

25th ANNUAL REPORT 2020-2021



jmj
Finance Ltd.

(U65910KL1996PLC010270)

BEST INVESTMENT OPTIONS



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CIN:U65910KL1996PLC010270

Regd. Office: Door No.25/469/23, Pooma Complex,Naduvilal Junction,
M G Road,Thrissur,Kerala -680001,
Tel: 0487 2388175, Email:jmj@jmjfinance.com,Website:www.jmjcompany.com

NOTICE

NOTICE is hereby given that **25th Annual General Meeting** of the members of **JMJ FINANCE LIMITED** is scheduled to be held on **30th September, 2021 (Thursday)** at **11:30 am** through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following businesses-

ORDINARY BUSINESS

- 1. To receive, consider, approve and adopt the Audited financial statements of the Company for the financial year ended **March 31, 2021** and the reports of the Board of Directors and Auditors thereon.**
- 2. To appoint a Director in place of Shri. Joel Joju Madathumpady, Director (DIN: 08205250), who retires by rotation and being eligible, offers himself for re-appointment.**

To consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri. Joel Joju Madathumpady, Director (DIN: 08205250), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation”.

SPECIAL BUSINESS

- 3. Regularisation of appointment of CA Piskala Kumareshbabu Kuppusamy (DIN: 07872758), Additional Director as Director.**

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

“RESOLVED THAT pursuant to the recommendation of Nomination and Remuneration Committee and provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the Rules framed thereunder read with Schedule IV to the Act, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, CA Piskala Kumareshbabu Kuppusamy (DIN: 07872758), who was appointed as a Non-executive Independent Director (Additional Director) by the Board of Directors of the



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Company on 1st January 2021, to hold office up to the date of this Annual General Meeting and who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and being eligible for appointment, be and is hereby appointed as Non-Executive Independent Director of the Company, not liable to retire by rotation, to hold office for a term of five years from the date of this Annual General Meeting”

4. Regularisation of appointment of Indu Ravindran (DIN: 09252600), Additional Director as Director.

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

“**RESOLVED THAT** pursuant to the recommendation of Nomination and Remuneration Committee and provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) and the Rules framed thereunder read with Schedule IV to the Act, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, Indu Ravindran (DIN: 09252600), who was appointed as a Non-executive Independent Director (Additional Director) by the Board of Directors of the Company on 21st July 2021, to hold office up to the date of this Annual General Meeting and who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and being eligible for appointment, be and is hereby appointed as Non-Executive Independent Director of the Company, not liable to retire by rotation, to hold office for a term of five years from the date of this Annual General Meeting”

5. Approval for Issuance of Secured Redeemable Non-convertible Debentures on private placement

To consider and, if thought fit, to pass, with or without modification, the following resolution as a **Special Resolution**:

“**RESOLVED THAT** in supersession to earlier resolutions passed by the members in this regard and pursuant to the provisions of Sections 42, 71 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and the Companies (Share Capital and Debentures) Rules, 2014



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(including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and applicable circular/directions issued by Reserve Bank of India (RBI) from time to time and subject to the provisions of the Articles of Association of the Company, approval of the members be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any committee thereof which the Board may have constituted / reconstituted or hereinafter constitute / reconstitute to exercise its powers including the powers conferred by this resolution) to offer or invite subscriptions for Secured Redeemable Non-Convertible Debentures (NCD), in one or more series or tranches, of aggregate amount (total face value) not exceeding Rs.50,00,00,000/- (Rupees Fifty Crore only) on private placement, from such persons, with the consent being valid for a period one year from the date hereof, on such terms and conditions as the Board of Directors of the Company may, from time to time, determine and consider proper and beneficial to the Company, subject to applicable laws, rules and directions issued by Government, in this regard;

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee of the Board) be and is hereby authorised to create charge (in addition to any other hypothecation, pledge, lien, mortgage, charges created / to be created by the Company), in such form and manner and with such ranking and at such time and on such terms as the Board may determine, on the moveable/immovable properties, tangible or intangible assets of the Company, both present and future and the whole or substantially the whole of the undertakings or any of the properties of the Company whosoever situated, in favour of debenture holders) to secure any issue of Non- convertible Debentures not exceeding the above limit, in terms of the debenture trust deed and other documents, in this connection.

6. Approval for borrowings pursuant to the provisions of section 180(1)(c) of the Companies Act,2013

To consider and if thought fit to pass the following resolution with or without modification as a **Special Resolution**:

“**RESOLVED THAT** in supersession of all earlier resolutions passed in this regard and pursuant to the provisions of Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactment thereof, for the time being in force), and the relevant regulations/directions as may be prescribed by the



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Reserve bank of India from time to time (including any amendment(s), modification(s) thereof) and the Articles of Association of the Company, consent of the members of the Company be and is hereby accorded to the Board of Directors or to such person/s or such committee (by whatever name called), as may be authorized by the Board in this regard, to borrow at any time or from time to time by obtaining loans, overdraft facilities, lines of credit, commercial papers, non-convertible debentures, external commercial borrowings (loans/bonds), INR denominated offshore bonds or in any other forms from Banks, Financial Institutions, Insurance Companies, Mutual Funds or other Corporates or other eligible investors, including by way of availing credit limits through Non-Fund based limits i.e. Bank Guarantee, Letter of Credit, etc. or by any other means as deemed fit by it, against the security of term deposits, movables, immovable or such other assets as may be required or as unsecured, at any time or from time to time, any sum or sums of money(ies) which together with monies already borrowed by the Company (apart from temporary loans obtained or to be obtained from the Company's bankers in the ordinary course of business), exceeding the aggregate of paid-up share capital of the Company, its free reserves and Securities Premium, provided that the total amount so borrowed by the Board shall not at any time exceed Rs 250,00,00,000/- crores (Rupees Two Hundred and Fifty Crores only)."

"RESOLVED FURTHER THAT the Board of Directors or such person/s or such committee (by whatever name called), as may be authorized by the Board in this regards, be and are hereby authorized to arrange or settle the terms and conditions on which all such monies are to be borrowed from time to time as to interest, repayment, security or otherwise howsoever as it may think fit and to do all other acts, deeds, matters and things as may be deemed necessary and incidental for giving effect to the above, including execution of all such documents, instruments and writings, as may be required."

7. Approval for power to create charge on the assets of the company to secure borrowings under section 180(1)(a) of the companies Act,2013

To consider and if thought fit to pass the following resolution with or without modification as a **Special Resolution**:

"RESOLVED THAT in supersession of the earlier resolutions passed by the Company in this regard and subject to the approval of the members, pursuant to the provisions of Section 180(1)(a) of the Companies Act, 2013, rules made thereunder (including any statutory modification or re- enactment thereof) and other applicable provisions, if any, consent of the

and Trustees for the holders of debentures/bonds and/or other instruments to secure borrowings of the Company availed/to be availed by way of rupee term loans/INR denominated offshore bonds/foreign currency loans, debentures, bonds and other instruments, provided that the total amount of such loans/borrowings shall not exceed at any time Rs 250,00,00,000/-“ (Rupees Two Hundred and Fifty Crores only).”

“**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board or such person/s or such committee (by whatever name called), as may be authorized by the Board in this regards, be and are hereby authorized to finalize and settle and further to execute such documents/ deeds/ writings/ papers/ agreements as may be required and to do all such acts, deeds, matters and things, as they may, in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise with respect to creation of mortgage/ charge as aforesaid.”

**By Order of the Board of Directors
For JMJ FINANCE LIMITED**

Sd/-

Place: Thrissur
Date: 01-09-2021

**JOEL JOJU MADATHUMPADY
(DIN 08205250)
Director**

NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020, issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 ("MCA Circulars"), permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act") and MCA Circulars, the AGM of the Company is being held through Video conferencing (VC) /Other Audio Visual Means (OAVM), which does not require physical presence of members at a common venue.
2. Participation of members through VC will be reckoned for the purpose of quorum for the AGM as per section 103 of the Companies Act, 2013 ("the Act").
3. As the AGM is held through VC/OAVM in accordance with the MCA Circulars, the route map, proxy form and attendance slip are not attached to this Notice.
4. The link for attending the meeting will be provided to members before the meeting by email and/or other electronic modes. Non-members shall not have right to access the link or attend the meeting.
5. Members are requested to contact the Company, in case of any doubts/clarifications.
6. Members who have not registered their email ID and updated contact number with the Company are requested to register the same at the earliest by contacting Share department at HO.
7. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM.

8. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the AGM.
9. Members are requested to: (a) intimate changes, if any, in their registered addresses to the Company/Registrar and Share Transfer Agent ('RTA') in case of shares held in physical form and to their respective Depository Participant (DP) for the shares held in dematerialized form, (b) quote ledger folio number in all their correspondence.
10. Members will not be distributed any gift, compliments or kind of such nature before or after the AGM.
11. An explanatory statement pursuant to Section 102 of the companies act 2013 relating to the special business is annexed.
12. The members holding physical shares (in share certificate format) who prefer to receive notice and Annual Report only by e-mail in future may register their email by submitting duly filled-in format to the Company (Annexure to Annual Report). However, in case of shareholders holding shares in demat form; email shall be registered with respective DP, and not with the Company.
13. Members who hold shares in physical form may nominate a person by submitting to the Company, prescribed format Form No.SH-13 (Annexure to Annual Report) for nomination and the shares held by member shall vest in the nominee mentioned in said form, in the event of death of the member. However, in case of shares held in demat form, the shareholders are requested to contact the DP for the procedure for nomination.
14. Any changes in particulars registered in DP account (by holders of dematerialised securities) shall be intimated to the Depository Participants.
15. Soft copy of notice and annual report for the FY 2020-2021 is being sent through electronic mode to those members who have registered their email id with the Company/ Depository (DP). The physical copy of notice and annual report will be sent to members who have not registered their email ids with the Company. Members may note that notice of 25th AGM along with Annual Report for the

financial year will also be hosted on the website ([www.jmjcompany.com/Investor AnnuaalReports](http://www.jmjcompany.com/InvestorAnnuaalReports)).

16. The members are requested to use stable Wi-Fi or LAN connection or other efficient internet connectivity arrangements to attend the meeting in uninterrupted manner and without any technical glitches.
17. Additional information relating to Directors proposed to be appointed has been incorporated in the explanatory statement and Directors Report.

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special business

Item No.3

CA Piskala Kumareshbabu Kuppusamy (DIN: 07872758) aged 51 years was appointed as a Non-executive Independent Director (Additional Director) by the Board on 1st January 2021. As per the provisions of Section 161(1) of the Act, he holds office of Additional Director only up to the date of this Annual General Meeting of the Company, and is eligible for appointment as Director. An ordinary resolution for his appointment as Director is set out in the notice. Accordingly, Your Directors recommend the resolution to be passed as an Ordinary Resolution as set out in Item No.03.

CA Piskala Kumareshbabu Kuppusamy is a Chartered Accountant in practice with more than 23 years exposure in accounts, tax and corporate laws. The management is of the view that with the experience and knowledge he has attained in the field of accounts, tax and corporate laws during past years, he will be able to contribute to the growth of the organisation. It was noted that he fulfills the conditions specified in the Companies Act, 2013 and the relevant RBI regulations and that is independent of the management. The Board proposes to regularise him as an independent Director in the Board after obtaining approval of members in the ensuing AGM. If appointed he will be paid sitting fees and/or reimbursement for the expenses incurred in the course of his duties as an Independent Director of the Company, as decided and approved by the Board from time to time.

Except CA Piskala Kumareshbabu Kuppusamy (DIN: 07872758) being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.3.

Item No.4

Indu Ravindran (DIN: 09252600) aged 43 years was appointed as a Non-executive Independent Director (Additional Director) by the Board on 21st July 2021. As per the provisions of Section 161(1) of the Act, she holds office of Additional Director only up to the date of this Annual General Meeting of the Company, and is eligible for appointment as Director. An ordinary resolution for her appointment as Director is set out in the notice. Accordingly, Your Directors recommend the resolution to be passed as an Ordinary Resolution as set out in Item No.04.

Indu Ravindran is a Legal consultant with post-graduation in social work. The management is of the view that with the experience and knowledge she has attained in the field of corporate laws, legal and litigation related matters during past years, she will be able to contribute to the growth of the organisation. The Board proposes to regularise her as an Independent Director in the Board after obtaining approval of members in the ensuing AGM. If appointed she will be paid sitting fees and/or reimbursement for the expenses incurred in the course of her duties as an Independent Director of the Company, as decided and approved by the Board from time to time.

Except Indu Ravindran (DIN: 09252600) being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.4.

Item No.5

The Company is a Non-deposit accepting Non-Banking Financial Company (NBFC) registered with Reserve Bank of India (RBI). At present, the Company has only subordinate debt and bank loans for raising resources for its business requirements. Board of Directors was of the view that issue of NCDs on private placement basis is a cost effective source of borrowings. The Company had obtained approval of members in AGM held in 2020 and the said resolution is valid and effective only for one year. The Company did not issue any NCDs till date. The Board proposes to issue NCDs to create one more source of funds for growth and expansion of business and general corporate purposes. The Board propose to issue NCDs not exceeding Rs.50,00,00,000/-(Rupees Fifty Crore only). Pursuant to Section 42 of the Companies Act, 2013, and the Companies (Prospectus and Allotment of Securities) Rules, 2014, the Company is required to obtain approval of the shareholders once in a year for all the offers or invitations for issuance of Non – Convertible Debentures on a private placement basis.

Accordingly, Your Directors recommend the above Special Resolution as set out in Item No.5.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.5

Item No.6

Considering the business plans, the growing fund requirements and increasing customer base of the Company, it is proposed to borrow funds by obtaining loans, overdraft facilities, lines of credit, commercial papers, non-convertible debentures, external commercial borrowings (loans/bonds), INR denominated offshore bonds or in any other forms from Banks, Financial Institutions, Insurance Companies, Mutual Funds or other Corporates or other eligible investors. The approval of the members is sought pursuant to Section 180(1)(c) of the Companies Act, 2013 and rules made thereunder.

Accordingly, your Directors recommend the above special resolution for your approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the resolution set out at ItemNo.6.

Item No.7

As explained above consequent to approval of Item No.5 and Item No.6 it would be necessary to obtain approval of members for creation of charge on properties of the Company, to enable the Board of Directors of the Company to create charge/ mortgage/ hypothecation on the Company's assets, both present and future, in favour of the lenders/ trustees for the holders of debentures/ bonds, to secure the repayment of monies borrowed by the Company (including temporary loans obtained from the Company's Bankers in the ordinary course of business). The proposed borrowings of the Company may, if necessary, be secured by way of charge/ mortgage/ hypothecation on the Company's assets in favour of the lenders/ holders of securities / trustees for the holders of the said securities as mentioned in the Resolution at Item No. 7.

As the documents to be executed between the lenders/security holders/ trustees for the holders of the said securities and the Company may contain provisions to take over charged assets of the Company in certain events, it is necessary to pass a special resolution under Section 180(1)(a) of the Act, for creation of charges/mortgages/hypothecations for an amount not exceeding Rs.250,00,00,000/- or the aggregate of the paid up capital and free reserves of the Company, whichever is higher.

Accordingly, your Directors recommend the above special resolution for your approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the resolution set out at ItemNo.7.

**By Order of the Board of Directors
For JMJ FINANCE LIMITED**

Sd/-

Place: Thrissur
Date: 01-09-2021

**JOEL JOJU MADATHUMPADY
(DIN 08205250)
Director**

CORPORATE INFORMATION

(as on date of this report)

Corporate Identification Number (CIN)

U65910KL1996PLC010270

Board of Directors

Shri. Joel Joju Madathumpady (Director)

Shri. Nellayiparambil Rappai Roy (Director)

Shri. Shaji Devassy kutty Thaivalappil (Wholetime Director)

Shri. Piskala Kumareshbabu Kuppusamy (Independent Director)

Smt. Indu Ravindran (Independent Director)

Chief Financial Officer

Shri. Kooliyath Thomas Sherbin

Registered Office/ Corporate Office

Door No.25/469/23, 3rd Floor, Pooma Complex

Naduvilal Jn, M.G Road, Thrissur- 680001

Auditors

M/s Tas & Co

Chartered Accountants Llp

Vennala, Kerala

Registrar and Share Transfer Agents

M/s S.K.D.C. Consultants Limited

Kanapathy Towers, 3rd Floor

Ganapathy, Coimbatore – 641 006

Email: info@skdc-consultants.com

Our Bankers

- South Indian Bank
- Federal Bank
- Catholic Syrian Bank Ltd

BOARD'S MESSAGE

Dear Members,

We hope you and your family are safe and healthy during these arduous times. It gives us immense pleasure to share with you our 25th Annual Report for the financial year ended March 31, 2021. We want to thank personally each and every one of you for your investment in and continued patronage on our company. The year 2020-21 was one of the most challenging year for our company as well as for the whole economy. We worked to define and implement measures to protect the business and strengthen the company's resilience. The restrictions imposed by the pandemic also provided us an opportunity to reach and support more people in a more efficient manner than ever before. NBFCs have become an important part of common people as NBFCs are able to mitigate and manage the spreading of risk and financial stringencies and have increasingly become recognized as complementary services to banks. NBFCs have become integral cornerstone of key financing in India. We have always been a frontrunner for providing financial aids to the customers and general public.

Being a supporter to the common people it was of greater importance to take care of the safety of our customers without compromising the quality of our services. During the pandemic our branches and office were kept operational to cater the needs of our customers. All our employees took the challenge of keeping company operations functional during the pandemic period and thereby serving our customers without any interruption.

We would like to thank the entire Employees of JMJ Finance for their untiring efforts and their commitments they have taken to achieve the goals of our organization. We are extremely thankful to the customers for their unwavering faith in JMJ Finance for past many years. We would also like to express our deepest gratitude to Government, Reserve Bank of India, Banks, Consultants, statutory bodies and all other stakeholders and well-wishers for their support till now. We humbly request your whole hearted support as we move forward.

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

Thanks & Regards,

Board of Directors

JMJ FINANCE LIMITED

Board's Report

Dear Shareholders,

Your Directors are pleased to present their Twenty Fifth Annual Report together with the Audited Financial Statements of your Company for the financial Year ended 31st March 2021.

1. Company Overview

JMJ Finance Limited is a Non-Deposit taking Company with Loan finance as its core niche. Your Company a Board of Directors whose positive attitude has made JMJ to reach new heights. Under his their leadership, the Company is slowly emerging as one of the prominent NBFC in Kerala.

2. Performance Highlights

The performance highlights and summarized financial results of the company are given below-

- The total revenue has increased to Rs.18,74,72,903/- in 2020-21 as compared to Rs.13,70,48,586/-in 2019-20

3. Financial Highlights

(Amount in ₹)

PARTICULARS	2020-21	2019-2020
Revenue from operations	17,21,81,156	13,14,35,377
Other Income	1,52,91,747	56,13,209
Total Revenue	18,74,72,903	13,70,48,586
Less – Expenses	16,87,60,313	13,40,67,650
Profit Before Tax and NPA provision	1,87,12,590	29,80,936
Less - Provision for NPA	0	5,29,53,849
Less - Extra-Ordinary Item-Prior Period	0	0
Net Profit Before Tax	1,87,12,590	(4,99,72,913)
Current Tax	31,23,506	9,49,333
Deferred Tax	(98,087)	(3,74,560)
Net Profit After Tax	1,56,87,171	(5,05,47,686)
Earnings Per share (EPS)	0.599	(1.93)

(Note: Figures bracketed denotes loss)

4. State of Company's Affairs and Future Outlook

The main object of your company is loan financing. Your Company's Profit and Loss Account reported a Net Profit of ₹ 1,56,87,171 for the year (Last year Net Loss of ₹ 5,05,47,686/- after providing for taxation). The Management of the company is working on developing products/services that will cater the financial needs all types of customers and help your company in achieving its goal. In the light of financial performance for the FY 2020-21, your Directors expect that in the ensuing years, your company will reap more profits through its strategic growth plans.

5. Change in Nature of Business, if any

Since your company is a registered NBFC, carrying on the business of loan financing, the company is not authorized to do any other business. Your Company has not carried out any other business activity till date and has no proposal to take up any other business.

6. Dividend

The Board of Directors of your Company does not recommend any final dividend for the financial year 2020-21 with a view to conserve of profits and for investment in business resources of your Company.

7. Amounts Transferred to Reserves:

The Board has not proposed to transfer any amount to its General reserves for the financial year 2020-21. However, your Company has transferred requisite amount to its statutory reserve as per the RBI norms.

8. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 do not apply since there was no dividend declared and paid during the past years.

9. Share Capital & Disclosures

The paid up capital of the Company stands at ₹ 26,18,19,500 (2,61,81,950 no.s of equity shares at ₹ 10/- each) as on 31st March 2021. Statutory disclosures as per applicable

provisions are as follows-

(a) **Buy Back of Securities**

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

(b) **Sweat Equity**

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

(c) **Bonus Shares**

No Bonus Shares were issued during the year under review.

(d) **Employees Stock Option Plan**

The Company has not provided any Stock Option Scheme to the employees. Thus, there was no change in capital structure of the company during the period under review.

10. Information about Subsidiary/ JV/ Associate Company

Your Company does not have any Subsidiary, Joint Venture or Associate Company. Hence, this disclosure shall not apply to the Company.

11. Deposits

Your Company is a Non-Deposit Accepting NBFC registered with RBI and accepts funds from public via Subordinated Debt, subject to applicable laws.

During the period under review, your Company has neither accepted nor renewed any deposits within the meaning of provisions of Chapter V – Acceptance of Deposits by Companies of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 ie. Public deposits.

Deposits accepted during the year (Renewal)	Nil		
Deposits remained unpaid or unclaimed as at the end of the year	Nil		
Default in repayment of deposits or payment of interest thereon during the year, if any (indicate no. of cases)	Amount		
	At the beginning of the year	Maximum during the year	At the end of the year
	Nil		
Deposits which are not in compliance with the requirements of Chapter V of the Act	Nil		

12. Material Changes and Commitments

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

13. Extract of Annual Return

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 and Rule 12 (1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9 will be hosted on the website of the Company at www.jmjcompany.com/ Investor Annual Reports.

14. Board of Directors and meetings

The Board of Directors comprises of 4 directors as on 31st March 2021. The Board of Directors of the company met 12 times in the Financial Year, as per the provisions of Section 173 of Companies Act, 2013 on following dates.

Sl.No	Date of meeting	Board Strength	No. of Directors present
1	26-05-2020	7	6
2	11-06-2020	7	5
3	07-08-2020	5	4
4	01-09-2020	4	4
5	28-09-2020	4	4
6	03-11-2020	4	4
7	18-11-2020	4	4
8	01-12-2020	4	4
9	29-12-2020	4	4
10	01-02-2021	4	3
11	24-02-2021	4	4
12	29-03-2021	4	3

The intervening gap between any two meetings was within the period prescribed by the Companies Act 2013.

Details of attendance of the directors and the board meeting held during the financial year are given below:

Name of directors	Total no of meetings entitled to attend	Total no of meetings attended by directors
Dr. Joju Madathumpady Johny (Managing.Director)	2	1
Smt.Shiny Joju (Director)	2	1
Shri.Joel Joju Madathumpady (Director)	12	12
Shri.Nellayiparambil Rappai Roy (Director)	12	12
Shri. Shaji Devassykutty Thaivalappil (Wholetime Director)	12	12
CS. Disola Jose Koodaly (Director-Independent)	9	9
CA.PK Kumareshbabu (Additional Director- Independent)	5	2

15. Committees of Board

a. Audit Committee

The company has an Audit Committee of the Board of Directors ("the Audit Committee") entrusted primarily with the responsibility to supervise the Company's internal controls and financial reporting process and matters as required under applicable provisions of the companies Act 2013. During the Financial Year 20120-21, the Audit committee of the company met 5 times on 26.05.2020, 11.06.2020, 30.08.2020, 18.11.2020 and 24.02.2021 respectively. During the period the committee was reconstituted as follows –

Sl No	Audit Committee Members as on 01-04-2020	Audit Committee Members as on 30-08-2020	Audit Committee Members as on 18-11-2020	Audit Committee Members as on 24-02-2021
	Name of Members			
1	CS. Disola Jose Koodaly	CS. Disola Jose Koodaly	CS. Disola Jose Koodaly	CA. Piskala Kumareshbabu Kuppusamy
2	CA. Piskala Kumareshbabu Kuppusamy	Shri. Joel Joju Madathumpady	Shri. Joel Joju Madathumpady	Shri. Joel Joju Madathumpady
3	Dr. Joju Madathumpady Johny	Shri. Shaji Devassykutty Thaivalappil	Shri. Shaji Devassykutty Thaivalappil	Shri. Shaji Devassykutty Thaivalappil
4			Shri, Nelayiparambil Rappai Roy	Shri, Nelayiparambil Rappai Roy

The details of meetings attended by committee members are as follows-

Sl No	Name of Directors	Total no of meetings entitled to attend	Total no of meetings attended
1	Dr. Joju Madathumpady Johny	2	2
2	Shri. Shaji Devassykutty Thaivalappil	3	3
3	Shri. Joel Joju Madathumpady	3	3
4	CS. Disola Jose Koodaly	4	4
5	CA. Piskala Kumareshbabu Kuppusamy	3	3
6	Shri. Nellayiparambil Rappai Roy	2	2

During the year there were no cases of non-acceptance of recommendations of the Audit Committee by the Board of Directors.

b. Nomination & Remuneration Committee

The Company has a Nomination & Remuneration Committee (“NRC”) which deals with matters relating to the size and composition of the Board, succession plans, evaluation of performance, and remuneration framework and policies thereon. During the Financial Year 2020-21, the Nomination and Remuneration committee of the company met 4 times on 01/04/2020, 18/11/2020, 20/12/2020, and 28/01/2021. During the period the committee was reconstituted and had following Directors as its members-

	NRC members as on 01/04/2020	NRC members as on 18/11/2020	NRC members as on 28/01/2021
Sl.	Name of Members		
1	CA. Piskala Kumareshbabu Kuppusamy	CS. Disola Jose Koodaly	CA. Piskala Kumareshbabu Kuppusamy
2	Dr. Joju Madathumpady Johny	Shri. Shaji Devassykutty Thaivalappil	Shri. Shaji Devassykutty Thaivalappil
3	Shri. Shaji Devassykutty Thaivalappil	Shri. Joel Joju Madathumpady	Shri. Joel Joju Madathumpady
4	CS. Disola Jose Koodaly	Shri, Nellayiparambil Rappai Roy	Shri, Nellayiparambil Rappai Roy

Sl No	Name of Directors	Total no of meetings entitled to attend	Total no of meetings attended
1	Dr. Joju Madathumpady Johny	1	1
2	Shri. Shaji Devassykutty Thaivalappil	4	4
3	Shri. Joel Joju Madathumpady	3	3
4	CS. Disola Jose Koodaly	3	3
5	Shri, Nellayiparambil Rappai Roy	2	2
6	CA. Piskala Kumareshbabu Kuppusamy	2	2

16. Changes in Directors and Key Managerial Personnel (KMP)

Shri. Joel Joju Madathumpady, Director (DIN: 08205250) who is liable to retire by rotation, pursuant to Section 152, has offered himself and given his consent to be reappointed as Director in the Annual General Meeting. Appropriate resolutions for his re-appointment is set out in the notice calling AGM.

Dr. Joju Madathumpady Johny (DIN: 02712125) and Smt. Shiny Joju (DIN:08205263) resigned from the Company w.e.f 11th June 2020. CS. Disola Jose Koodaly (DIN: 08357684), Independent Director resigned from the Board on 31st December 2020 owing to personal reasons. CA. Piskala Kumareshbabu Kuppusamy (DIN: 07872758), Independent Director resigned from the Board on 7th August 2020 owing to personal reasons and was re-appointed as Additional Director (Non-Executive Independent Director) on 1st January 2021. Now, the Board propose to regularise/ appoint him as Director in the ensuing AGM, subject to applicable provisions of the Companies Act 2013. Appropriate resolution need to be passed as set out in the notice calling AGM for his regularisation. Shri. Shaji Devassykutty Thaivalappil (DIN: 08043511), appointed as the Wholetime Director on 1st December 2020 for a term of one year who will hold office up to 30th November 2021. After the closing of the FY 2020-21, Smt. Indu Ravindran (DIN: 09252600) was appointed as Additional Director (Non-Executive Independent Director) on 21st July 2021. Now, the Board propose to regularise/ appoint her as Director in the ensuing AGM, subject to applicable provisions of the Companies Act 2013. Appropriate resolution need to be passed as set out in the notice calling AGM for her regularisation.

CS Victor John Uruvath, holding membership from Institute of Company Secretaries of India resigned from the post of Whole Time Company Secretary with effect from 22nd July 2021.

17. Particulars of Loan, Guarantees and Investments under Section 186

Based on the information and explanations available to us, The Company has given a loan to Ms/ Projexcel37 Project Management Private Limited for an amount of rupees three lakhs during the financial year as per the provisions of section 186 of the Companies Act, 2013.

18. Particulars of Contract or Arrangements with Related Parties

There are no materially significant related party transactions (as per Companies Act 2013) made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the company. Also the shareholders may refer the financial statements for disclosures under applicable Accounting standards/ RBI norms.

19. Corporate Governance

Your Company has taken certain measures to ensure good corporate governance and promote ethical standards envisaged under the Companies Act 2013. The Board of Directors welcomes the concept of Corporate Governance to ensure that a Company is governed in the best interests of all stakeholders. Corporate Governance is all about promoting fairness, transparency, accountability and compliance with laws. The Company has in place audit committee, nomination and remuneration committee, and has Key Managerial Personnel as per Companies Act 2013, which has helped the Company in improving its corporate governance practices.

20. Secretarial Standards

During the period under review the Company has complied with all applicable Secretarial Standards issued by Secretarial Standards Board of the Institute of Company Secretaries of India.

21. Annual Evaluation:

The Board evaluated the effectiveness of its functioning and that of the Committees and of individual directors by seeking their inputs on various aspects of governance. The main aspects of evaluation included the contribution to governance, participation in planning and fulfillment of obligations and responsibilities by Directors..

22. Dematerialisation of securities

The Ministry of Corporate Affairs (MCA) had made it mandatory for unlisted public Companies to allot its securities and to provide facility for transfer of securities only in demat mode. In order to comply with the MCA directions, the Company had opened facility for dematerialization of its shares with Central Depository Services Limited in 2019. Allotment of shares, if any and transfer of shares shall only be in demat mode. Any member who wishes to transfer their shares, in part/fully to another party shall first apply for opening demats account with CDSL. The members who wish to dematerialise shares in JMJ FINANCE LIMITED may contact their nearest CDSL Depository Participant.

23. Details of Subsidiary, Joint Venture or Associates

No Company has become or ceased to be a Subsidiary, Joint Venture or Associate of the Company during the year.

24. Cost Auditors

The Company is not required to appoint a Cost Auditor pursuant to the provisions of Section 148 Companies Act, 2013.

25. Auditors and Report thereon

The report of the auditors and the financial statements audited by Statutory Auditors - M/s TAS & CO Chartered Accountants, Vennala are enclosed herewith as annexure.

The statutory auditors of the company have not reported any fraud pursuant to section 143(12) of the Companies Act, 2013 (Companies (Amendment) Act, 2013). The auditors have made necessary disclosures/statements under applicable laws. M/s TAS & CO Chartered Accountants, Vennala, were appointed with your approval as the Auditors of your Company for a period of five years till the conclusion of the AGM to be held for FY 2024-25.

26. Conservation of energy, technology absorption and foreign exchange outgo

a. Conservation of Energy: The Company is engaged in the financial services sector and therefore conservation of energy, technology absorption etc. have a limited application. However, the Company follows a practice of purchase and use of energy efficient electrical and electronic equipment and gadgets in its operations. The Company has also taken measures to reduce usage of electricity in its offices/branches.

b. Technology Absorption: During the period under review there was no major technology absorption undertaken by the Company.

c. Foreign Exchange Earnings and Outgo There was no Foreign Exchange Earnings and Outgo during the year.

27. Risk Management Policy

Your Company is a non-deposit accepting NBFC engaged in loan business and funds are collected mainly through Subordinated Debt and remaining from other borrowings. The risks associated with your Company are perceived in three ways - Market risk, Credit Risk and Operational Risk. Your Company has formulated a risk management policy and has taken measures to address risks associated with business and for improving the skills of employees involved in application side of the policy. The Company has Audit Committee and may soon constitute a separate committee to improve assessment and control of various risks likely to have impact on the business. In our view, there are no material risks which threaten the current position of the Company.

28. Internal Financial Controls

Your company has adequate internal financial controls commensurate with its size and nature of business as detailed in the Financial Statements. The Board has taken measures to improve the quality and effectiveness of accounting and internal audit procedures within the Company and has a team to ensure timely action on major concerns without fail. The Board has adopted a strong internal audit policy and has set procedures to ensure the orderly and efficient conduct of its business, safeguarding of its assets, the prevention and detection of frauds and errors and the accuracy and completeness of accounting records. The top management oversees the functioning of the internal audit team on a regular basis and the reports are reviewed by the audit committee on a periodical basis. Actions are initiated to ensure proper compliance with all applicable laws and RBI norms. The management is having deliberation with IT experts for improvement of IT aspects of operations for better technology backed financial controls.

29. Particulars of Employees and Related Disclosures

It is hereby confirmed that there are no employees of the company who are in receipt of remuneration in excess of the limits specified under Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 and hence the disclosure of particulars in this regard is not applicable.

Your Company has in place “Prevention of Sexual Harassment at workplace” (POSH policy) policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company also has a duly constituted Internal Complaints Committee (ICC) under the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act 2013. During the financial year under review, the Committee/ Company has not received any complaints with allegations of sexual harassment falling within the purview of the policy.

30. Commission

The Company has not provided any commission which falls within the purview of Companies Act 2013, to its MD/WTD and hence the provisions relating to disclosure are not applicable.

31. Secretarial Audit Report

The provisions of the Companies Act, 2013 and the rules framed there under relating secretarial audit report are not applicable to the company

32. Corporate Social Responsibility (CSR)

The provisions of Section 135 of the Companies Act, 2013 regarding Corporate Social Responsibility (CSR) do not apply to your company, hence no disclosures in this regard has been made in this report.

33. Order of Court

There are no significant and material orders passed by the regulators or courts or Tribunals impacting the going concern status and company's operation in future.

34. Director's Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that:

- (a) in the preparation of the annual accounts for the financial year ended 31st March 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures, except Accounting Standard No.15 (AS 15) in respect of retirement of employees. Since the company is a small company, it is not affordable for the company to adopt actuarial valuation. Hence the same has been accounted on 'pay as you go' basis. With reference to the qualification in the Auditors' Report regarding non- compliance of Accounting Standard 15, this may be taken as the explanation of the Board of Directors;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss and cash flow of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the company being unlisted sub clause (e) of section 134(3) is not applicable; 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.

35. Cautionary Statement

Statements in the Board's report and annexures describing the Company's projections, estimates and expectations may be forward looking, within the meaning of the applicable laws, and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

36. Details of auctions held during the year 2020-21.

Additional disclosures as required by Circular DNBS.CC.PD.No.356/03.10.01/2013-2014 dated September 16th, 2013 issued by Reserve Bank of India on auction of gold ornaments pledged by borrowers, during the financial year 2020-21 are given below.

*Amount in Lakhs (₹)

Year	No.Of Loan Accounts	Principal amount outstanding at the dates of auctions (A)	Interest & Other Charges outstanding at the dates of auctions (B)	Total (A+B)	Value Fetched
2021	604	608.54	180.25	788.79	762.63

37. Acknowledgement

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Shareholders and all other stakeholders, during the financial year. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the employees of the Company.

For and on behalf of the Board of Directors

Sd/-

SHAJI DEVASSYKUTTY THAIVALAPPIL
Whole Time Director
(DIN: 08043511)

Sd/-

JOEL JOJU MADATHUMPADY
Director
(DIN:08205250)

Place; Thrissur

Date: 01/09/2021

INDEPENDENT AUDITORS' REPORT

To the Members of
JMJ FINANCE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **JMJ FINANCE LIMITED** which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, of its profit, change in equity and 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.

Key audit matters

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

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

Information other than the financial statements and auditors' report thereon

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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 financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- i. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's

report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

Report on Other Legal and Regulatory Requirements

1. This Report include, a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013. The same is given in the Annexure A.
2. Our report on the internal financial controls of the Company as required under clause (i) of sub – section (3) of Section 143 of the Companies Act, 2013 is given as Annexure B.
3. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014

- e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as March 31, 2021, from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Ernakulam
Date: 01-09-2021

For TAS & CO.,
CHARTERED ACCOUNTANTS
FRN: S200024
Sd/-
CA. ABHIJITH SATHEESH, B.Com, FCA
Designated Partner
M.No. 234822

Annexure A

Referred to in Paragraph 1 under the heading “Report on Other Legal & Regulatory Requirement” of our report of even date to the members of JMJ FINANCE LIMITED on the accounts of the Company for the year ended 31st March 2021.

1. a) The Company is maintaining 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.
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
2. In our opinion and according to the information and explanation given to us, the nature of the Company’s business is such that it is not required to hold any inventories. Accordingly, reporting under clause 3(ii) of the Order is not applicable to the Company.
3. The Company has not granted loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provision of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
5. According to the information and explanations given to us, the Company has not accepted deposits from the public. There for directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, shall not apply to the Company.
6. As informed to use, the maintenance of Cost records has not been prescribed by the Central Government under Section 148(1)(d) of the Companies Act,

2013, in respect of the activities carried on by the Company. Thus, reporting under clause 3(vi) of the Order is not applicable to the Company.

7. In respect of statutory dues:

- 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, Goods and Service Tax, Cess and other material statutory dues have been regularly deposited with the appropriate authorities.
- b) According to information and explanations given to us and based on the records of Company examined by us, details of dues of Income Tax, Wealth Tax, Excise Duty, VAT or Goods and Service Tax, or Cess which have not been deposited with the relevant authorities, on account of any dispute, as at 31st March 2021, are as shown below:

Name of the Statute	Nature of the Dues	Amount	Period to which the amount relates	Forum where dispute is pending
Income Tax Act,1961	Income Tax	Rs 1,18,17,819	AY 2017-18	Commissioner of Income Tax(Appeals), Thrissur
Income Tax Act,1961	Income Tax	Rs 7,18,42,690	AY 2018-19	Additional/Joint/Assistant Commissioner of Income Tax, National E-Assessment Centre, Delhi

8. The company has not defaulted in repayment of loans and borrowing to a financial institutions, banks, government or dues to debenture holders.
9. The company has raised moneys by way of subordinated bonds during the year and was applied for the purposes for which those are raised.
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. According to the information and explanations given to us and based on our examination of the records of the company , the company has paid/provided for managerial remunerations in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the act.
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. Transactions with related party are in compliance with section 177 and 188 of the Companies Act, 2013.
14. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.
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. The Company is required to be registered under Section 45-IA of the Reserve bank of India Act, 1934 and has obtained the registration.

Place : Ernakulam
Date : 01-09-2021

For TAS & CO.,
CHARTERED ACCOUNTANTS
FRN: S200024
Sd/-
CA. ABHIJITH SATHEESH, B.Com, FCA
Designated Partner
M.No. 234822

Annexure B

Referred to in Paragraph 2 under the heading “Report on Other Legal & Regulatory Requirement” of our report of even date to the members of JMJ FINANCE LIMITED on the accounts of the Company for the year ended 31st March 2021.

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

We have audited the internal financial controls over financial reporting of JMJ FINANCE LIMITED as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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 (the ‘Standards’) 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. 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.

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.

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 over financial reporting.

Meaning of Internal Financial Controls with reference to Financial Reporting

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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (ii) 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 (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls 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

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note issued by the Institute of Chartered Accountant of India.

For TAS & CO.,
CHARTERED ACCOUNTANTS
FRN: S200024

Sd/-

CA. ABHIJITH SATHEESH, B.Com, FCA
Designated Partner
M.No. 234822

Place : Ernakulam

Date : 01-09-2021

Balance Sheet as at March 31, 2021

		Amount in ₹	
Particulars	Note	As at 31-03-2021	As at 31-03-2020
I EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	3	26,18,19,500	26,18,19,500
(b) Reserves and surplus	4	(4,86,20,414)	(6,43,07,585)
(2) Non-current liabilities			
(a) Long term borrowings	5	58,87,68,000	45,68,41,000
(b) Long term provisions	6	28,05,045	24,36,341
(c) Other Long term liabilities	7	1,08,37,500	86,17,500
(3) Current liabilities			
(a) Short term borrowings	8	15,52,78,355	20,19,12,863
(b) Other current liabilities	9	7,14,68,464	7,24,39,977
(c) Short term provisions	10	8,54,34,352	9,07,66,672
TOTAL		1,12,77,90,802	1,03,05,26,268
II ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Property, plant and equipment	11(a)	4,04,62,449	3,87,09,762
(ii) Intangible assets	11(b)	5,31,467	7,21,051
(b) Non-current investments	12	3,07,74,275	2,13,90,000
(c) Deferred tax assets (Net)		5,68,984	4,70,897
(2) Current assets			
(a) Cash and cash equivalents	13	10,71,53,332	10,11,31,743
(b) Short term loans and advances	14	87,85,27,341	82,42,60,938
(c) Other current assets	15	6,97,72,954	4,38,41,877
TOTAL		1,12,77,90,802	1,03,05,26,268
See accompanying notes to the financial statements 1 and 2			

For and on behalf of the Board of Directors

SHAJI DEVASSYKUTTY THAIVALAPPIL

(Whole Time Director)

DIN-08043511

Sd/-

JOEL JOJU MADATHUMPADY

(Director)

DIN-08205250

Sd/-

SHERBIN K T

Chief Financial Officer

Sd/-

As per our report of even date attached

For TAS & CO.,
CHARTERED ACCOUNTANTS
FRN: S200024

Sd/-
CA. ABHIJITH SATHEESH, B.Com, FCA
Designated Partner
M.No. 234822

UDIN: 21234822AAAAFP8178

Place : 01/09/2021

Date : Thrissur

Statement of Profit and Loss for the year ended March 31, 2021

Amount in ₹

Particulars	Note	Year ended 31-03-2021	Year ended 31-03-2020
I Revenue from operations	16	17,21,81,156	12,23,08,036
II Other income	17	1,52,91,747	1,47,40,550
III Total Revenue (I+II)		18,74,72,903	13,70,48,586
IV Expenses :			
(1) Employee benefits expense	18	2,97,05,042	2,91,07,374
(2) Finance costs	19	9,87,78,650	6,73,57,010
(3) Depreciation and amortization expense	20	39,12,310	26,91,151
(4) Other expenses	21	3,63,64,310	8,78,65,964
V Total expenses		16,87,60,313	18,70,21,499
VI Profit before exceptional, extraordinary items and tax (III-V)		1,87,12,590	(4,99,72,913)
VII Exceptional items		-	-
VIII Profit before extraordinary items and tax (VI-VII)		1,87,12,590	(4,99,72,913)
IX Extraordinary items		-	-
X Profit before tax (VIII-IX)		1,87,12,590	(4,99,72,913)
XI Tax expense:			
(1) Current tax		31,23,506	9,49,333
(2) Deferred tax expense/(income)		(98,087)	(3,74,560)
XII Profit (Loss) for the period (X-XI)		1,56,87,171	(5,05,47,686)
XIII Earnings per equity share:			
(1) Basic (in `)		0.599	(1.930)
(2) Diluted (in `)		0.599	(1.930)
See accompanying notes to the financial statements 1 and 2			

For and on behalf of the Board of Directors

SHAJI DEVASSYKUTTY THAIVALAPPIL
(Whole Time Director)
DIN-08043511

Sd/-

JOEL JOJU MADATHUMPADY
(Director)
DIN-08205250

Sd/-

SHERBIN K T
Chief Financial Officer

Sd/-

As per our report of even date attached

For TAS & CO.,
CHARTERED ACCOUNTANTS
FRN: S200024

Sd/-
CA. ABHIJITH SATHEESH, B.Com, FCA
Designated Partner
M.No. 234822

UDIN: 21234822AAAAFP8178

Place : 01/09/2021

Date : Thrissur

Cash flow statement for the year ended March 31, 2021

Particulars	Amount in ₹	
	Year ended 31-03-2021	Year ended 31-03-2020
A. Cash flows from operating activities		
Net profit before tax	1,87,12,590	(4,99,72,913)
Adjustment for :		
Loss on sale of fixed assets	5,366	-
Interest and other non-business income	(1,52,91,747)	(1,47,40,550)
Depreciation and amortization	39,12,310	26,91,151
Finance cost	9,87,78,650	6,73,57,010
Provision for gratuity	3,69,650	24,65,954
Loss on kuri	20,70,335	9,79,796
Provision for standard assets	1,97,695	-
Provision for non performing assets	(86,54,466)	5,29,53,849
Operating profit/(loss) before working capital changes	10,01,00,384	6,17,34,297
Increase/(Decrease) in other current liabilities	(9,71,514)	(5,77,73,518)
Decrease/(Increase) in short term loans and advances	(5,40,37,204)	(29,50,14,013)
Decrease/(Increase) in other current assets	(2,54,31,076)	10,82,70,614
Net cash generated from operations	1,96,60,590	(18,27,82,620)
Less : Income tax paid	(5,00,000)	(27,21,583)
Net cash flow from operating activities (A)	1,91,60,590	(18,55,04,203)
B. Cash flows from investing activities		
Purchase of fixed assets	(54,88,780)	(1,74,15,935)
Investment in shares	(2,01,200)	(16,00,000)
Kuri Investments	(91,83,075)	46,21,988
Interest on investments	1,52,91,747	1,47,40,550
Loss on kuri	(20,70,335)	(9,79,796)
Security deposits and advances	(2,29,200)	(51,05,267)
Proceeds from sale of fixed assets	8,000	1,000
Net cash used in investing activities (B)	(18,72,843)	(57,37,460)
C. Cash flows from financing activities		
Issue of non convertible subordinated debts (net)	8,52,92,492	13,49,56,000
Kuri loans	22,20,000	59,43,500
Acceptance of bank loans	-	15,60,10,875
Interest expenses	(9,87,78,650)	(6,73,57,010)
Net cash used in financing activities (C)	(1,12,66,158)	22,95,53,365
D. Net increase in cash and cash equivalents (A+B+C)	60,21,589	3,83,11,702
E. Cash and cash equivalents at the beginning of the year	10,11,31,743	6,28,20,041
F. Cash and cash equivalents in the end of the year	10,71,53,332	10,11,31,743

For and on behalf of the Board of Directors

SHAJI DEVASSYKUTTY THAIVALAPPIL
 (Whole Time Director) Sd/-
 DIN-08043511

JOEL JOJU MADATHUMPADY
 (Director) Sd/-
 DIN-08205250

SHERBIN K T
 Chief Financial Officer Sd/-

Place : 01/09/2021
 Date : Thrissur

As per our report of even date attached

For TAS & CO.,
 CHARTERED ACCOUNTANTS
 FRN: S200024

Sd/-
 CA. ABHIJITH SATHEESH, B.Com, FCA
 Designated Partner
 M.No. 234822

UDIN: 21234822AAAAFP8178

ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

Note: 1 - Corporate information

M/s. JMJ FINANCE LIMITED was incorporated under the Companies Act, 1956 on April 9, 1996. Corporate Identification Number (CIN) is U65910KL1996PLC010270, Registration Number is 010270. The registered address Door No.25/469/23, 3rd Floor, Pooma Complex, Naduvilal Jn., M.G Road, Thrissur, Pin-680001.

The company is a Non-Banking Financial Company – Non-Deposit taking Non-Systematically Important (NBFC-ND) as defined under 45-IA of the Reserve Bank of India Act, 1934. The company is primarily engaged in business of Loan Finance.

Note: 2 - Summary of significant accounting policies

a) Basis of preparation and presentation of financial statements

The financial statements of the company are prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 2013 and / or Companies Act, 1956, as applicable. The financial statements are prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. The company follows prudential norms for income recognition; asset classification and provisioning as prescribed by Reserve Bank of India vide Non-Banking Financial Company – Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016.

During the year ended March 31, 2021, the company has complied with Schedule III notified under the Companies Act 2013, for preparation and presentation of its financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

b) Use of estimates

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. The estimates and assumptions used in the financial statements are

based upon the management's evaluation of the relevant facts and circumstances as on the date of financial statements. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. The cost includes purchase consideration, financing costs till commencement of commercial production and other directly attributable costs incurred to bring an asset to its working condition for its intended use. Subsidy received towards specific assets is reduced from the cost of property, plant and equipment if any.

d) Depreciation on property, plant and equipment

Depreciation on property, plant and equipment is provided on the written down value of assets estimated by the management. Depreciation for assets purchased / sold during a period is proportionately charged.

Asset	Useful life
Building	30 years
Office equipment	5 years
Computer and peripherals	3 years
Motor vehicles	15 years
Furniture and fixtures	10 years
Plant and machinery	10-15 years

Pursuant to the enactment of the Companies Act, 2013, the company has applied the estimated useful lives as specified in Schedule II. Accordingly, the unamortized carrying value is being depreciated/amortized over the revised/remaining useful lives.

e) Intangible assets

Intangible assets are stated at their historical cost and amortized on a straight-line basis over their expected useful lives, which usually varies from 3 to 10 years and up to 20 years for patents. An adjustment is made for any impairment.

Asset	Useful life
Computer software	3 years

f) Borrowing costs

Interest on borrowings is recognized in the Statement of Profit and Loss on an accrual basis. Costs associated with borrowings are grouped under finance charges along with interest costs.

g) Impairment

An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An enterprise should assess at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists; the enterprise should estimate the recoverable amount of the asset and no asset impairment during the year.

h) Leases

Leases where the lessor effectively retains substantially all risks and benefits of ownership of the leased term are classified as operating leases. Operating lease payments in respect of non-cancellable leases are recognized as an expense in the profit and loss account on a straight-line basis over the lease term. No lease transaction in the current year.

i) Investments

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. There is no long term or short-term investment in the current year.

j) Foreign currency transaction

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

All monetary assets and liabilities in foreign currency are restated at the end of accounting period. A monetary asset or liability is termed as a long-term foreign currency monetary item, if the asset or liability is expressed in a foreign currency and has a term of 12 months or more at the date of origination of the asset or liability. Exchange differences on restatement of all other monetary items are recognized in the Statement of Profit and Loss.

Foreign operations are classified as either 'integral' or 'non-integral' operation. Exchange differences arising on a monetary item that, in substance, forms part of an enterprise's net investment in a non-integral foreign operation are accumulated in the Foreign Currency Translation Reserve until the disposal of the net investment, at which time they are recognized as income or as expenses. The financial statements of an integral foreign operation are translated using the principles and procedures as if the transactions of the foreign operation are those of the company itself. There are no foreign currency dealings during the year.

k) Revenue recognition

Revenues are recognized and expenses are accounted on accrual basis with necessary provisions for all known liabilities and losses. Revenue is recognized to the extent it is realizable wherever there is uncertainty in the ultimate collection. Income from non-performing assets is recognized only when it is realized. Interest income on deposits is recognized on time proportionate basis.

l) Employee benefits

- i. Short term employee benefits such as salaries, wages, bonus and incentives which fall due within 12 months of the period in which the employee renders the related services which entitled him to avails such benefits are recognized on undiscounted basis and charged to the profit and loss account.
- ii. Defined contribution plans- Contribution made to the Recognized Provident Fund and Employee State Insurance Corporation are expensed to the Statement of Profit and Loss. The company's obligation is limited to the amount contributed by it.

m) Taxes on income

Income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

Minimum alternate tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that the company will pay normal tax after the tax holiday period and the resultant asset can be measured reliably. The company offsets, on a year-on-year basis, the current tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

The differences that result between the profit considered for income taxes and the profit as per the financial statements are identified, and thereafter a deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount of timing difference. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on enacted or substantively enacted regulations. Deferred tax assets in situation where unabsorbed depreciation and carry forward business loss exists, are recognized only if there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets, other than in situation of unabsorbed depreciation and carry forward business loss, are recognized only if there is reasonable certainty that they will be realized. Deferred tax assets are reviewed for the appropriateness of their respective carrying values at each reporting date. Deferred tax assets and deferred tax liabilities have been offset wherever

the company has a legally enforceable right to set off current tax assets against current tax liabilities and where the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority. The income tax provision for the interim period is made based on the best estimate of the annual average tax rate expected to be applicable for the full financial year.

n) Deferred tax assets/liabilities

The Company has provided deferred tax assets/liability in accordance with Accounting Standard-22 “Accounting for Taxes on Income” issued by the Institute of Chartered Accountants of India. The detailed workings are given below.

Particulars	2020-21	2019-2020
a. Balance in the beginning	4,70,897	96,337
b. Create/(Reserved) during the year	98,087	3,74,560
c. Balance at the end (a+b)	5,68,984	4,70,897

o) Segment reporting

In the absence of more than one distinguished business/ geographical segments, no further disclosure is given as per the notified AS-17 ‘Segment Reporting’.

p) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the company’s earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity

shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

q) Provisions, contingent liabilities and contingent assets

Provisions are recognized only when the company has present, legal or constructive obligations as a result of past events, for which it is probable that an outflow of economic benefit will be required to settle the transaction and a reliable estimate can be made for the amount of the obligation.

r) Provision for standard assets and non-performing assets

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

Note : 3 - Share capital

Amount in ₹

Particulars	Amount in ₹	
	As at 31-03-2021	As at 31-03-2020
Authorised capital :		
3,70,00,000 Equity shares of ` 10/- each	40,00,00,000	40,00,00,000
30,00,000 Cumulative preference shares of ` 10/- each		
Total	40,00,00,000	40,00,00,000
Issued, subscribed and paid up capital :		
2,61,81,950 Equity shares of Rs.10/- each (fully called up and paid-up)	26,18,19,500	26,18,19,500
Total	26,18,19,500	26,18,19,500

(a) Reconciliation of the shares outstanding at the end of the reporting period

Amount in ₹

Particulars	As at 31-03-2021		As at 31-03-2020	
	Number	Amount	Number	Amount
Issued, Subscribed and Paid-up capital :				
Balance in the beginning of the year	2,61,81,950	26,18,19,500	2,61,81,950	26,18,19,500
Add: Shares issued during the year	-	-	-	-
Balance at the end of the year	2,61,81,950	26,18,19,500	2,61,81,950	26,18,19,500

(b) Terms/rights attached to equity shares

The company has issued only one class of Equity shares having a face value of ` 10 per share. Each holder of equity shares is entitled to one vote per share. The voting right of each equity shareholder shall be in proportion to his share in the paid-up equity share capital of the company. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential Amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

No Dividend has been declared during the year ended March 31, 2021

Note: No shareholders with 5% or more shareholding

Note: 4 - Reserves and surplus

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Statutory reserve :		
Balance as at the beginning of the year	26,94,792	26,94,792
Add : Amount transferred from surplus	31,37,434	-
Balance in the end of the year	58,32,226	26,94,792
(b) Profit and loss Account :		
Balance as at the beginning of the year	(6,70,02,377)	(1,64,54,691)
Add : Profit for the year	1,56,87,171	(5,05,47,686)
Amount available for appropriations	(5,13,15,206)	(6,70,02,377)
Less : Appropriations :		
- Statutory reserve ¹	31,37,434	-
Balance in the end of the year	(5,44,52,640)	(6,70,02,377)
Grand total	(4,86,20,414)	(6,43,07,585)

¹The amount appropriated out of the surplus in the Statement of profit and loss are as under:

(a) Transfer of ₹31,37,434/-to Statutory reserve as prescribed by section 45-IC of the Reserve Bank of India Act, 1934, being 20% of the Profit after Tax (PAT) for the year.

Note: 5 - Long-term borrowings

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured :		
Subordinate bond (469248 Subordinate bonds of FV ₹ 1000 and 23904 Subordinate bonds of FV ₹ 5000 has been issued. 467467 Subordinate bonds for a period of 5 years and 25685 bonds for the period of 66 months. The rate of interest for 19489 Subordinate bonds is 14.87%, 6805 Subordinate bonds is 14%, 441173 Subordinate bonds is 13% and 25685 Subordinate bonds is 13.39%)	58,87,68,000	45,68,41,000
Total	58,87,68,000	45,68,41,000

Note: 6 - Long-term provisions

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
Provision for Gratuity	28,05,045	24,36,341
Total	28,05,045	24,36,341

Note: 7 - Other long-term liabilities

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
Kuri Liability		
Long term liability with Kuries	1,08,37,500	86,17,500
Total	1,08,37,500	86,17,500

Note: 8 - Short-term borrowings

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
Loan from bank - Federal Bank Ltd. (Bank loan from The Federal Bank Ltd. is secured by pledge of Gold)	6,66,92,928	10,27,52,230
Loan from bank - South Indian Bank Ltd. (Bank loan from The South Indian Bank is secured by pledge of Gold)	24,03,261	73,98,600
Loan from bank - Kerala State Financial Enterprises Ltd. (Bank loan from Kerala State Financial Enterprises Ltd. is secured by pledge of Gold)	3,27,000	3,85,72,438
Vehicle loan	25,10,627	31,49,445
Bank overdraft	8,33,44,539	5,00,40,150
Total	15,52,78,355	20,19,12,863

Note: 9 - Other current liabilities

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Current maturities of long-term liabilities		-
Liability with kuries	1,28,94,500	97,55,000
(b) Interest payable on :		
Subordinate bonds	4,21,89,489	3,80,52,767
(c) Other payables		
Audit fee payable	1,06,375	95,400
Employee Provident fund payable	2,36,088	3,31,812
Employee State Insurance payable	72,083	88,697
Salary payable	24,18,242	23,42,521
Salary payable to directors	1,08,485	1,69,140
Tax deducted at source payable	2,07,644	2,90,861
Rent payable	7,99,600	8,02,335
Customer suspense	28,42,176	67,12,747
Bank suspense	5,98,203	5,58,203
Interest received in advance	51,53,447	1,27,93,806
Professional fee payable	7,735	41,965
Interest on loans payable	23,69,463	-
GST payable	14,32,334	3,33,135
GST penalty payable	-	66,368
Labour welfare contribution payable	2,960	5,220
Other payables	29,640	-
Total	7,14,68,464	7,24,39,977

Note : 10 - Short term provisions

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Provision for taxation	31,23,506	-
(b) Other provisions :		
Provision for gratuity	30,558	29,613
Contingent provision against standard assets	16,81,472	14,83,777
Provision for non-performing assets	8,05,98,816	8,92,53,282
Total	8,54,34,352	9,07,66,672

Note: 11 - Fixed assets (separately attached)
Note : 12 - Non-current investments

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Investment in shares		
JMJ plus kuries ltd (360 shares of FV @ Rs.5000/ each)	18,00,000	18,00,000
Projexcel37 Project management pvt ltd (6800 5% Preference shares FV @₹100/ each)	6,80,000	4,80,000
Projexcel37 Project management pvt ltd (200 Equity shares of FV @₹100/ each)	20,000	20,000
Foschia resorts pvt ltd (100 Equity shares FV of ₹10000 each at ₹11000)	11,00,000	11,00,000
Sharewealth securities ltd (100 Equity shares FV of ₹10 each at ₹12)	1,200	-
(b) Investment in kuries		
Kuri investments	2,71,73,075	1,79,90,000
Total	3,07,74,275	2,13,90,000

Note : 13 - Cash and cash equivalents

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Cash in hand	6,30,93,841	4,69,93,737
(b) Balance with bank		
Current account	3,36,06,800	4,12,50,314
Fixed deposits	1,04,52,691	1,28,87,692
Total	10,71,53,332	10,11,31,743

Note : 14 - Short term loans and advances

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
(a) Financial assets :		
Term loan	36,00,64,656	35,05,29,555
Gold loan	43,34,13,732	35,91,58,598
Business loan	7,61,77,359	10,58,53,275
Simple loan	50,581	72,697
Chit loan	80,000	1,35,000
(b) Other :		
Building rent advance	85,72,200	83,43,000
Security Deposits	1,57,500	1,57,500
Other advances	11,313	11,313
Total	87,85,27,341	82,42,60,938

Note : 15 - Other current assets

Amount in ₹

Particulars	As at 31-03-2021	As at 31-03-2020
Interest receivable on loans	2,43,39,832	2,35,32,958
Interest receivable on investments	2,87,996	13,59,981
Kuri loss to be written off	46,64,607	51,30,627
Salary advance	1,13,660	-
TDS receivables	26,08,275	-
Income tax refund receivables	36,56,503	36,56,503
Advance tax	5,00,000	-
Amount receivable-Gold auction	1,70,32,865	-
Sundry expenses receivable	1,40,75,040	76,68,008
Other receivables	24,94,176	24,93,800
Total	6,97,72,954	4,38,41,877

Note : 16 - Revenue from operation

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
Financial activities :		
Interest received on loans	17,21,81,156	12,23,08,036
Total	17,21,81,156	12,23,08,036

Note: 17 - Other income

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
Lates fees	34,681	3,75,904
Penal interest	51,40,281	87,51,437
Interest on bank deposits	3,48,857	13,20,984
Profit on Kuri investment	3,68,391	3,56,411
Dividend received on Kuri investment	7,31,071	39,35,814
Provision for NPA reversal	86,54,466	-
Other incomes	14,000	-
Total	1,52,91,747	1,47,40,550

Note: 18 - Employee benefit expenses

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
Salaries and wages	2,55,12,492	2,29,51,246
Salary to directors	10,14,000	20,40,000
Contribution to provident funds	13,78,300	13,89,098
Contribution to employees state insurance	6,60,377	7,07,684
Staff welfare expenses	11,18,213	19,94,776
Labour welfare fund contribution	21,660	24,570
Total	2,97,05,042	2,91,07,374

Note : 19 - Finance costs

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
Interest expense :		
Subordinate bonds	7,26,42,413	5,82,84,444
Bank loan	2,58,84,223	88,47,997
Vehicle loan	2,52,014	2,24,569
Total	9,87,78,650	6,73,57,010

Note : 20 - Depreciation and amortization

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
Depreciation and amortization	39,12,310	26,91,151
Total	39,12,310	26,91,151

Note: 21 - Other expenses

Amount in ₹

Particulars	Year ended 31-03-2021	Year ended 31-03-2020
(a) Administrative expenses :		
Advertisement expenses	12,69,131	14,33,880
Business promotion expenses	8,12,611	14,44,151
Annual maintenance charges	6,51,364	1,19,000
Office expenses	16,45,290	14,61,547
Office inauguration expenses	3,39,814	8,04,136
Bank charges	15,48,564	10,14,321
Building rent	80,76,610	68,30,427
Filing fees	23,815	60,416
Printing and stationary	6,48,651	10,57,658
Telephone expense	14,02,505	13,80,875
Electrical repairs and maintenance	2,03,790	1,05,474
Electricity charges	9,24,361	8,00,814
Insurance	3,74,107	2,32,783
Commission and brokerage	94,69,476	77,96,801
Generator running expense	26,270	31,941
Rates and taxes	1,48,124	-
Software expenses	5,81,250	-
Gst paid	-	3,33,135
Gst penalty paid	-	66,368
Postage and couriers	87,027	58,476
Professional fees	4,83,533	9,89,982
Repair and maintenance	4,72,767	6,31,340
Renovation office expenses	21,71,068	3,04,689
Travelling and fuel expenses	22,25,368	43,17,889
Kuri loss written off	20,70,335	9,79,796
Membership fees	6,000	10,000
Loss on sale of fixed assets	5,366	-
Registration fees	6,525	9,588
Miscellaneous expenses	8,244	8,064
(b) Provisions :		
Gratuity	3,69,650	24,65,954
Provision for standard assets	1,97,695	-
Provision for non-performing assets	-	5,29,53,849
(c) Payment to Auditors :		
Audit fee	1,15,000	1,62,610
Total	3,63,64,310	8,78,65,964

Note 11 - Fixed assets

(a) Property, plant and equipment's

Particular	Gross carrying value				Accumulated depreciation				Net carrying value	
	As at 01-04-2020	Addition	Deletion	As at 31-03-2021	As at 01-04-2020	Current Year	Deletion	As at 31-03-2021	As at 31-03-2021	As at 31-03-2020
Land	1,70,19,150	-	-	1,70,19,150	-	-	-	-	1,70,19,150	1,70,19,150
Building	2,18,170	-	-	2,18,170	1,09,896	13,817	-	1,23,713	94,457	1,08,274
Telephone equipment's	4,67,441	1,15,918	-	5,83,359	1,13,950	43,054	-	1,57,004	4,26,355	3,53,491
Electrical equipment's	32,36,794	14,47,709	7,000	46,77,503	3,02,513	3,63,192	1,432	6,64,274	40,13,229	29,34,281
Plant and machinery	68,143	-	-	68,143	26,870	4,332	-	31,202	36,941	41,273
Gold weighing machine	7,30,155	17,665	-	7,47,820	70,044	68,740	-	1,38,784	6,09,036	6,60,111
Cash counting machine	-	2,12,200	-	2,12,200	-	4,509	-	4,509	2,07,691	-
Gold detector machine	-	8,330	-	8,330	-	698	-	698	7,632	-
Computer and peripherals	61,75,867	4,78,912	-	66,54,779	30,45,325	13,44,968	-	43,90,293	22,64,486	31,30,542
Motor car	75,69,831	-	-	75,69,831	13,35,961	8,26,175	-	21,62,136	54,07,695	62,33,870
Motor bike	3,96,429	-	-	3,96,429	1,38,348	34,793	-	1,73,141	2,23,288	2,58,081
Furniture and fixtures	88,37,929	30,96,969	10,000	1,19,24,898	8,67,239	9,07,371	2,202	17,72,408	1,01,52,490	79,70,690
Total	4,47,19,909	53,77,703	17,000	5,00,80,612	60,10,147	36,11,649	3,634	96,18,162	4,04,62,449	3,87,09,762

(b) Intangible assets

Particular	Gross carrying value				Accumulated amortization				Net carrying value	
	As at 01-04-2020	Addition	Deletion	As at 31-03-2021	As at 01-04-2020	Current Year	Deletion	As at 31-03-2021	As at 31-03-2021	As at 31-03-2020
Computer software	16,77,664	1,11,077	-	17,88,741	9,56,613	3,00,661	-	12,57,274	5,31,467	7,21,051
Total	16,77,664	1,11,077	-	17,88,741	9,56,613	3,00,661	-	12,57,274	5,31,467	7,21,051
Grand Total	4,63,97,573	54,88,780	17,000	5,18,69,353	69,66,760	39,12,310	-	1,08,75,436	4,09,93,916	3,94,30,813

Note : 22 - Related party disclosures

Transaction with Key Managerial Personnel, party who has the ability to influence and their relatives should be considered as a related party transaction requiring disclosure under Accounting Standard -18.

The following parties come under the purview of Related Parties, to comply with the disclosure requirement of Companies (Accounting Standard) Rules, 2016.

(a) List of related parties and relationship

Sl. No.	Name and particulars of related parties	Relationship	Description of Relationship
1.	Shaji T D	Whole time Director	KMP
2.	Joel M J	Director	
3.	Roy N R	Director	
4.	Joju M J	Relative of Director	Relative of KMP
5.	Shini Joju	Relative of Director	
6.	Grace Carmalin	Relative of Chief Financial Officer	
7.	John Joseph Uruvath	Relative of Company Secretary	
8.	Johny M L	Relative of Director	
9.	Joju M J	Relative of Director	
10.	Mary Reema	Relative of Chief Financial Officer	
11.	Mridula Steephen	Relative of Company Secretary	
12.	Nitha Roy	Relative of Director	
13.	Rachel Roy	Relative of Director	
14.	Sheethal T D	Relative of Director	

To comply with the disclosure requirement of the Companies (Accounting Standard) Rules, 2006 the following transactions with the related parties are shown as per the AS-18 related party disclosure.

(b) Related party transactions during the year

Sl. No.	Particulars	Amount ₹
1.	Salaries to directors :	
	(i) Joju M J	2,36,667
	(ii) Shini Joju	37,333
	(iii) Shaji T D	3,70,000
	(iv) Roy N R	3,70,000
2.	Loans disbursed during the year :	
	(i) Shaji T D	1,80,000
	(ii) Joju M J	4,95,000
3.	Loans repayed during the year :	
	(i) Shaji T D	80,233
	(ii) Roy N R	187
	(iii) Joju M J	4,95,000
4.	Interest received during the year :	
	(i) Shaji T D	1,19,428
	(ii) Roy N R	5,32,401
	(iii) Joju M J	325
5.	Commission paid :	
	(i) Joel M J	2,40,300
	(ii) Roy N R	1,16,600
	(iii) Sherbin K T	20,980
	(iv) Victor Uruvath	29,400
6.	Subordinate bonds accepted:	
	(i) Joju M J	7,90,000
	(ii) Shaji T D	1,25,000
	(iii) Roy N R	30,000
	(iv) Joel M J	9,70,000
	(v) Sherbin K T	31,000
	(vi) Victor Uruvath	2,55,000
	(vii) Grace Carmalin	20,000
	(viii) John Joseph Uruvath	1,00,000
	(ix) Johny M L	2,50,000
	(x) Mary Reema	50,000
	(xi) Mridula Steephen	80,000
	(xii) Nitha Roy	1,00,000
	(xiii) Rachel Roy	1,000
	(xiv) Sheethal T D	1,000

7.	Interest paid on bonds	
	(i) Joel M J	19,240
	(ii) Victor Uruvath	15,429
	(iii) Sherbin K T	1,886

Note : 23 – Contingent liabilities and commitments

Contingent Liability not Provided for -The Income tax Department has raised a demand of Rs1,18,17,819 for the AY-2017-18 and Rs 7,18,42,690 for AY 2018-19. The company has filed an appeal before the Commissioner of Income Tax (Appeals), Thrissur against the demand for AY 2017-18. The case is still pending before CIT(A). The appeal is yet to be filed for the AY 2018-19 . The management is of the opinion that no provision is required for such liability

Note : 24 – Disclosure in accordance with AS-15 on Employee Benefits :

<u>Defined Benefit plan</u>	<u>31.03.2021</u>	<u>31.03.2020</u>
Gratuity	28,35,603	24,65,954
	28,35,603	24,65,954

<u>Defined Benefit plan : Current and Non-Current Liability</u>	<u>31.03.2021</u>	<u>31.03.2020</u>
Current liability	30,558	29,613
Non-Current liability	28,05,045	24,36,341
	28,35,603	24,65,954

<u>Summary of Actuarial assumptions used in Valuation</u>	<u>31.03.2021</u>	<u>31.03.2020</u>
Discount rate	6.89%	6.62%
Expected return on assets	-	-
Salary Escalation rate	10.00%	10.00%
Employee turnover rate	5.00%	5.00%

<u>DBO Sensitivities As at</u>	<u>31.03.2021</u>
DBO - Base Assumptions	28,35,603
Discount rate: +1%	24,42,118

Discount rate: -1%	33,21,162
Salary escalation rate: +1%	33,01,197
Salary escalation rate: -1%	24,48,977
Attrition rate: 25% increase	26,52,875
Attrition rate: 25% decrease	30,51,844

Note:

The above disclosures are based on information certified by the independent actuary and relied upon by the Company.

Note: 25 – Earning per shares

Sl. No.	Particulars	FY 2020-21	FY 2019-20
A	Calculation of Basic EPS :	(₹)	(₹)
(i)	Profit after tax attributable to Equity Shareholders	1,56,87,171	(5,05,47,686)
(ii)	Equity shares outstanding during the year	2,61,81,950	2,61,81,950
(iii)	Face value of equity share	10	10
	Basic EPS	0.599	(1.930)
B	Calculation of Diluted EPS :	(₹)	(₹)
(i)	Profit after tax attributable to Equity Shareholders	1,56,87,171	(5,05,47,686)
(ii)	Equity shares outstanding during the year	2,61,81,950	2,61,81,950
(iii)	Face value of equity share	10	10
	Diluted EPS	0.599	(1.930)

Annexures:-

1. Percentage of Gold Loan to Total Asset

Particulars	31-03-2021	31-03-2020
Gold Loan	43,34,13,732	35,91,58,598
Total Assets	1,12,77,90,802	1,03,05,26,268
% of Gold Loan to Total Assets	38.43%	34.85%

2. Leverage Ratio

Particulars	2020-21	2019-20
Total Liabilities	1,12,77,90,802	1,03,05,26,268
Less: Share Capital	26,18,19,500	26,18,19,500
Reserves and Surplus	(4,86,20,414)	(6,43,07,585)
Provisions	8,82,39,397	9,32,03,013
Total Outside Liabilities (A)	82,63,52,319	73,98,11,340
Share Capital	26,18,19,500	26,18,19,500
Reserves and Surplus	(4,86,20,414)	(6,43,07,585)
Less: Deferred Revenue Expenditure	-	-
Deferred Tax Assets	5,68,984	4,70,897
Other Intangible Assets	5,31,467	7,21,051
Total Owned Funds (B)	21,20,98,635	19,63,19,967
Leverage Ratio (A) / (B)	3.90	3.77

3. Details of Auctions Held During the Year 2020-21. Additional disclosures as required by Circular

DNBS.CC.PD.No.356/03.10.01/2013-2014 dated September 16th, 2013 issued by Reserve Bank of India on auction of gold ornaments pledged by borrowers, during the financial year 2020-21. ₹ in Lakhs

Year	No of loan accounts	Principal Amount outstanding at the dates of auctions (A)	Interest & Other Charges outstanding at the dates of auctions (B)	Total (A+B)	Value fetched*
2021	604	608.54	180.25	788.79	762.63

*excluding GST collected from the buyer.

No sister concerns participated in the auctions held during the period.

4. Provision for Standard and Non-performing Asset as per Prudential Norms

Type of loan	Loan status	As on March 31, 2021		As on March 31, 2020	
		Amount	Provision	Amount	Provision
Gold	Standard Assets	42,20,43,371	10,55,108	32,97,84,173	8,24,460
	Substandard Assets	1,05,90,761	10,59,076	2,61,25,525	26,12,553
	Doubtful Assets	7,79,600	1,55,920	32,48,900	7,04,680
	Loss Assets	-	-	-	-
Total A		43,34,13,732	22,70,105	35,91,58,598	41,41,693
Other loans	Standard Assets	25,05,45,298	6,26,363	26,37,26,794	6,59,317
	Substandard Assets	3,58,77,944	35,87,795	2,53,61,414	25,36,141
	Doubtful Assets	12,37,41,578	4,95,88,250	16,75,02,319	8,33,99,907
	Loss Assets	2,62,07,776	2,62,07,777	-	-
Total B		43,63,72,596	8,00,10,185	45,65,90,527	8,65,95,365
Total A+B		86,97,86,328	8,22,80,289	81,57,49,125	9,07,37,058

LOANS	STANDARD	NON-PERFORMING ASSETS					TOTAL
		SUB-STD	D1	D2	D3	LOSS	
Gold loans	42,20,43,371	1,05,90,761	7,79,600	-	-	-	43,34,13,732
Other loans	25,05,45,298	3,58,77,944	65,51,740	5,15,85,089	6,56,04,749	2,62,07,776	43,63,72,596
TOTAL	67,25,88,669	4,64,68,705	73,31,340	5,15,85,089	6,56,04,749	2,62,07,776	
LOANS	STANDARD PROVISION	NON-PERFORMING ASSETS PROVISION					TOTAL
		SUB-STD	D1	D2	D3	LOSS	
Gold loans	10,55,108	10,59,076	1,55,920	-	-	-	22,70,104
Other loans	6,26,363	35,87,795	13,10,349	1,54,75,527	3,28,02,375	2,62,07,776	8,00,10,184
TOTAL	16,81,471	46,46,871	14,66,269	1,54,75,527	3,28,02,375	2,62,07,776	
LOANS	STANDARD NET OF PROVISION	NON-PERFORMING ASSETS NET OF PROVISION					NET NPA
		SUB-STD	D1	D2	D3	LOSS	
Gold loans	42,09,88,263	95,31,685	6,23,680	-	-	-	43,11,43,628
Other loans	24,99,18,935	3,22,90,150	52,41,392	3,61,09,562	3,28,02,374	-	35,63,62,412
TOTAL	67,09,07,198	4,18,21,835	58,65,072	3,61,09,562	3,28,02,374	-	

Annual Report 2020-21

Schedules as per Annexure III of Master Direction Dated September 01, 2016			
Financial Year 2020-21			
Particulars		(₹ in lakhs)	
Liabilities side		Amount outstanding	Amount overdue
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :		
(a)	Debtures :		
(i)	Secured	NIL	NIL
(ii)	Unsecured (other than falling within the meaning of public deposits*)	NIL	NIL
(b)	Deferred credits	NIL	NIL
(c)	Term loans	717.93	NIL
(d)	Inter-corporate loans and borrowing	NIL	NIL
(e)	Commercial paper	NIL	NIL
(f)	Public deposits*	NIL	NIL
(g)	Bond	NIL	NIL
(h)	Subordinated debt	6,309.57	NIL
(i)	Bank overdraft	833.45	NIL
	* Please see Note 1 below		
(2)	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :		
(a)	In the form of unsecured debtures	NIL	NIL
(b)	In the form of partly secured debtures i.e. debtures where there is a shortfall in the value of security	NIL	NIL
(c)	Other public deposits*	NIL	NIL
	* Please see Note 1 below		

Assets side		Amount outstanding
(3)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :	
(a)	Secured	6481.44
(b)	Unsecured	2216.42
(4)	Break up of leased assets and stock on hire and other assets counting towards asset financing activities	
(i)	Lease assets including lease rentals under sundry debtors :	
(a)	Financial lease	NIL
(b)	Operating lease	NIL
(ii)	Stock on hire including hire charges under sundry debtors :	
(a)	Assets on hire	NIL
(b)	Repossessed assets	NIL
(iii)	Other loans counting towards asset financing activities	
(a)	Loans where assets have been repossessed	NIL
(b)	Loans other than (a) above	NIL

(5)	Break-up of investments		
	Current investments		
	1.	Quoted	
		(i) Shares	
		(a) Equity	NIL
		(b) Preference	NIL
		(ii) Debentures and bonds	NIL
		(iii) Units of mutual funds	NIL
		(iv) Government securities	NIL
		(v) Others (please specify)	NIL
	2.	Unquoted	
		(i) Shares	
		(a) Equity	NIL
		(b) Preference	NIL
		(ii) Debentures and bonds	NIL
		(iii) Units of mutual funds	NIL
		(iv) Government securities	NIL
		(v) Others (please specify)	NIL

(6)	Long term investments		
	1.	Quoted	
		(i) Share	
		(a) Equity	NIL
		(b) Preference	NIL
		(ii) Debentures and bonds	NIL
		(iii) Units of mutual funds	NIL
		(iv) Government securities	NIL
		(v) Others (please specify)	NIL
	2.	Unquoted	
		(i) Shares	
		(a) Equity	29.21
		(b) Preference	6.80
		(ii) Debentures and bonds	NIL
		(iii) Units of mutual funds	NIL
		(iv) Government securities	NIL
		(v) Kuri investments	271.73
		(vi) Others (please specify)	NIL

Borrower group-wise classification of assets financed as in (3) and (4) above : Please see Note 2 below				
Category		Amount net of provisions		
		Secured	Unsecured	Total
1.	Related Parties **			
	(a) Subsidiaries	NIL	NIL	NIL
	(b) Companies in the same group	NIL	NIL	NIL
	(c) Other related parties	1.8	NIL	1.80
2.	Other than related parties	8,696.06	NIL	8,696.06
	Total	8,697.86	NIL	8,697.86

Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :Please see note 3 below			
Category		Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1.	Related Parties **		
	(a) Subsidiaries	NIL	NIL
	(b) Companies in the same group	18.00	18.00
	(c) Other related parties	NIL	NIL
2.	Other than related parties	18.01	18.01
	Total	36.01	36.01

** As per Accounting Standard of ICAI (Please see Note 3)			
Other information			
	Particulars		Amount
	(i)	Gross Non-Performing Assets	
		(a) Related parties	NIL
		(b) Other than related parties	1,971.98
	(ii)	Net Non-Performing Assets	
		(a) Related parties	NIL
		(b) Other than related parties	1,165.99
	(iii)	Assets acquired in satisfaction of debt	NIL
Notes :			
1.	As defined in point xxv of paragraph 3 of Chapter -II of these Directions.		
2.	Provisioning norms shall be applicable as prescribed in these Directions.		
3.	All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up / fair value / NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.		

Form No. SH-13
NOMINATION FORM

(Form for nominating persons in whom rights relating to securities/shares held in physical form shall vest in the event of death of shareholder(s))

[Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014]

To

JMJ FINANCE LIMITED
Door No.25/469/23, Pooma Complex,
Naduvilal Junction, M G Road, .
Thrissur – 680001, Tel: 04872388175

I/We the holder(s) of the securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death.

(1) PARTICULARS OF THE SECURITIES (in respect of which nomination is being made)

Nature of securities	Folio No.	No. of securities	Certificate No.	Distinctive No.	
				From	To

(2) PARTICULARS OF NOMINEE/S—

Name		Date of Birth	DD/MM/YYYY
Father's/Mother's/ Spouse's name		Occupation	
Address PIN Code		Nationality	
Relationship with the security holder		Phone No.	
E-mail id		Mobile No.	
Signature of Nominee		ITPAN /Others	

(3) IN CASE NOMINEE IS AMINOR—

Name		Date of Birth	DD/MM/YYYY
Name of guardian:		Date of attaining majority	DD/MM/YYYY
Address of guardian		Relationship with Minor	

Name of Security Holder(s)	Signature
1.	
2.	
3.	

Witness	Signature
Name:	
Address:	

Place:

Date:

Please fill this Nomination form in Duplicate after carefully reading the instructions given below:

1. A nomination is a written mandate given by a shareholder to a company describing a particular person, to whom the shares held in the company shall vest in the event of death of the shareholder/ all joint holders. The Nomination can be made by individuals only holding shares singly or jointly. Non-individuals including Society, Trust, Body Corporate, Partnership firm, Karta of Hindu Undivided Family and Power of Attorney holder cannot nominate.
2. Shareholders holding shares in dematerialized mode, nomination is required to be filled with the Depository Participants (DPs) in their prescribed form.
3. The nominee shall not be a Trust, Society, Body Corporate, Partnership firm, Karta of Hindu Undivided Family and power of attorney holder.
4. The shareholder [s] can nominate a minor as a nominee and in that event the name and address of the guardian shall be provided.
5. As per section 72 of Companies Act 2013, if the shares are held by more than one person jointly, then the joint holders may together nominate a person to whom all the rights in the shares of the Company shall vest, in the event of death of all the joint holders.
6. If the shares are held jointly, subsequent to the death of anyone of the holders, the shares would not be registered in favour of the nominee but would be transferred in the name of the surviving shareholders (joint holder).
7. The nomination form filled in -duplicate should be lodged with the Company. One copy of the nomination form will be returned to the shareholder after registering the nomination. The registration number allotted will be furnished in the said form.
8. The shareholder[s] can Cancellation or change an earlier nomination by executing Form No. SH-14 (Cancellation or Variation of Nomination form).
9. Nomination stands cancelled whenever the shares in the given folio are transferred /dematerialized. Also in case of change in folio due to consolidation/ transmission a new nomination has to be filed.
10. Kindly note that the nomination being a legal document should be dated by the nominator and the witness should certify that the nominator has signed the form in their presence. Furthermore the date of execution on the Nomination Form should match with the date of witness, witnessing the document.
11. A copy of photo identity proof (like PAN/Passport) of nominee is required.

FOR OFFICE USE ONLY

Nomination Registration No.	Date of Registration	Signature of Employee with Code No.



Gold LOAN

Interest
4%*
Onwards

★ 4% Annualised interest

jmj group of companies



Branches

- ◆ Thrissur Main
- ◆ Wadakkanchery
- ◆ Varandarappilly
- ◆ Kalladikode
- ◆ Valapad
- ◆ Kozhenchery
- ◆ Adoor
- ◆ Pathirippala
- ◆ Thadiyoor
- ◆ Thrissur
- ◆ Kanjany
- ◆ Kaiparambu
- ◆ Vadakkencherry
- ◆ Mala
- ◆ Kidangoor
- ◆ Kalathipady
- ◆ Pathanapuram
- ◆ Irinjalakuda
- ◆ Vadanappally
- ◆ Pazhayannur
- ◆ Karukachal
- ◆ Pavaratty
- ◆ Pathanamthitta
- ◆ Chalakkudy
- ◆ Parappur
- ◆ Angamaly
- ◆ Cherpu
- ◆ Palakkad
- ◆ Kumbanad
- ◆ Althara
- ◆ Changaramkulam
- ◆ Kollengode
- ◆ Thiruvalla
- ◆ Cheroor
- ◆ Cheruthuruthy
- ◆ Nemmara
- ◆ Kanjirappally
- ◆ Mannuthy
- ◆ Thumpamon
- ◆ Chittur
- ◆ Thodupuzha

Tamil Nadu & Karnataka Branches

- ◆ Coimbatore
- ◆ Pollachi
- ◆ Ganapathy
- ◆ NSN Palayam
- ◆ Selvapuram
- ◆ Karamadai
- ◆ Edayarpalayam
- ◆ Bangalore
- ◆ Sundarapuram



(U65910KL1996PLC010270)



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