



RAJRADHE FINANCE LIMITED

CIN: U67120GJ1985PLC007576

Financial Year 2020-2021

37th Annual General Meeting

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CORPORATE INFORMATION

Board of Directors

Mr. Deval R Shah	Managing Director (Appointed as on 30/04/2021)
Mr. Prakashkumar C Shah	Executive Director
Mr. Jayesh M Koshti	Executive Director
Mr. Bharat K Shah	Non-Executive Director (Appointed as on 01/04/2021)

Key Managerial Personnel

Ms. Shivani Pathak	Company Secretary & Compliance Officer	Appointed as on 01/04/2021
Mr. Sanjeev Punetha	Chief Legal Officer	Appointed as on 27/07/2021

Registered Office

47, Shyamal Row House 3/B,
Shyamal Cross Roads, Satellite,
Ahmedabad- 380015

Registrar & Transfer Agents

ACCURATE SECURITIES & REGISTRY PRIVATE LIMITED

203, Shangrila Arcade,
Nr. Shyamal Cross Road, Satellite,
Ahmedabad - 380015

Statutory Auditors

BHADRESH DIPAN & ASSOCIATES, CHARTERED ACCOUNTANTS, AHMEDABAD

FRN- 101097W

203, Nalanda Enclave,
B/h Mahakant, Pritamnagar,
Ahmedabad - 380006

FOUNDER DIRECTOR'S MESSAGE

Dear Stakeholders,



Being one of the Founder Directors of the Company still gives me the same Pride as it did, when the Company was Incorporated. To me it was like a new born child, which we grew, nurtured and protected over a time span of 35 years.

I have been giving my Sweat and Blood to this Company that has now ripened, resulting the growth of the Company to great bounds. It is the time that the Company has entered its youth, entered in the phase where it needs stronger shoulders and better guidance.

Mr. Deval was practically raised to be a Leader on the paths he chose. Under my protection and guidance, he had grown to become a part of the Company in such a way, that he waters the roots of the Company and leads it to growth from now on. Seeing this, it made me realise that Company needs younger ways, farther and stronger vision to grow even further to greater heights.

Saying this, I would like to announce the onset of my farewell to the Company which I might bid very soon pursuant to my age and health restrictions I struggle with to the Stakeholders and the Management. I will yet always be there through the thick and thin of the Company and will always provide the required guidance to the young management of the Company as and when need arises.

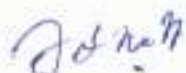
It gives me immense pleasure to announce my trust over Mr. Deval R Shah's with the leadership over the Company. I thus assure, as one of the last deeds as a Founder Director of the Company, that Mr. Deval R Shah being designated as the Managing Director of the Company will definitely work as the Leader of the Company to let the Company reach the desired targets and set them even higher the next time.

There is yet another assurance I would like to give to the Stakeholders of the Company. Mr. Sanjeev Punetha, having appropriate profile and experience in the field of Laws and Banking, is the most suitable person to be given the responsibility of handling the Company's Legal operations and being given the prestigious position of a Chief Legal Officer (CLO) of the Company. He has been doing marvellous in his field and would aid the Company to reach to the new heights.

It was a pleasure addressing the Stakeholders as the First Director of the Company and being the part of each and every event of the Company till date.

I thank you all for giving me your support and trusting me with the Company and its operations.

Love and Gratitude,



Mr. Prakashkumar C Shah
Director



MANAGING DIRECTOR'S MESSAGE



Dear Stakeholders,

We all are going through the paroxysm of the COVID-19 Pandemic and things are looking grim and doomed Prima facie. As I write to you in the end of the month of July, 2021, the effects of the Pandemic have been particularly severe. Most epidemiologists are yet forecasting the Third wave to ascend sooner in this year and the Central and State Governments are taking emergency actions to navigate through this unprecedented and unexpected wave.

Let me now share with you what your Company did during these tough times, that the nation was facing. Briefly stated, **RAJRADHE FINANCE LIMITED (RRFL)** swiftly evolved a two-pronged approach which focused on: (i) Conservation and prudence, and (ii) Initiation of an ambitious business transformation plan.

- ⌘ First, we ensured health, safe working environment as well as maintained financial security of our employees.
- ⌘ Second, we carefully looked at each business of the Financial Asset and functions and applied a framework to streamline processes and eliminate unnecessary costs.
- ⌘ Third, we examined and calibrated the risk profiles of each Financial Asset of the Company to ensure conservatism in new Financial Assets to be purchased by the Company.
- ⌘ Fourth, we took a conscious call to make large and sensible provisions. Thanks to a financially conservative approach that has been a cornerstone of your Company, we could afford an increase in in the Total Revenue by 383.07% as compared to the previous Financial Year, and yet have generated reasonable profits for the shareholders.
- ⌘ Fifth, believing in the dictum, "Never let a crisis go to waste", your Company utilised this crisis to rapidly accelerate the transformational journey it had embarked upon in the Financial Year 2019-2020.

All these are given in considerable detail in the chapter on Management Discussion and Analysis. I urge you to read it carefully. I have always been proud of your Company's leadership and employees, and their ability to consistently deliver superlative achievements over the past few years. In these incredibly difficult times, I am truly proud of how **RRFL's** team, seamlessly worked together through incredibly long

hours to navigate through this crisis. It helped in delivering reasonable results for Financial Year 2020-2021 and creating a strong platform for the post COVID-19 world.

Mr. Prakashkumar Shah, the Founder Director of your Company, has recommended and announced my Candidature and Appointment as the Managing Director of **RRFL**. He has been a beacon to all of us, and on your behalf, allow me to offer him our heartfelt thanks for his long and continuing leadership.

Amidst the COVID-19 Pandemic, it is difficult to predict what the Financial Year 2021-2022 will bring. However, notwithstanding my innate conservatism, I can say one thing with a fair degree of certainty - Your Company has the team, the commitment, the capability and the financial strength to overcome the most difficult of the challenges. Indeed, as I write, the team is actively working on this.

Remember the song, "We Shall Overcome". That is the motto and leitmotif of your Company. And will forever be.

Stay safe. Vaccinate yourself and your family. Wear masks. Maintain social distancing.

Never forget that "THE BEST IS YET TO COME".

With the very best of me,



Deval Shah
Managing Director

NOTICE

Notice is hereby given that the 37th Annual General Meeting of the members of RAJRADHE FINANCE LIMITED will be held on Monday, September 06th, 2021 at the Registered Office of the Company at 47, Shyamal Row House 3/B, Nr. Shyamal Cross Roads, Satellite, Ahmedabad - 380015, to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt Audited Financial Statements of the Company for the Financial Year ended on 31st March, 2021 and Reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Prakashkumar Chimanlal Shah (DIN – 05133092), who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and, being eligible, offers himself for reappointment.
3. To appoint M/s Bhadresh Dipan & Associates., Chartered Accountants, Ahmedabad [Firm Registration No. 101097W] as the Statutory Auditors for a term of 5 (Five) Financial Years.

"RESOLVED THAT pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, M/s Bhadresh Dipan & Associates., Chartered Accountant, (FRN: 101097W) be and is hereby appointed as the Statutory Auditors of the Company to hold office for a period of 5 consecutive years commencing from the conclusion of this Annual General Meeting till the conclusion of 42nd Annual General Meeting of the Company to be held in the year 2026 at such remuneration as shall be fixed by the Board of Directors of the Company in consultation with them.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary in this behalf."

SPECIAL BUSINESS:

4. Appointment of Mr. Bharat Kantilal Shah (DIN: 09141376) As a Director of the Company

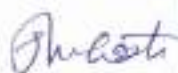
To consider and, if thought fit, to pass the following resolution with or without modification as an Ordinary Resolution:

"RESOLVED THAT pursuant to Provisions of Sections 152, 160 & 161 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) Mr. Bharat Kantilal Shah (DIN: 09141376), who was appointed as an Additional Director on April 01, 2021 and who hold office upto the date of Annual General Meeting, be and is hereby appointed as a Director of the Company.

RESOLVED FURTHER THAT all or any Director and /or Company Secretary of the Company be and are hereby authorised to file such forms and documents as may be necessary with the Registrar of Companies and make entries in the statutory records and registers of the Company and to do all such acts, deeds and things as may be necessary or expedient thereto to give effect to the aforesaid resolution."

By the order of the Board,

For, **RAJRADHE FINANCE LIMITED**



Jayesh M Koshti
Director (DIN 08923382)

Date: July 27th, 2021

Place: Ahmedabad

NOTES

1. A member entitled to attend the AGM is also entitled to appoint proxy and that the Proxy need not be member of the company.
2. The Proxy form should reach the registered office of the company before 48 hours of the starting of the meeting.
3. Explanatory statement pursuant to section 102 of the Companies Act, 2013 in relation to special business is annexed herewith.
4. Members are requested to bring their attendance slip along with their copy of the Annual Report to the Meeting.
5. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
6. All the Documents referred to in the notice are open for inspection at the registered office of the Company between 11.00 A.M. to 5.00 P.M on any working day prior to the day of meeting and will also be available at the meeting venue on the date of meeting.



**EXPLANATORY STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE
COMPANIES ACT, 2013**

Item No. 4: Appointment of Mr. Bharat Kantilal Shah (DIN: 09141376) as a Director of the Company

The Board at its meeting held on 1st April, 2021, appointed Mr. Bharat Kantilal Shah (DIN: 09141376) as a Non-Executive Director pursuant to Section 161 of the Companies Act, 2013. Hence, he holds office up to the date of the ensuing Annual General Meeting.

The Company has received consent in writing to act as directors in Form DIR-2 and intimation in Form DIR-8 pursuant to Rule 8 of the Companies (Appointment and Qualifications of Directors) Rules, 2014, to the effect that they are not disqualified under sub-section (2) of section 164 of the Companies Act, 2013. The Board considers that their association would be of immense benefit to the Company and it is desirable to avail their services as Directors.

Accordingly, the Board recommends the resolution No. 4, in relation to appointment of Mr. Bharat Kantilal Shah (DIN: 09141376) as Director, for the approval by the shareholders of the Company.

None of the Directors and Key Managerial Personnel and their relatives, except Mr. Bharat Kantilal Shah is interested in the resolution.

By the order of the Board,

For, **RAJRADHE FINANCE LIMITED**



Jayesh M Koshti
Director (DIN 08923382)

Date: July 27th, 2021

Place: Ahmedabad

DIRECTOR'S REPORT

To,

The Members,

The Directors of the Company hereby present their Report on the business and operations for the year ended March 31st, 2021.

FINANCIAL PERFORMANCE:

(Amt. in ₹)		
Particulars	F.Y. 2020-21	F.Y. 2019-20
Revenue from Operations	2,69,57,125	82,01,238
Other Revenues	1,76,86,285	10,81,038
Total Revenue received (A)	4,46,43,410	92,82,276
Direct expenses	2,56,03,160	43,74,676
Employee Benefit Expenses	36,57,550	5,06,000
Finance Costs	14,109	462
Depreciation and Amortization expenses	4,42,951	226
Other Expenses	46,94,597	8,34,320
Total Expenses (B)	3,44,10,367	57,15,684
Profit / (Loss) before Tax (A-B)	1,02,31,043	35,66,592
Less: Current Tax	-2,61,459	10,34,250
Deferred Tax	-251	0
Profit / (Loss) after Tax	1,04,92,753	25,32,342

REVIEW OF PERFORMANCE:

The Company has amplified its business on a great scale during the year under review. The following are the various performance review points that the Directors wish to put forward:

- ¶ The Company has shown a 380.95% increase in the Total revenue as compared to the previous year i.e. Financial Year 2019-2020 which can be numerically denoted by an amount of ₹ 3,53,61,134.
- ¶ The Company has also experienced an increase in the amount of Total Expenses over a period of 1 Financial Year, resulting in the amount of expenses to increase from ₹ 57,15,684 to ₹ 3,44,10,366.

Other comparisons and performance evaluations are better highlighted in the 'Management Analysis and Discussion Report' forming part of this report as **Annexure 1**.

The Board is planning to further expand the operations of the Company in the upcoming years. The onset of the COVID-19 pandemic has further widened the scope of opportunities for the growth of the Company.

The Board assures to show even better results with the passing time.

SPECIAL NOTE ON CORONAVIRUS PANADOMIC

By mid of March 2020, the outbreak of Coronavirus (COVID-19) pandemic has been rapidly spreading throughout the world, including India causing significant disturbance and slowdown of economic activity. The Company has made committed efforts to support its business stakeholders, employees and service providers. The effect of Covid-19 on the Company is insignificant. Looking at current situation the company does not predict any significant effect of Covid-19 on the Company as the Company is presently in such market. The Company is

continuously monitoring the situation and taking necessary actions in response to the developments, to minimize the impact on the business of the Company's Future prospects, if any.

DIVIDEND:

The Board of Directors of the Company regret to recommend any Dividend on the Share Capital of the Company. Moreover, the 6% Non-Cumulative Redeemable Preference Shares were issued as on March 30th, 2021 and thus would be eligible for the Payment of Dividends from the Financial Year 2021-2022.

TRANSFER TO RESERVES:

Pursuant to the provisions of Sec 45IC of the Reserve Bank of India Act, 1934 and all the other provisions applicable to the Company, every non-banking financial company shall create a reserve fund, and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the profit and loss account and before any dividend is declared. Complying with the same, the Company has transferred ₹ 20,98,550/- to the Reserve Fund.

CHANGE IN THE NATURE OF THE BUSINESS:

There is no change in the nature of the business activities carried out by the Company, in the Financial Year under review i.e. Financial Year 2020-2021.

CHANGES TO SHARE CAPITAL:

In the beginning of the Financial Year under review, the Authorised Share Capital of the Company stood at ₹ 1,00,00,000/- (Rupees One Crore Only) divided into 10,00,000 (Ten Lakhs) Equity Shares of ₹ 10/- (Rupees Ten Only) each. During the year, in the Annual General Meeting held for the Financial Year 2019-2020, as on December 31st, 2020, the Authorised Share Capital was increased to ₹ 5,00,00,000/- (Rupees Five Crores Only) divided into 50,00,000 (Fifty Lakhs) Equity Shares of ₹ 10/- (Rupees Ten Only) each.

Later, 1,00,000 (One Lakh) Equity Shares, face value of Rs. 10 each were allotted on Rights basis, at ₹ 150/- (Rupees One Hundred and Fifty Only) each (Including a premium of ₹ 140/- each), as on March 22nd, 2021.

The Company apart from the above-mentioned issue of Equity shares, in the Extra Ordinary General Meeting that was held as on March 03rd, 2021, increased the Authorised Share Capital by ₹ 15,00,00,000/- (Rupees Fifteen Crores only) divided into 1,50,00,000 (One Crore Fifty Lakhs) Preference Shares of ₹ 10/- (Rupees Ten Only) each that resulted in the Authorised Share Capital to stand at ₹ 20,00,00,000/- (Rupees Twenty Crores Only).

Further, During the year under review, the Company had allotted 1,40,00,000 (One Crore Forty Lakhs) 6% Non-cumulative Redeemable Preference Shares worth ₹ 10/- (Rupees Ten Only) each at par as on March 30th, 2021.

The Shareholding now stands as follows for Financial Year 2020-2021 as on March 31st, 2021:

<u>Existing Shareholding</u>	<u>Previous Shareholding</u>
<u>Authorised Share Capital:</u>	<u>Authorised Share Capital:</u>
₹ 5,00,00,000/- (Rupees Five Crores Only) divided into 50,00,000 Equity Shares of ₹ 10/- each	₹ 1,00,00,000/- (Rupees One Crore Only) divided into 10,00,000 Equity Shares of ₹ 10/- each
₹ 15,00,00,000/- (Rupees Fifteen Crores Only) divided into 1,50,00,000 Preference Shares of ₹ 10/- each	
<u>Issued and Paid-up Capital:</u>	<u>Issued and Paid-up Capital:</u>

₹ 60,00,000/- (Rupees Sixty Lakhs Only) divided into 6,00,000 Equity Shares of ₹ 10/- each

₹ 14,00,00,000/- (Rupees Fourteen Crores Only) divided into 1,40,00,000 6% Non- Cumulative Redeemable Preference Shares of ₹ 10/- each

₹ 50,00,000/- (Rupees Fifty Lakhs Only) divided into 5,00,000 Equity Shares of ₹ 10/- each

PUBLIC DEPOSITS:

The Company is a non-deposit taking NBFC registered under the Section 45IA of the Reserve Bank of India Act, 1935 and thus shall not accept any Deposits in any form whatsoever. Thus, there were No deposits, which were claimed and remained unpaid by the Company as on March 31st, 2021.

BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL:

A. Board of Directors

At the end of the Financial Year 2020-2021, the Board of the Company comprised of Four Directors, out of which two were Promoter Directors and two were non-promoter Directors. The Board of Directors comprised of following Directors as on the date of this Report is as follows:

Name of Director	Designation	Date of Appointment at current term	Date of Appointment
Mr. Deval Rohitkumar Shah*	Managing Director (Promoter)	30 th April, 2021	15 th February, 2019
Mr. Prakashkumar Chimanlal Shah	Executive Director (Promoter)	17 th January, 1985	17 th January, 1985
Mr. Jayesh Madanlal Koshti	Executive Director	31 st December, 2020	17 th October, 2020
Mr. Bharat Kantilal Shah*	Additional Director	01 st April, 2021	01 st April, 2021
Mr. Kaushikbhai Chimanlal Shah^	Executive Director	04 th January, 2012	04 th January, 2012

*Mr. Deval Rohitkumar Shah was appointed as a managing Director by the Board of Directors of the Company W.e.f 30th April, 2021 and his appointment has been approved by shareholders in their meeting held on 02nd June, 2021.

* Mr. Bharat Kantilal Shah was appointed as an Additional Non-Executive Director of the Company in the Board Meeting held on April 01st, 2021 and the board has proposed his appointment as Director of the Company at ensuing AGM.

^Mr. Kaushikbhai Shah tendered his resignation as on 01st February, 2021 from the Directorship of the Company.

None of the Directors of Board is a member of more than ten Committees or Chairman of more than five committees across all the public companies in which they are Director. The necessary disclosures regarding Committee positions have been made by all the Directors.

B. Changes in the Directorship and Key Managerial Personnel

The Following were the Changes in the Directorship and the Key Managerial Personnel of the Company during the Financial year under review:

1. Mr. Jayesh Madanlal Koshti (having DIN 08923382) appointed as an Additional Director as on October 17th, 2020 and had been appointed as an Executive Director of the Company in 36th Annual General Meeting that was held on December 31st, 2020.
2. Mr. Deval Rohitkumar Shah (having DIN 05133092) appointed as the Whole Time Director as on 01st February, 2021.
3. Mr. Kaushikbhai Chimanlal Shah (having DIN 00070831) had resigned as on 01st February, 2021 from the Company as a Director.

There was no Key Managerial Personnel appointed till the end of the Financial Year 2020-2021. Apart from this, there were a few changes that took place after the end of the financial year 2020-2021 but before the date of Adoption of the Financial Statements of the Company. They are:

1. Appointment of Mr. Bharat Kantilal Shah (holding DIN 09141376) as an Additional Non-executive Director of the Company as on 01st April, 2021 and has been proposed to be regularised as a Non-Executive Director of the Company in this 37th Annual General Meeting that was held on June 02nd, 2021.
2. Approval of Mr. Deval Rohitkumar Shah as the Managing Director of the Company by the Board in its Meeting on April 30th, 2021 which was approved in Extra-Ordinary General Meeting that was held on June 02nd, 2021.

C. Board Meetings

Pursuant to provisions of Sec 173 of the Companies Act, 2013, Every Company shall hold Board Meetings for at least Four times in One Financial Year such that the gap between any two Meetings shall not exceed 120 days.

The Board Meetings of your Company are generally held at the Registered Office of the Company. During the Financial Year under review, the Board of Directors of the Company met 12 (Twelve) times viz., April 20th, 2020, June 05th, 2020, August 27th, 2020, October 17th, 2020, November 01st, 2020, December 09th, 2020, February 01st, 2021, February 24th, 2021, March 01st, 2021, March 12th, 2021, March 22nd, 2021 and March 30th, 2021.

All the Directors of the Company required to be present at the respective Board Meetings, remained present in all such meetings. In respect of above meetings proper notices were given and proceedings were properly recorded and signed in the Minute Book maintained for the purpose.

D. Director liable to retire by Rotation

Pursuant to provisions of Section 152 of the Companies Act, 2013, not less than two-thirds of the total number of Directors of the Company are liable to retire by rotation, out of which not less than one-third number of directors shall retire by rotation.

In pursuance of the same, Mr. Prakashkumar Chimanlal Shah (holding DIN 05133092), who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and, being eligible, offers himself for reappointment.

E. Director's Responsibility Statement

Pursuant to section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

- a) In preparation of annual accounts for the year ended 31st March, 2021, the applicable accounting standards have been followed and that no material departures have been made from the same;
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that year;
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts for the year ended 31st March, 2021 on going concern basis.
- e) The Directors had laid down the internal financial controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
- f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

F. Key Managerial Personnel

1. Appointment of Ms. Shivani Pathak, Company Secretary holding Membership Number A62792 as the Company Secretary & Compliance Officer of the Company as on 01st April, 2021.
2. Appointment of Mr. Sanjeev Punetha as the Chief Legal Officer (CLO) of the Company w.e.f. July 27th, 2021.

As per the requirements of the RBI and Companies Act, 2013, all the necessary Disclosures, filing, procedures and acts required to validate the above-mentioned Changes have been done by the Company and its Management.

G. Vigil Mechanism

The Company has established a vigil mechanism and accordingly framed a Whistle Blower Policy. The policy enables the employees to report to the management instances of unethical behaviour, actual or suspected fraud or violation of company's Code of Conduct. Further the mechanism adopted by the Company encourages the Whistle Blower to report genuine concerns or grievances and provide for adequate safe guards against victimization of the Whistle Blower who avails of such mechanism and also provides for direct access to the Managing Director, in exceptional cases. The functioning of vigil mechanism is reviewed by the Board of Directors from time to time. None of the Whistle blowers has been denied access to the Board.

CORPORATE SOCIAL RESPONSIBILITY

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on Corporate Social Responsibility.

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

The provisions regarding constitution of Internal Complaint Committee under the sexual harassment of women at workplace (prevention, prohibition and redressal) act, 2013 is not applicable to the Company, Hence, the Company has not constituted such committee but Your Company is committed to provide a safe and conducive work environment to its employees.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report has been voluntarily given by the Company Management for the better understanding and Discussion over the business activities. The same has been annexed hereto as **Annexure 1**.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

The Company has entered into various transactions with the Related parties falling under the purview of the provisions of Sec 188 of Companies Act, 2013. The Disclosures of the same are mentioned in the Annexure to this report as **Annexure 2**.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

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

MATERIAL CHANGES AND COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments, affecting the financial position of the Company which has occurred between the end of financial year of the Company and the date of this report.

COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178 OF COMPANIES ACT, 2013.

The Company being unlisted public company is not fall into the criteria that required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

As on 31.03.2021 The Company do not have any subsidiary, Joint Ventures and Associate Companies.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

☞ Conservation of Energy and Technology Absorption

Since the Company is operating in service sector, there was no material use power/energy during the year.

☞ Foreign Exchange earnings and outgo

The Company has no Foreign Exchange earnings and outgo.

PARTICULARS OF EMPLOYEES

None of the employees has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. However, the Company has 6 employees as at the end of the Financial Year 2020-2021. Details of Employees pursuant to of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are as given hereunder:

Name of Employees, Designation & Age	Nature of employment, (contractual or otherwise)	Qualifications & experience of the employee	% of Shares Held
Meet Shah, Accountant, 25 years	Permanent	Graduate 8 years	NIL
Dhanji Thakor, Driver, 45 years	Permanent	Graduate 27 years	612 Equity Shares
Pinky Patel, Receptionist, 42 years	Permanent	Graduate 20 years	NIL
Archnaben Pandya, Advocate 40 years	Contractual	Graduate 15 years	NIL
Nandish Chudagar, Advocate 39 years	Contractual	Graduate 14 years	NIL
Virati Shah, Sr. Clerk, 23 years	Permanent	Post- Graduate 3 years	NIL

Vijay Baraiya, Peon 18 years	Permanent	Std 10th Pass	NIL
Abhineeta Chaturvedi, Advocate 40 years	Contractual	Graduate 15 years	NIL

INTERNAL FINANCIAL CONTROL

Your Company has laid down the set of standards, processes and structure which enables to implement internal financial control across the Organization and ensure that the same are adequate and operating effectively. To maintain the objectivity and independence of Internal control, the Board maintains the control mechanisms.

The Board monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with the operating systems, accounting procedures and policies of the Company. Based on the same, the process owners undertake the corrective action in their respective areas and thereby strengthen the Control. Significant audit observation and corrective actions thereon are presented to the Board. However, during the year, no significant deficiency in the control was found.

STATUTORY AUDITORS

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. Rakshit M. Shah & Co., Chartered Accountants, (FRN.: 127338W), Ahmedabad, the Statutory Auditors of the Company had been appointed in the Annual General Meeting held on 18th August, 2016 for a term of 5 years.

Though, due to their prior engagement elsewhere and them not being able to devote ample amount of time for the Statutory Audit of the Company for the Financial Year 2020-2021, the tendered their resignation as on April 08th, 2021. Pursuant to Sec 139(8) of the Companies Act, 2013 and due to the casual vacancy arising on account of such resignation, M/s Bhadresh Dipan & Associates., Chartered Accountants, Ahmedabad [Firm Registration No. 101097W] were appointed as Statutory Auditors of your Company at the Extra- Ordinary General Meeting held on June 02nd, 2021 till the conclusion of the ensuing Annual General Meeting.

M/s Bhadresh Dipan & Associates., Chartered Accountants, Ahmedabad [Firm Registration No. 101097W], having conducted the Statutory Audit of the Company for the Financial Year 2020-2021, being eligible, offer themselves for Reappointment as the Statutory Auditors of the Company for a term of 5 consecutive Financial Years i.e. from the conclusion of this 37th (Thirty Seventh) Annual General Meeting till the conclusion of the 42nd (Forty Second) Annual General Meeting to be held for the Financial Year 2025-2026.

The Board has duly reviewed the Statutory Auditors Report on the Accounts. The observations and comments, appearing in the Auditors Report are self-explanatory and do not call for any further explanation / clarification by the Board of Directors as provided under section 134 of the Act.

COST RECORDS AND COST AUDIT:

Pursuant to Provisions of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the maintenance of Cost Records and conduct of the Cost Audit is not applicable to the Company.

SECRETARIAL AUDIT

Pursuant to the provisions of Sec 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of the Key Managerial Personnel) Rules, 2014, Secretarial Audit is not applicable to the Company.

ACKNOWLEDGEMENT

Your company & Directors wish to place on record their appreciation of the assistance and co-operation extended by Investors, Bankers, Business Associates, and Government. We are deeply grateful to shareholders for their continued faith, confidence and support to the company.

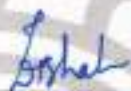
Registered Office:

47, Shyamal Row House 3/B,
Shyamal Cross Roads, Satellite,
Ahmedabad-380015

For, **RAJRADHE FINANCE LIMITED**

Date: July 27, 2021

Place: Ahmedabad



Deval R Shah
Managing Director
DIN 05133092



Jayesh M Koshti
Executive Director
DIN 08923382



MANAGEMENT DISCUSSION & ANALYSIS REPORT

RAJRADHE FINANCE LIMITED (RRFL) has been at the forefront of financial services and is the Company engaged in Investment and Financial activities since the year 1985.

Registered as a Non-Banking Financial Company since 1998, RRFL is an Organisation which is into Purchase of Financial Assets / Loan Portfolios from various Banks, other Non-Banking Financial Companies and such other Financial Institutions, enforcing the security interest and smoothening the business processes of such Financial Assets.

Due to the Pandemic scenario, today India is facing stringency of funds in the economy and our business activities have thus been of utmost aid, to back the businesses in need. The company's business thrives to bring the Financial Assets to the utmost Financial Sanity and Stability.

It is with this mindset on which our company's mission is based:

To be a partner and supporter by offering a helping hand to the Banks or various Financial Institutions and also to the Financially stressed business Assets, preparing a bridge towards financial stability and yielding out of investments made by the Company.

A strong and a constant focus on Research & Development has led to some breakthrough offerings that are yet to fetch the ripe fruits to us. The Company's business policies have been developed with a view to enable our stakeholders to improve the yields on their business & preserving their names.

The Company financials show the following changes as compared to the Previous Financial Year 2019-2020:

1. INCREASE IN ASSETS

The Company had Total Assets worth ₹ 21,59,13,798 in the previous Financial Year 2019-2020 as compared to the current amount of Total Assets being ₹ 1,01,70,55,876. The Total Assets of the Company increased by 3.71 times (i.e by ₹ 80,11,42,078) during the Financial Year 2020-2021.

THE MANAGEMENT IS PLEASED TO DECLARE THAT YOUR COMPANY HAS CROSSED THE ₹ 100 CRORES MARK AS THE VALUE OF THE TOTAL ASSETS IN THE CURRENT FINANCIAL YEAR 2020-2021.

2. INCREASE IN LIABILITIES

The Company had Total Liabilities worth ₹ 13,47,45,383 in the previous Financial Year 2019-2020 as compared to the current amount of Total Liabilities being ₹ 77,03,94,709. The Total Liabilities of the Company increased by 4.72 times (i.e by ₹ 63,56,49,326) during the Financial Year 2020-2021.

The Net Increase in the Assets of ₹ 16,54,92,752 during the year under review. The Comparison of the Previous year and the Current Year Amounts for Total Assets and Total Liabilities are shown as follows:

ASSETS-LIABILITIES COMPARISON



3. INCREASE IN TOTAL REVENUE

Your company had a total revenue of ₹ 92,82,276 in the previous Financial Year 2019-2020, of which Revenue from Operations stood at ₹ 82,01,238 and the Other Income stood at ₹ 10,81,038. In the Financial Year under review, the Revenue from Operations was ₹ 2,69,57,125, the Other Income was ₹ 1,76,86,285 which totalled up to ₹ 4,46,43,410.

The Total revenue increased by 383.07% over a period of 1 Financial Year and the Revenue from Operations alone increased by ₹ 1,87,55,887 by the end of the Financial Year 2020-2021.

4. INCREASE IN TOTAL EXPENSES

The Company expended a total of ₹ 3,44,12,367 as Expenses, as compared to the previous Financial Year 2019-2020 wherein the Company Financials showed an amount of ₹ 57,15,684 as Expenses during the Financial Year.

This change is majorly due to the Increase in the Interest expenses and Stamping & Registration expenses.

5. CHANGES IN NET PROFIT AFTER TAX

Net Profit after Tax for the Financial Year ending as on March 31st, 2021 stood at ₹ 1,04,92,753 as compared to the previous Financial Year 2019-2020 amount of ₹ 25,32,342. The Net Profit after Tax has increased by 3.14 times over the period of 1 Financial Year i.e. ₹ 79,60,411 in terms of amount.

The Net Profit to Revenue Ratio stood at 27.28% in the Financial Year 2019-2020 which is 23.50% in this Financial Year 2020-2021.

The Company is in the stage of Growth and the Management and Board of the Company expects to increase to great lengths in the coming Financial Years.

6. ASSETS UNDER MANAGEMENT

The Company witnessed growth in AUM of 130.24% since the previous Financial Year 2019-2020 i.e. the Current Year shows the AUM to be 230.24% of what it was in the Previous Financial Year. However, the Bifurcation of the various amounts for the Assets Under Management are as given below:

FINANCIAL YEAR 2020-2021

(Amt in ₹)

SN	Bank Name	Rights Acquired	Assets Value at time of Purchase
1	Bank of Baroda	74,86,75,117.36	19,27,82,589.00
2	Bank of India	43,63,94,811.26	25,40,26,000.00
3	State Bank of India	50,06,21,642.02	45,88,35,291.00
	TOTAL	1,68,56,91,570.64	90,56,43,880.00

FINANCIAL YEAR 2019-2020

(Amt in ₹)

SN	Bank Name	Rights Acquired	Assets Value at time of Purchase
1	Bank of Baroda	38,91,72,200.00	39,33,54,000.00
	TOTAL	38,91,72,200.00	39,33,54,000.00

RRFL acquired Rights over Assets worth of ₹ 1,29,65,19,370 more than the previous Financial Year 2019-2020. The company assures for an even better growth in the coming Financial Years.

7. RATIOS

1. Liquidity Ratios

The Company's financial performance when it comes to the liquidity and Working Capital Requirements, would be measured to a great extent with the use of the Liquidity ratios:

a. Current Ratio / Acid Test Ratio

The ratio of the Current Assets to the Current Liabilities is called the Current Ratio. This depicts the level of abundance of the Current Assets over the Current Liabilities. There are no Inventories in the Financial Year 2020-2021 thus the Current Ratio is the same as the Acid Test Ratio.

The Current ratio in the Financial Year 2019-2020 was 117.41 times and was 26.23 times in the Financial Year 2020-2021.

b. Cash Ratio

The ratio of Cash & Cash Equivalents as compared to the Current Liabilities is the Cash Ratio. It determines how apt the Cash & Cash Equivalents ratio is when compared to the liabilities that would require the payment within a short period of time.

The Cash Ratio in the Financial Year 2019-2020 was 0.97 times and was 0.16 times in the Financial Year 2020-2021.

c. Operating Cash Flow Ratio

The Ratio of Operating Cash Flows as compared to Current Liabilities is Operating Cash Flow Ratio. It determines the capacity of the Company to repay the Current Liabilities out of the Operating Cash flows.

The Operating Cash Flow Ratio in the Financial Year 2019-2020 was and was in the Financial Year 2020-2021.

2. Leverage Ratios

a. Debt Ratio

The Total Liabilities (includes both Non-current and Current Liabilities) as compared to Total Assets would depict the Debt Ratio of the Company which shall show how reliable the Asset base is to repay the Total Liabilities.

The Debt Ratio was 1.60 times in the Financial Year 2019-2020 and is 1.32 times in the Financial Year 2020-2021.

b. Debt to Equity Ratio

The Total Liabilities (includes both Non-current and current liabilities) as compared to the Shareholders Equity (includes Equity Share Capital and Reserves and Surplus) is the Debt to equity Ratio. This shows how capable the Shareholder's fund is, for repayment of the Liabilities within the Company, whether they are Non-current or Current.

The Debt Equity Ratio stands at 3.12 times in the Financial Year 2020-2021 as compared to 1.66 times in the Financial Year 2019-2020.

3. Efficiency Ratios

a. Asset to Turnover Ratio

The quantum of Net Sales as compared to the Average Total Assets i.e. the Asset Turnover Ratio depicts that over the Average Asset size, the amount of Sales the Company is managing to make.

The Asset to Turnover Ratio stood at 4.37% in the Financial Year 2020-2021 as compared to 5.96% in the previous Financial Year 2019-2020.

4. Profitability Ratios

a. Return on Assets

The Net Income (Net Profit After Tax i.e. NPAT) the Company earns as compared to the amount of the Total Assets of the Company, determines the adequacy or inadequacy of the Company to earn Income as compared to the Asset base it holds and whether the Asset base is enough to fetch adequate returns for the Company.

The Return on Assets Ratio is 1.03% in the current Financial Year as compared to 1.17% in the previous Financial Year 2019-2020.

b. Return on Equity

The Net Income (Net Profit After Tax i.e. NPAT) of the Company belongs to the Equity Shareholders as they are the owners of the Company. They shall know the adequacy of the Income earned in their Company by this ratio as considered together with the Earnings per Share (EPS).

The quantum of Net Income to the Shareholder's Equity is 9.84% in the current Financial Year as compared to 3.12% in the previous Financial Year 2019-2020.

8. FUTURE PROSPECTS

The Future is unknown, uncertain and unascertainable usually but, being an NBFC, RRFL has forecasted a certain number of Goals and targets it wishes to achieve. The Company is in the phase of GROWTH and there is immense potential and funds that are being invested currently in the Business.

Every Business needs Investment to ripe good Returns. Based on this belief, the expenses, the Cash Outflows and all such conferments made by the Company, are going to lead the Company eventually to the ripe fruits of Success and engorged Returns.

The projection of the Company signifies the following as in the Future Prospects and Goals that RRFL wishes to achieve;

1. RRFL projects and plans to increase the value of Assets Under Management (AUM) to 2 (Two) times than it currently is, in the next Financial Year.
2. Cross the ₹ 500 crores Asset size mark within the next 2 Financial Years.
3. RRFL currently has its operations limited to the Western India and mostly in the Gujarat region. RRFL aspires to spread its branches around the entire INDIA.
4. To raise and distribute adequate returns to all the Investors and Members of the RRFL Family.
5. To follow the Motto of **वसुधैव कुटुम्बकम्**, also spread its wings wider, to the International operations as well.
6. Being a Baby resting in a cot, the RRFL has entered the Youth. As restless as ever, RRFL wishes to grow itself into the empowered Grown up and live upto its potential and strengths.

RRFL has major plans for the growth that are yet in the pipeline and would be revealed as time passes by.

FORM AOC-2

PARTICULARS OF CONTRACTS / ARRANGEMENTS MADE WITH RELATED PARTIES

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

(Pursuant to Section 134(3) (h) of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

A. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered into by the Company during the financial year ended on March 31, 2021, which were not at arm's length basis.

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

SN	NAME OF RELATED PARTY & NATURE OF RELATIONSHIP	NATURE OF CONTRACTS/ ARRANGEMENT S/ TRANSACTIONS	DURATION OF CONTRACTS/ ARRANGEMENTS/ TRANSACTIONS	SALIENT TERMS OF THE CONTRACTS OR ARRANGEMENTS OF TRANSACTIONS INCLUDING THE VALUE, IF ANY	DATE OF APPROVAL OF THE BOARD	AMOUNT PAID AS ADVANCE S, IF ANY
1	Rohit C Shah HUF Relative of Director	Rent Paid	11 Months & 29 days	₹ 1,80,000/-	09/12/2020	-
2	Prakashkumar Shah Director	Remuneration	5 years	₹ 5,00,000/-	01/02/2021	-
3	Deval R Shah Director	Remuneration	5 Years	₹ 24,00,000/-	01/02/2021	-
4	Deval R Shah Director	Interest paid	Not Applicable	₹ 70,56,876/-	20/04/2020	-
5	Jayesh M Koshti Director	Sitting Fees	Not Applicable	₹ 87,500/-	17/10/2019	-

Registered Office:

47, Shyamal Row House 3/B,
Shyamal Cross Roads, Satellite,
Ahmedabad-380015

For, RAJRADHE FINANCE LIMITED

Date: July 27, 2021
Place: Ahmedabad


Deval R Shah
Whole-time Director
DIN 05133092




Jayesh M Koshti
Executive Director
DIN 08923382

RAJRADHE FINANCE LIMITED, AHMEDABAD**Independent Auditor's Report**

To,
The Members of M/s. Rajradhe Finance Ltd,

REPORT ON THE STANDALONE FINANCIAL STATEMENTS**Opinion**

We have audited the accompanying Standalone financial statements of M/s. Rajradhe Finance Limited ("the Company") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, 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.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

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.

- a. 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.
- b. 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.
- c. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- d. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- e. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B.

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

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

In terms of para 3(A) & para 3(C) of Chapter – II of Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016, we report as under:

- a. The company has been granted Certificate of Registration by Reserve Bank of India vide Registration No. 01.00048 dated 02.03.1998 to carry out Non-Banking Financial Activities.
- b. The company is entitled to hold Certificate of Registration issued by Reserve Bank of India in terms of its principal business criteria as on 31.03.2021
- c. The company is meeting the requirement of Net Owned Funds as laid down in Master Direction – Non-Banking Financial Company – Non systematically important non deposit taking company (Reserve Bank) directions, 2016.
- d. The Board of Directors has passed a resolution for non-accepting public deposits.
- e. The company has not accepted any public deposit during the year.
- f. The company has complied with provisions of income recognition, accounting standards, asset classification and provisioning for bad & doubtful debts as applicable to it in terms of Non-Banking Financial Company – Non systematically important non deposit taking company (Reserve Bank) Directions, 2016

For, Bhadresh Dipan & Associates.

Chartered Accountants

Firm Regn. No. 116006W



(Bhadresh R Shah)

Partner

M. No.017457

Place: Ahmedabad

Date: July 27, 2021

UDIN No. 21017457AAAAHI2603

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2021:

- 1)
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the book records and the physical fixed assets have been noticed.
 - (c) The company does not have any immovable property as at the end of the year.
- 2) The Company's business does not involve Inventories except stationery & Adhesive stamp and, accordingly, the requirements under clause 3(ii) of the order are not applicable to the company and hence not commented upon.
- 3) The company has not granted any loans to companies, firms or Limited Liability Partnerships or Other parties covered in the register maintained under section 189 of the Act.
- 4) In our opinion and according to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security is not applicable to the company.
- 5) In our opinion and according to the information and explanations given to us, 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, 2015, as amended. The said provisions are not applicable to the Company.
- 6) The Company is not in the Manufacturing and allied activities and the maintenance of Cost records has also not been specified by the Central Government under sub-section (1) of Section 148 of the Act. Thus, the Section 148 is not applicable to the Company.
- 7)
 - (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.
 - (b) According to the information and explanation given to us, there are no dues of income tax, wealth tax, service tax, sales tax, custom duty, excise duty and cess that have not been deposited with appropriate authorities on account of any dispute.
- 8) The company has not defaulted in repayment of any loan or borrowing taken from any bank or financial institution or from the government and has not issued any debentures.

- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Managerial Remuneration has been paid to directors after obtaining requisite approvals required u/s. 197 of Companies Act 2013.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) The company has entered into transactions with related party as mentioned in Note No. 23.2(B) of Notes to the Accounts. The same are in compliance with the provisions of 188 of Companies Act, 2013.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has made allotment of equity shares on rights basis and 6% Non-convertible Redeemable Preference shares during the year under review. The requirement of Section 62 of Companies Act 2013 have been complied with in respect of such issue. The amounts raised from such issues have been used for the purposes for which the funds were raised.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.

For, Bhadresh Dipan & Associates.
Chartered Accountants
Firm Regn. No. 116006W



(Bhadresh R. Shah)
Partner
M. No.017457

Place: Ahmedabad

Date: July 27, 2021

ANNEXURE -B TO THE INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF RAJRADHE FINANCE LIMITED

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

1. We have audited the internal financial controls over financial reporting of Rajradhe Finance Limited as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended as on 31-03-2021 on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on financial statement. 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

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

8. Our opinion, with respect to the adequacy of the internal financial control over financial reporting of the company and the operating effectiveness of such controls, in our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanation given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system. Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021.

For, Bhadresh Dipan & Associates.

Chartered Accountants

Firm Regn. No. 116006W



A handwritten signature in blue ink, appearing to be "Bh" followed by a stylized flourish.

(Bhadresh R Shah)

Partner

M. No.017457

UDIN: 21017457AAAAHI2603

Place: Ahmedabad

Date: July 27, 2021

RAJRADHE FINANCE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2021

SN	Particulars	Note No.	As at 31.03.2021	As at 31.03.2020
I.	EQUITY AND LIABILITIES			
(1)	Shareholders' funds			
	(a) Share capital	2	14,60,00,000	50,00,000
	(b) Reserves and surplus	3	10,06,61,167	7,61,68,414
			24,66,61,167	8,11,68,414
(2)	Non-Current liabilities			
	(a) Long Term Borrowings	4	73,21,56,891	13,30,10,684
	(b) Deferred Tax Liability		-	251
			73,21,56,891	13,30,10,935
(3)	Current Liabilities			
	(a) Trade Payables	5	18,51,407	30,456
	(b) Other current liabilities	6	1,29,55,003	5,00,510
	(c) Short term provisions	7	2,34,31,408	12,03,482
			3,82,37,818	17,34,448
	TOTAL		1,01,70,55,876	21,59,13,798
II.	ASSETS			
(1)	Non-current assets			
	(a) Fixed Assets	8	46,06,235	13,061
	(b) Non-current investments	9	14,55,419	36,50,784
	(c) Other Non-Current Asset	10	30,000	30,000
	(d) Long Term Loans and Advances	11	80,31,666	75,13,666
			1,41,23,320	1,12,07,511
(2)	Current assets			
	(a) Trade receivables	12	1,59,300	-
	(b) Cash and cash equivalents	13	62,67,449	16,86,000
	(c) Short term loans & advances	14	97,77,43,307	18,94,24,478
	(d) Other current assets	15	1,87,62,500	1,35,95,809
			1,00,29,32,556	20,47,06,288
	TOTAL		1,01,70,55,876	21,59,13,798

Summary of significant accounting policies

1

Notes to Financial Statement

2-22

And the accompanying notes (1 to 25) form integral part of financial statements

For,
Bhadresh Dipan & Associates
Chartered Accountants
FRN.: 116006W

Bhadresh Shah
Partner
UDIN: 21017457AAAAHI2603



Deval R Shah
Director
DIN 05133092



Jayesh M Koshti
Director
DIN 08923382



Shivani A Pathak
Company Secretary

Place: Ahmedabad
Date: July 27, 2021

RAJRADHE FINANCE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2021

SN	Particulars	Note No.	For the year ended 31.03.2021	For the year ended 31.03.2020
I.	Revenue from operations	16	2,69,57,125	82,01,238
II.	Other income	17	1,76,86,285	10,81,038
III.	Total Revenue (I + II)		4,46,43,410	92,82,276
IV.	Expenses:			
	Direct Expenses	18	2,56,03,160	43,74,676
	Employee benefits expense	19	36,57,550	5,06,000
	Finance costs	20	14,109	462
	Depreciation on Fixed Assets	8	4,42,951	226
	Other expenses	21	46,94,597	8,34,320
	Total expenses		3,44,12,367	57,15,684
V.	Profit before exceptional and extraordinary items and tax (III-IV)		1,02,31,043	35,66,592
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		1,02,31,043	35,66,592
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		1,02,31,043	35,66,592
X.	Tax expense:			
	(1) Current tax	22	(2,61,459)	10,34,250
	(2) Deferred tax		(251)	-
XI.	Profit/(Loss) for the period from continuing operations (IX-X)		1,04,92,753	25,32,342
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV.	Profit (Loss) for the period (XI + XIV)		1,04,92,753	25,32,342
XVI.	Earnings per equity share:			
	(1) Basic		17.49	5.06
	(2) Diluted		17.49	5.06

Summary of significant accounting policies

1

Notes to Financial Statement

2-22

And the accompanying notes (1 to 25) form integral part of financial statements

For,

Bhadresh Dipan & Associates

Chartered Accountants

FRN.: 116006W

For,

RAJRADHE FINANCE LIMITED

Bhadresh Shah
 Partner
 UDIN: 21017457AAAAHI2603



Deval R Shah
 Director
 DIN 05133092



Jayesh M Koshti
 Director
 DIN 08923382

Place: Ahmedabad
 Date: July 27, 2021



Shivani A Pathak
 Company Secretary

RAJRADHE FINANCE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021

PARTICULARS	F.Y. 2020-2021	F.Y. 2019-2020
1. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit After Tax	1,04,92,753	35,66,592
Adjustment for:		
Depreciation	4,42,950	226
Audit Fees Provision	-	-
Depreciation Write Back	-	-
Assets Written Off	-	-
Income Tax Paid	-	-
Interest Paid	-	-
(Deferred Tax)	(251)	-
TOTAL (A)	1,09,35,452	35,66,818
Operating Profit Before Working		
Adjustments for Change in Working Capital:		
Trade Payables	18,20,951	-
Other Current Liabilities	1,24,54,493	13,33,58,118
Other Non-Current Assets	-	-
Trade Receivables	(1,59,300)	-
Short Term Provisions	2,22,27,926	-
Other Current Assets	51,66,690	(13,27,95,005)
Financial Liabilities	59,91,46,207	-
TOTAL (B)	63,03,23,587	5,63,113
NET CASH FROM OPERATING ACTIVITIES BEFORE TAX	64,12,59,039	41,29,931
Less: Income Tax Paid	-	(37,60,180)
NET CASH FROM OPERATING ACTIVITIES AFTER TAX	64,12,59,039	3,69,751
2. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(50,36,125)	-
Sale of Fixed Assets	-	-
Sale of Investments	21,95,365	-
Loans and Advances	(78,88,36,829)	-
Net Cash used in Investing Activities	(79,16,77,589)	-
3. CASH FLOW FROM FINANCING ACTIVITIES		
Borrowing Costs	-	-
Share option	-	-
Increase in Security Premium Reserve	1,40,00,000	-
Increase in Share Capital	14,10,00,000	-
Changes in Short Term Borrowings	-	-
Capital Subsidy	-	-
Changes in Long Term Borrowings	-	-
Net Cash used in Financing Activities	15,50,00,000	-
4. NET INCREASE / DECREASE IN CASH & CASH EQUIVALENTS	45,81,450	3,69,751
5. Cash & Cash Equivalents as at the Beginning of the Year	16,86,000	13,16,250
6. CASH & CASH EQUIVALENTS AS AT THE END OF THE YEAR	62,67,450	16,86,000

Notes: 1. The above Cash Flow Statement has been prepared under the "Indirect Method" as per Accounting Standard - 3 on "CASH FLOW STATEMENT" issued by Institute of Chartered Accountants of India.

2. Previous year's figures have been regrouped/ rearranged wherever necessary.

3. This is the Cash Flow Statement referred to in our report of even date.

For,

Bhadresh Dipan & Associates
Chartered Accountants
FRN.: 116006W

BH

Bhadresh Shah
Partner

UDIN: 21017457AAAAHI2603

Place: Ahmedabad
Date: July 27, 2021



Chawal R Shah
Chawal R Shah
Director
DIN 05133092



For,

RAJRADHE FINANCE LIMITED

Jayesh M Koshti
Jayesh M Koshti
Director
DIN 08923382



Shivani A Pathak
Shivani A Pathak
Company Secretary

NOTES TO ACCOUNTS:

NOTE NO. 1: SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

- a) The Company generally follows the mercantile system of accounting. All income and expenditure having material bearing on the financial statements are recognized on accrual basis except those with significant uncertainties or otherwise stated.
- b) Financial statements have been prepared under historical cost convention.
- c) The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) and the provisions of Sec. 133 of Companies Act, 2013 requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Examples of such estimates include estimates of cost incurred and to be incurred for development and estimates of market and technological conditions and useful lives of fixed assets. Actual result could differ from those estimated.

1.2 FIXED ASSETS:

- a) Tangible Fixed assets are recognized only when the expenditure is to result in future economic benefits for more than one year and the asset is to be used for the purpose of business.
- b) It is initially measured at cost of purchase including all duties and taxes other than those that are recoverable from taxation and other government authorities including grants related to fixed assets, and other directly attributable expenses incurred to bring the asset to the condition of its intended use.
- c) Fixed assets are stated at the cost of acquisition less accumulated depreciation.

1.3 DEPRECIATION:

Depreciation on fixed assets is provided on Written Down Value Method at the rates and in the manner prescribed in the revised schedule II to the Companies Act 2013 on pro-rata basis.

1.4 REVENUE RECOGNITION:

Interest is recognized using the time-proportion method, based on rates implicit in the transaction. Interest on Investment in Financial Assets is recognized only when it is actually realized.

Dividend income is recognized when the entity's right to receive dividend is established.

Profit on sale of investments (including shares and movable / immovable property) is recorded on transfer of title and is determined as the difference between the sale price and carrying value of the investment.

1.5 RETIREMENT BENEFITS:

Considering the number of employees in the Company, none of the provisions for Employee or Retirement benefits are Applicable to the Company. Though, if applicable, the following shall be the accounting policies for the same:

- (a) Liability in respect of retirement gratuity benefits to employees will be charged to profit & loss account in the year of payment.
- (b) Leave encasement will be accounted on cash basis.

1.6 INCOME TAX:

a) RECOGNITION:

Tax expenses comprise of deferred tax and current tax. Deferred tax is recognized for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets.

b) MEASUREMENT:

Deferred tax is measured using the substantively enacted tax rate of 26.00%. The company has not recognized deferred tax assets of Rs. 11000/- in view of prudence. Had the Company recognized the same, the Profit for the current year would have been increased by the same amount.

c) Income tax expense comprises current tax, and deferred tax charge as credit.

d) Provision for current tax is determined as the amount of tax payable in respect of taxable income for the year based on the provisions of Income Tax Act, 1961.

1.7 BORROWING COSTS:

a) Borrowing costs that are directly attributable to the acquisition, production and construction of an asset that necessarily takes more than twelve months to get it ready for intended use shall be capitalized as part of the cost of that asset till all the activities necessary to prepare the qualifying asset for its intended use.

b) The company shall capitalize the borrowing costs only when it is probable that they will result in future economic benefits to the enterprise and the costs can be measured reliably. Other borrowing costs are recognized as an expense in the Profit and Loss Account. The company has not capitalized any borrowing costs during the year as there was not such acquisition of an Asset of capital nature.

c) However, company is not required to capitalize any interest during the year as well.

1.8 EARNING PER SHARE:

The Company reports basic and diluted earnings per share in accordance with Accounting Standard (AS) 20 – Earning per Share issued by The Institute of Chartered Accountants of India. Basic earnings per share is computed by dividing the net profit for the year attributable to shareholders by the number of equity shares outstanding during the year. Nominal Value per share is Rs.10/-.

CALCULATION OF BASIC AND DILUTED EPS:

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Profit available for equity share holders	10492753	2532342
No. of equity shares	600000	500000
Earnings per share (Basic)	17.49	5.06
Earnings per share (Diluted)	17.49	5.06
Weighted Average Shares	502465 (500000 (100000*9/365))	500000
Weighted Earning Per Share (Basic)	20.88	5.06
Weighted Earning Per Share (Diluted)	20.88	5.06

1.9 IMPAIRMENT OF ASSETS:

a) The company verifies & analyses the fixed assets during the year and checks whether there are any internal or external indications that confirm the recoverable amount of the assets is lesser than the book value. If

such indications exist, the company accounts for impairment loss as the difference between the book value amount and the recoverable amount.

- b) The company reviews at each reporting date whether the Impairment losses recognized previously can be reversed. Impairment losses recognized previously are written back only if the conditions have improved. Impairment losses are reversed to the extent of the depreciable amount of the asset had no impairment been provided.

1.10 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

- a) The Company recognizes provisions for all present obligations for which the Company has no other realistic alternative that can be measured reliably and it is certain that there will be an outflow of resources embodying economic benefits on settlement of such obligation.
- b) The Company discloses contingent liabilities for all possible obligation and those present obligations which cannot be measured reliably.
- c) The Company reviews all contingent liabilities continually to see whether the possible obligation has become present obligation or the present obligations can be measured reliably. If it is so, the company recognizes provisions for the same. If the possibility of the obligation is remote, no contingent liability is disclosed. The Company does not recognize any contingent assets.

1.11 INVESTMENTS:

Long term investments are stated at cost. Provision for diminution in the value of long- term investments is made only if such a decline is other than temporary in the opinion of the management.

(Amt in Rs.)

PARTICULARS	F.Y. 2020-2021	F.Y. 2019-2020
NOTE NO. 2: SHARE CAPITAL		
2.1. Authorised Share Capital		
EQUITY SHARE CAPITAL 50,00,000 Equity Shares of Rs. 10/- each. 10,00,000 Equity Shares of Rs. 10/- each	5,00,00,000	1,00,00,000
PREFERENCE SHARE CAPITAL (1,50,00,000 preference shares of Rs. 10/- each)	15,00,00,000	-
TOTAL	20,00,00,000	1,00,00,000
2.2. Issued, Subscribed & Paid-up Capital		
600000 Equity Shares of Rs. 10/- each, fully paid up 500000 Equity Shares of Rs. 10/- each, fully paid up	60,00,000	50,00,000
6 % NON-CUMULATIVE REDEEMABLE PREFERENCE SHARE CAPITAL 1,40,00,000 preference shares of Rs. 10/- each, Redeemable at the end of 5 years from the date of issue *Allotted as fully paid up without payment being received in cash	14,00,00,000	-
TOTAL	14,60,00,000	50,00,000
2.3. Terms/rights attached to shares		
Equity Shares - The company has equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to 1 vote per equity shares. Any shareholder whose name is entered in to Register of Members of the company shall enjoy the same rights and subject to the same liabilities as all other shareholders of the same class. - 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 preferential amounts to preferential creditors. The distribution will be in proportion to the number of equity shares held by the shareholders. 6% Non-Cumulative Non-Convertible Redeemable Preference Share - The Preference Shares are issued pursuant to provision of Companies Act, 2013, having a par value of Rs. 10 per Share. The shares having coupon rate of 6% and the same is on Non-cumulative basis for arrears of dividend. The Share are not convertible and will be redeemed at par after 5 years from the date of issue. No provision for dividend has been made in the books for Non-cumulative preference shares.		
2.4. Reconciliation of Number of Shares Outstanding		
Equity:-		
Opening Balance of Shares	5,00,000	5,00,000
Shares issued during the year	1,00,000	-
Shares forfeited during the year	-	-
Closing Balance of Shares (A)	6,00,000	5,00,000

Preference:-		
Opening Balance of Shares	-	-
Shares issued during the year	1,40,00,000	-
Shares forfeited during the year	-	-
Closing Balance of Shares	(B) 1,40,00,000	-
TOTAL (A) + (B)	1,46,00,000	5,00,000

2.5. Details of shareholding in excess of 5%

Name of the Shareholders	F.Y. 2020 – 2021		F.Y. 2019 – 2020	
	No. of shares	%	No. of shares	%
Equity Share				
Rohitbhai C. Shah	67026	11.17%	46930	09.39%
Deval R. Shah	134000	22.33%	0	0.00%
Rohitbhai C. Shah – HUF	79700	13.28%	58000	11.60%
Ketan B. Shah	101000	16.83%	50000	10.00%
Jyotiben R. Shah	43400	07.23%	20000	04.00%
Prakashbhai C. Shah	100100	16.68%	100000	20.00%
Kaushikbhai C. Shah	600	0.10%	105000	21.00%

NOTE NO. 3: RESERVE & SURPLUS

3.1. Security Premium Reserve:-		
Opening Balance	-	-
Addition during the year	1,40,00,000	-
Closing Balance	(A) 1,40,00,000	-
3.2. Special Reserve:-		
Opening Balance	1,73,76,088	1,68,69,620
Addition	20,98,550	5,06,468
Closing Balance	(B) 1,94,74,638	1,73,76,088
3.3. Balance in the Statement of Profit & Loss:-		
Opening Balance	5,87,92,326	5,67,66,452
Add : Transferred from P & L Statement	1,04,92,753	25,32,342
Less : Proposed Dividend	-	-
Less : Dividend tax	-	-
Less : Transferred to Special Reserve	20,98,550	5,06,468
Closing Balance	(C) 6,71,86,529	5,87,92,326
TOTAL (A) + (B) + (C)	10,06,61,167	7,61,68,414

NOTE NO. 4: LONG TERM BORROWINGS (SECURED/UNSECURED)

4.1. Secured Loans from Banks/Financial Institutions		
4.1.1. Bajaj Finance Ltd (Secured against pledge of shares) (Repayable after 12 Months)	-	-
(A)	69,66,368	-
4.1.2.HDFC Car Loan (Hypothecation of Car – Gloster)	23,96,334	-
Less : Repayable within 12 Months	(4,35,003)	-
(B)	19,61,331	-
TOTAL (A + B)	89,27,699	-
4.2. Unsecured Loans		
3.2.1 From Director(s)	(C) 21,73,73,660	5,42,49,152
3.2.2 Inter Corporate Borrowings	(D) 50,58,55,532	7,87,61,532
TOTAL (C + D)	72,32,29,192	13,30,10,684
TOTAL	73,21,56,891	13,30,10,684

NOTE NO. 5: TRADE PAYABLES

Outstanding dues of Micro, Small and Medium Enterprise	-	-
Outstanding dues of Creditors other than Micro, Small and Medium Enterprise	18,51,407	30,456
TOTAL	18,51,407	30,456

DISCLOSURE REQUIREMENT FOR SUNDRY CREDITORS COVERED UNDER MSME ACT, 2006

As informed by the management, the Company has circulated confirmation for the identification of suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006.

The Company has not received any confirmation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, relating to amounts unpaid, if any, as at the end of the year together with interest paid / payable as required under the said Act have not been given in our financial statement.

NOTE NO. 6: OTHER CURRENT LIABILITIES

Current Maturity of Long-Term Debts	4,35,003	-
Creditors for Expenses	70,000	5,00,510
Advance received for One Time Settlement	85,00,000	-
Advance from Debtors	39,50,000	-
TOTAL	1,29,55,003	5,00,510

NOTE NO. 7 SHORT TERM PROVISIONS

Contingent Provision Against Standard Assets	13,65,096	1,69,232
Provision for Income Tax	18,00,000	10,34,250
Provision for Interest	1,58,08,749	-
Provision for Duties & Taxes:	44,57,563	-

CGST- Rs. 12,49,825.63 SGST- Rs. 12,49,825.63 TDS- Rs. 18,28,106 TCS- Rs. 1,50,000		
TOTAL	2,34,31,408	12,03,482

NOTE NO. 9 NON-CURRENT INVESTMENTS (AT COST)

9.1. Investment In Equity – (Demat Form)

Quoted Equity Shares	FV	FY 2020-2021		FY 2019-2020	
		No. of Shares	Value of Shares	No. of Shares	Value of Shares
Adani Ports and Special Economic Zone Ltd	2	-	-	170	38,432
Adani Power Ltd	10	7500	2,89,157	15000	5,78,358
Indian Oil Corporation Ltd	10	300	30,900	-	-
L & T Finance Holding Ltd	10	1250	2,27,113	2500	4,54,226
Nagarjun Oil Refinery Ltd	1	75000	1,11,250	75000	1,11,250
NTPC Ltd	10	4300	5,36,520	7800	10,72,695
Reliance Capital Ltd	10	1120	43,295	1120	43,295
Sudal Industries Ltd	10	500	5,624	500	5,624
Reliance Infrastructure Ltd	10	-	-	1680	2,43,119
Reliance Industries Ltd (Received as Bonus)	10	5750	-	12500	2,43,119
Swaraj Engine Ltd	10	3777	1,60,560	4177	1,77,559
Housing & Urban Development Corporation Ltd	10	-	-	910	78,356
IDFC First Bank Ltd	10	-	-	4500	3,65,453
Steel Authority of India Ltd	10	-	-	2500	2,47,875
The South India Bank Ltd	1	-	-	6700	1,83,542
TOTAL (A)		99,497	14,04,419	1,35,057	35,99,784
Market Value of Above investments as at the end of the relevant year			1,78,00,715		1,93,28,504

9.2. Investment In Equity – (Physical Form)

Unquoted Equity Shares	FV	FY 2020-2021		FY 2019-2020	
		No. of Shares	Value of Shares	No. of Shares	Value of Shares
Maral Finance Ltd	1	50000	50000	50000	50000
TOTAL (B)		50000	50000	50000	50000

9.3. Investment In Preference Shares (1000 Shares)

Unquoted Equity Shares	FV	FY 2020-2021		FY 2019-2020	
		No. of Shares	Value of Shares	No. of Shares	Value of Shares
JSW Steel Ltd	1	1000	1000	1000	1000
TOTAL (C)		1000	1000	1000	1000
TOTAL (A + B + C)		1,50,497	14,55,419	1,86,057	36,50,784

NOTE NO. 10: OTHER NON-CURRENT ASSETS

Office Deposit	30,000	30,000
TOTAL	30,000	30,000

NOTE NO. 11: LONG TERM LOAN & ADVANCES		
Inter-Corporate Deposits (ICD)	80,31,666	75,13,666
TOTAL	80,31,666	75,13,666
NOTE NO. 12: TRADE RECEIVABLES		
Unsecured, Considered Good Outstanding for a period more than or equal to six months Outstanding for a period less than six months	1,59,300	-
TOTAL	1,59,300	-
NOTE NO. 13: CASH & CASH EQUIVALENTS		
13.1. Cash on Hand	2,54,624	23,813
13.2. Balance with Banks	60,12,825	16,62,187
TOTAL	62,67,449	16,86,000
NOTE NO. 14: SHORT TERM LOANS & ADVANCES		
Secured business loan (Secured against Residential Flat)	1,01,33,663	-
Unsecured business Loan	22,41,29,247	21,40,000
Unsecured personal loan	26,56,44,313	4,02,00,000
Other loans	3,80,99,450	4,43,25,446
Advance Paid against Asset purchase	10,43,40,000	6,55,34,032
Financial Assets being Purchased	33,53,96,634	3,72,25,000
TOTAL	97,77,43,307	18,94,24,478
NOTE NO. 15: OTHER CURRENT ASSETS		
Advance's receivable in cash or kind or for value to be received	5,52,376	-
Receivable from Govt Authority	1,81,10,124	1,35,95,809
Advances to Staff	1,00,000	-
TOTAL	1,87,62,500	1,35,95,809

NOTE NO. 8: FIXED ASSETS

(Amt. in ₹)

SN	Particulars	Op. Bal as at 01/04/2021	Addition	Sale / Transfer to Investment	Gross block as on 31/03/2021	Depreciation upto 31/03/2020	Depreciation during the year	Assets w/off	Depreciation written back	Depreciation Fund upto 31/03/2021	Cl. Bal as at 31/03/2021
1	Air Condition	0	1,84,774	0	1,84,774	0	2,787	0	0	2,787	1,81,987
2	CCTV Camera	0	10,140	0	10,140	0	381	0	0	381	9,759
3	Computer	0	39,960	0	39,960	0	2,103	0	0	2,103	37,857
4	Furniture & fixtures	0	3,30,138	0	3,30,138	0	7,123	0	0	7,123	3,23,015
5	Gloster Car	0	37,88,837	0	37,88,837	0	3,94,918	0	0	3,94,918	33,93,919
6	Laptop	0	74,846	0	74,846	0	6,939	0	0	6,939	67,907
7	Machine	0	64,252	0	64,252	0	2,413	0	0	2,413	61,839
8	Mobile Phone	0	4,05,480	0	4,05,480	0	15,229	0	0	15,229	3,90,251
9	Television	13,989	1,37,698	0	1,51,687	928	11,058	0	0	11,986	1,39,701
	TOTAL	13,989	50,36,125	0	50,50,114	928	4,42,951	0	0	4,43,879	46,06,235
	PREVIOUS YEAR	13,989		0	13,989	702	226	0	0	928	13,061

NOTE NO. 16: REVENUE FROM OPERATIONS

16.1. Profit from Financial Assets	27,87,505	-
16.2. Interest Income on Loan	2,20,96,965	78,59,929
16.3. Loan Processing Fees & Charges	8,73,950	3,41,309
16.4. Stamping & Registration Fees	7,20,300	-
16.5. Legal Expenses recovered from parties	4,78,405	-
TOTAL	2,69,57,125	82,01,238

NOTE NO. 17: OTHER INCOME

17.1. Long term profit on sale of Shares	1,49,17,310	29,664
17.2. Short term profit on sale of Shares	6,82,458	6,73,698
17.3. Profit on sale of property	18,07,000	-
17.4. Share Dividend	2,79,517	3,36,543
17.5. Interest on IT Refund	-	4,450
17.6. Kasar	-	36,683
TOTAL	1,76,86,285	10,81,038

NOTE NO. 18: DIRECT EXPENSES

18.1. Interest Expenses	2,22,03,064	40,04,244
18.2. Stamping & Registration Charges	20,28,549	2,00,000
18.3. ROC Charges	20,300	1,200
18.4. CIBIL Search Expenses	483	-
18.5. Franking & Stamping Charges	1,54,900	-
18.6. Provision for Standard Assets	11,95,864	1,69,232
TOTAL	2,56,03,160	43,74,676

NOTE NO. 19: EMPLOYEE BENEFIT EXPENSES

19.1. Salaries, Bonus, PF & ESIC	7,55,738	6,000
19.2. Staff Welfare Expense	1,812	-
19.3. Directors Remuneration	29,00,000	5,00,000
TOTAL	36,57,550	5,06,000

NOTE NO. 20: FINANCE COST

Bank Charges	14,109	462
TOTAL	14,109	462

NOTE NO. 21: OTHER EXPENSES

Audit Fee	81,000	30,000
Advertisement Expenses	26,040	-

Brokerage	-	5,00,000
Consultancy Services	1,00,000	-
Conveyance	12,065	-
Courier Expense	4,932	-
DEMAT Expense	48,408	-
Donation	1,00,000	-
Fuel Expense	27,700	-
Electricity Expenses	14,561	14,660
Kasar	1,824	-
Legal & Professional Fees	17,27,183	-
Loan Processing Charges	44,250	-
Long Term Loss on sale of shares	8,87,369	-
Insurance Expense	2,31,379	-
Membership Fees	23,600	48,675
Miscellaneous Expense	2,675	-
Notary Charges	3,725	-
Office Expenses	1,72,013	33,618
Office Rent	2,40,000	1,80,000
Pledge & DP Charges	295	-
Professional Fees	4,250	-
Repairs & Maintenance	29,705	-
ROC Charges	-	-
Round Off	4	-
Security Expenses	1,64,618	-
Share Trading Expense	34,091	1,044
Stamp Charges Expense	5,73,500	-
Stationery Expense	34,136	-
Telephone Expense	4,514	6,503
Trademark Registration Expense	9,900	-
Travelling Expense	56,302	-
Vehicle Expense	700	19,820
Water Bottle Expense	3,600	-
Written off Fixed Assets	11,506	-
Xerox Expense	18,752	-
TOTAL	46,94,597	8,34,320

NOTE NO. 22: TAX EXPENSES

Current Tax (Including current year Income tax provision for Rs. 18,00,000/-; MAT Credit Written off Rs. 7,08,528/-; Less: excess provision of earlier written off Rs. 27,69,987/-)	(2,61,459)	10,34,250
TOTAL	(2,61,459)	10,34,250

NOTES No '23' to '25' -NOTES FORMING PART OF THE ACCOUNTS

NOTE NO. 23: DISCLOSURE AS PER ACCOUNTING STANDARD

23.1 MAJOR COMPONENTS OF DEFERRED TAX:

SN	Items giving rise to timing Difference	Deferred Tax Assets 2020-21 Rs.	Deferred Tax Assets 2019 - 20 Rs.
1	Written Down Value of Fixed Assets as Per Books	4617808	13061
2	Written Down Value of Fixed Assets as Per Income Tax	4659073	7947
3	Total timing Differences	41265	5114
4	Substantively enacted tax rate	26.00%	26.00%
5	Tax Effect of Timing Differences	10729	1330
6	Say DTL / (DTA)	(11000)	1400
7	Provision made in the books	NIL	251

23.2(A) LIST OF RELATED PARTIES AND RELATIONSHIP:

PARTICULARS	2020-21	2019-20
Subsidiary Companies	NIL	NIL
Enterprises in which key management personnel exercise significant influence	Geera Trading LLP Freedom Energy Pvt Ltd Shah & Associates	Geera Trading LLP Freedom Energy Pvt Ltd Shah & Associates
Key Management Personnel	Prakashbhai Chimanlal Shah Kaushikbhai Chimanlal Shah (Resigned from 01.02.2021) Deval Rohitkumar Shah Jayesh Madanlal Koshti	Prakashbhai Chimanlal Shah Kaushikbhai Chimanlal Shah Deval Rohitkumar Shah
Relative of Key Management Personnel with whom transactions are affected.	Rohitbhai C Shah	Rohitbhai C Shah Sahil S Shah

23.2(B) RELATED PARTY TRANSACTIONS:

SR.NO	PARTICULARS	NAME	CURRENT YEAR	PREVIOUS YEAR
1.	REMUNERATION	PRAKASH C SHAH	500000	500000
2.	REMUNERATION	DEVAL R SHAH	2400000	0
3.	OFFICE RENT	ROHIT C SHAH HUF	180000	180000
4.	BROKERAGE	SAHIL S SHAH	0	500000
5.	INTEREST	DEVAL R SHAH	7056876	1352541
6.	SITTING FEES	JAYESH KOSHTI	87500	0

NOTE NO. 24: REQUIREMENT AS PER SCHEDULE-IV

PARTICULARS	2020-21	2019-20
Audit Fee	55,000/-	30,000/-

For Tax Audit	0	0
For Company Law Matter	0	0
For other services	15,000/-	0
Total	70,000/-	30,000/-

NOTE NO. 25: OTHER NOTES

- 25.1. In the opinion of the Board of Directors, the current assets, loans & advances are approximately of the value stated in the balance sheet, if realized in the ordinary course of business.
- 25.2. Balance of Unsecured Loans, Sundry Debtors, Loans & Advances and Sundry Creditors are subject to confirmation.
- 25.3. Previous year figures have been regrouped / rearranged wherever necessary to make them comparable with those of current year.
- 25.4. Comparative financial information (i.e. the amounts and other disclosure for the preceding year presented above) is included as an integral part of the current year's financial statement and is to be read in relation to the amounts and disclosures relating to the current year.
- 25.5. During the year, the company has transferred Rs. 20,98,550/- (PY Rs. 5,06,468/-) to Special Reserve Account u/s. 45IC of the RBI Act, 1934 for the year ended 31st March, 2021.
- 25.6. During the year the company has recognized provision amounting to Rs. 11,95,864/- on Loans given for Rs. 54,60,38,339/- (PY Rs. 1,69,232/- on loans given for Rs. 6,76,92,985/-) on standard assets as per NBFC Prudential norms under Notification No. DNBS 222CGM (us) 2011 and DNBS 223CGM (us) 2011 dated January 17, 2011.
- 25.7. There are no Non-Performing Assets (NPA) as on 31.03.2021.
- 25.8. The Company is in business of purchase of Financial Assets / Loan Portfolios from Banks or Non-Banking Financial Companies or any such other Financial Institutions, financial details of which is given in Management Discussion and Analysis Report (Annexure 1 to the Director's Report).
- 25.9. Schedule to the Balance Sheet of a Non-Banking Finance Company as required in terms of Paragraph 18 of Non-Banking Financial Company – Non-Systematically important Non deposit taking company (Reserve Bank) Directions, 2016 issued vide Notification No. DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016 is as per Annexure 1.

For,
Bhadresh Dipan & Associates
Chartered Accountants
FRN.: 116006W

Bhadresh Shah
Partner
UDIN: 21017457AAAAHI2603



Deval R Shah
Director
DIN 05133092



For,
RAJRADHE FINANCE LIMITED

Jayesh M Koshti
Director
DIN 08923382



Shivani A Pathak
Company Secretary

Place: Ahmedabad
Date: July 27, 2021

SCHEDULE TO THE BALANCE SHEET AS AT 31.03.2021 OF RAJRADHE FINANCE LIMITED A NON-DEPOSIT TAKING NON-BANKING FINANCIAL COMPANY

(As Required in terms of Paragraph 18 of Non-Banking Financial Company- Non- Systemically Important Non-Deposit taking Company
(Reserve Bank) Directions ,2016 issued vide Notification No. DNBR.PD 007/03.10.119/2016-17 dated September 01, 2016)

PARTICULARS	(RS. IN LAKHS)	
	AMOUNT OUTSTANDING	AMOUNT OVERDUE
LIABILITIES SIDE:		
(1) Loans and Advances by the non-banking financial company inclusive of interest accrued thereon but not paid		
(a) Debentures: Secured Unsecured (Other than falling within the meaning of public deposits)		
(b) Deferred Credits		
(c) Term Loans		
(d) Inter-Corporate Loans & Borrowings	5058.55	0
(e) Commercial Paper		
(f) Public Deposits		
(g) Other Loans (Shareholders and their relatives)	2173.7366	0
(i) Advance From Holding Company		
(ii) Advance From Body Corporate		
Secured		
Unsecured		
(iii) Advance from Banks (Secured)	93.62703	0
(2) Break-up of 1(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
(a) In terms of Unsecured debentures	0	0
(b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security	0	0
(c) Other Public Deposits	0	0
ASSETS SIDE:	AMOUNT OUTSTANDING	
(3) Break-up of Loans and Advances including bills receivables (other than those included in (4) below):		
(a) Secured	101.34	
(b) Unsecured	5359.04	
(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	0	
(b) Operating Lease	0	
(ii) Stock on Hire including Hire Charges under Sundry Debtors:		
(a) Assets on Hire	0	
(b) Repossessed Assets	0	
(iii) Other loans counting towards AFC activities		
(a) Loans where assets have been repossessed	0	
(b) Loans other than (a) above	0	
(5) Break up of Investments:		
Current Investments:		

1. Quoted			
(i) Shares: (a) Equity		0	
(b) Preference		0	
(ii) Debentures and Bonds		0	
(iii) Units of Mutual Funds		0	
(iv) Government Securities		0	
(v) Others (please specify) (Assets Purchased)		3353.96	
2. Unquoted:			
(i) Shares: (a) Equity		0	
(b) Preference		0	
(ii) Debentures and Bonds		0	
(iii) Units of Mutual Funds		0	
(iv) Government Securities		0	
(v) Others (please specify)		0	
Long Term Investments:			
1) Quoted		14.04	
(i) Shares (a) Equity			
(b) Preference		0	
(ii) Debentures and Bonds		0	
(iii) Units of Mutual Funds		0	
(iv) Government Securities		0	
(v) Others (please specify)		0	
3. Unquoted:			
(i) Shares: (a) Equity		0.5	
(b) Preference		0.01	
(ii) Debentures and Bonds		0	
(iii) Units of Mutual Funds		0	
(iv) Government Securities		0	
(v) Others (Residential Property)		0	
(6) Borrower group-wise classification of assets financed as in (3) and (4) above			
Category	Amount net of provision		
	Secured	Unsecured	Total
Related Parties			
(a) Subsidiaries	0	0	0
(b) Companies in the same group	0	0	0
(c) Other related parties			
Other than related parties	101.34	5359.04	5460.38
Total	101.34	5359.04	5460.38
(7) Investor group-wise classification of all investments (current and long term in shares and security (both quoted and unquoted)			
Category	Market value Break up or fair value or NAV	Book value (Net of provisions)	Market value Break up or fair value or NAV
1. Related Parties			
(a) Subsidiaries	0	0	0
(b) Companies in the same group			
(c) Other related parties	0	0	0

2 Other than related parties		14.55	178.01
(8) Other information			
Particulars			
(i) Gross Non-Performing Assets	0	0	0
(a) Related parties			
(b) other than related parties			
Total	0	0	0
(9) Other information			
Particulars			
(h) Gross Non-Performing assets	0	0	0
(a) related parties			
(c) Other than related parties			
(ii) Net Non-Performing assets	0	0	0
(a) related parties	0	0	0
(b) other than related parties	0	0	0
(iii) Assets acquired in satisfaction of debts	0	0	0