) acquired by the company are reported at acquisition cost less accumulated depreciation. The acquisition cost includes any cost attributable for bringing asset to its working condition net of tax/duty credits availed, which comprises of purchase consideration, other directly attributable costs of bringing the assets to their working condition for their intended use.

II. Intangible

The company does not have any intangible assets.

III. Depreciation

Depreciable amount for tangible property, plant and equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is provided on WDV method on prorata basis over the useful life prescribed in Schedule II to the Companies Act, 2013 after considering salvage value of five percent of original cost. The Company has considered useful life of assets same as prescribed under the Companies Act, 2013.

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IV. Impairments of Assets

As on the Balance Sheet date the carrying amounts of the assets net of accumulated depreciation is not less than the recoverable amounts of such assets. Hence there is no impairment loss on the assets of the Company.

g) Related Party Disclosure:

The details of related party disclosures as per Accounting Standard (AS 18) are as under:

Sl NO.	Name of the Related Party	Nature of Relationship	Nature of Transaction	Amount in 000'
1	CSJ Narasimhalu	Director	Remuneration	1200
2	C.Lakshminarayana Rao	Director	Remuneration	600
3	Shivraj Harsha M K	Director	Remuneration	600

h) Taxes on Income:

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961 enacted in India. Deferred income 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 is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the Company has carry forward of unabsorbed depreciation and tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits.

i) Provisions, Contingent Liabilities and Contingent Assets:

Contingent liabilities are not usually provided for unless it is probable that future outcome may be detrimental to the company but discloses its existence, if any, in the financial statements.

j) Dividends:

The Company has not declared any dividends to the equity share holders.

k) Statement of Cash Flows:

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

I. Changes during the period in operating receivables and payables transactions of a non-cash nature;

II. Non-cash items such as depreciation; and

III. All other items for which the cash effects are investing or financing cash flows.

l) The Balance Sheet of the Company is drawn in accordance with Schedule – III of the Companies Act in the absence of specific format mandated by the RBI.

Note – 4: Additional Disclosures:

4(a)	**Particulars**	**Value in US $**
4.1	Value of Imports calculate on CIF basis by the Company during the year	NIL
4.2	Expenditure in Foreign Currency during the Financial Year on account of royalty, knowhow, professional and consultation fees, interest, and other matters	NIL
4.3	Total value of all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw material, spare parts and components similarly consumed and the percentage of each to the total consumption	Not Applicable
4.4	The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividends related	NIL
4.5	Earning in Foreign Exchange	NIL

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4(b)- RATIOS

	Particulars	2023.24	2022-23	% of Change	Reasons for changes more than 25%
1	**Current Ratio= Current Assets/Current Liabilities**	**3.70**	**5.48**	**32.52**	The reduction in the Current Ratio is due to the proper utilisation of liquid funds. The ratio indicates that there is no threat due to liquidity
	Current Assets	**37,574.00**	**32,148.38**		
	Inventory	-	-		
	Trade Receivables	26,812.97	20,949.90		
	Cash and Cash Equivalents	10,661.04	10,898.48		
	Short-term Loans and Advances	100.00	300.00		
	Other Current Assets	-	-		
	Current Liabilities	**10,167.52**	**5,870.56**		
	Short-term Borrowings	9,047.58	5,789.68		
	Trade Payables	-	-		
	Other Current Liabilities	-	-		
	Short-term Provisions	1,119.94	80.88		
2	**Debt-Equity Ratio = Total Debt/ Total Shareholders Equity**	**0.33**	**0.22**	**(50.59)**	This ratio has got strengthened due to profits for the year
	Debt	9,114.48	5,841.85		
	Equity	27,802.54	26,834.92		
	Equity Share Capital	26,800.00	26,800.00		
	Statutory Reserves	770.65	577.14		
	General Reserve	-	-		
	Securities Premium Reserve	-	-		
	Profit & Loss c/f	231.89	(542.22)		
3	**Debt Service Coverage Ratio= EBDIT/Interest**	**NA**	**NA**		NA
	EBDIT	1,240.26	132.86		
	Interest	616.21	65.27		
4	**Return on Equity Ratio= Net Earnings/ Shareholders equity**	**0.0348**	**0.0020**	**(1,607.25)**	The ratio shows a Positive indication of profitability due to growth & & reduction of NPA
	Net Earnings	967.56	54.70		
	Shareholders equity	27,802.54	26,834.92		
5	**Inventory turnover ratio = Cost of Goods Sold/ Average Inventory**				NA
	Cost of Goods Sold				
	Average Inventory				
	Average Inventory = (Opening Inventory + Closing Inventory)/2	-	-		
	Opening Inventory				
	Closing Inventory				

6	**Trade Receivables turnover ratio = Net Credit Sales/Average Accounts Receivable**	1,997.47	21,53,197.15	99.91	NA
	Net Credit Sales	4,363.89	3,111.46		
	Average accounts receivable	23,881.43	1,83,55,024.88		
	Opening Accounts Receivables	20,949.90	1,57,60,150.76		
	Closing Accounts Receivables	26,812.97	2,09,49,899.00		
7	**Trade payables turnover ratio= Net Credit Purchases/Average Accounts Payables**				NA
	Net Credit Purchases				
	Average accounts Payable	-	-		
	Opening Accounts Payable				
	Closing Accounts Payable				
8	**Net capital turnover ratio**	**0.16**	**0.00**	**(68,499.64)**	Better utilisation of fund for earning profits
	Turnover	4,363.89	3,111.46		
	Average Net Working Capital	26,842.15	1,31,28,931.51		
	Opening Net Working Capital	26,277.82	2,62,31,585.20		
	Closing Net Working Capital	27,406.48	26,277.82		
9	**Net profit ratio= Net profit/ Revenue x 100**	**0.22**	**0.02**	**(1,161.17)**	The variation is due to increase in Business
	Net Profit	967.56	54.70		
	Turnover	4,363.89	3,111.46		
10	**Return on Capital employed = EBIT/Capital Employed**	**0.032**	**0.002**	**(1,424.95)**	The variation is due to the increase in profits
	EBIT	1,188.75	69.00		
	Capital Employed	36,917.02	32,676.78		
11	**Return on investment = Net profit/ Net share Capital**	**0.04**	**0.00**	**(1,668.81)**	The variation is due to the increase in profits
	Net profit	**967.56**	**54.70**		
	Net Share Capital	26,800.00	26,800.00		

Note-5: Compliances under RBI Directions-

(a) Heramba Leasing Ltd is a non-banking financial company holding a certificate of registration issued by the Reserve Bank of India. The Company is required to maintain a net owned funds of rupees two hundred lakhs as per Master Circular DNBS (PD) CC No.340 / 03.10.042 / 2013-14 of RBI which has been complied.

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(b) The Company has complied with the provision which requires compliance of "criteria of 50-50 test" for the FY 2023-24 i.e.,

(i) The company's financial assets are 71.04% of the total assets which meets the requirements of more than 50% of the total assets.

(ii) The income from financial assets is 77.67% of the total income which satisfies the other condition of more than 50% of the total income.

For D.G.Anil Kumar & Co

Chartered Accountants

Proprietor
(D.G.Anil Kumar)
FRN : 000173S
M. No. 028670
UDIN : 24028670BKFIHY4000
Place : Bangalore
Date : 02/05/2024

For Heramba Leasing Ltd.

Managing Director

Director