

INDEPENDENT AUDITOR'S REPORT

To the Members of Klay Finvest Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Klay Finvest Private Limited ("the Company")**, which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss, the Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report but does not include the financial statements and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available 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.

When we read the Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance under SA 720 'The Auditor's responsibilities relating to other information'.

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Responsibilities of Management and Those charged with Governance for Financial Statements

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

In preparing the financial statements, 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 to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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:

- 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal financial controls with reference to financial statements.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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- 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.
- 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.

Other Matters

The audit of the financial statements of the Company for the year ended March 31, 2021, was carried out and reported by predecessor auditor M/s. M S K A & Associates, Chartered Accountants, vide their unmodified audit report dated June 29, 2021, whose report has been furnished to us by the Management and which has been relied upon by us for the purpose issuing report.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in " Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of accounts;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2021.
 - e. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

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- f. The Company is a Private Company as defined under section 2(68) of the Act and covered under the criteria specified in the Notification G.S.R.583(E) dated June 13, 2017 as amended from time to time by Ministry of Corporate Affairs and complies with conditions specified therein. Accordingly, reporting under section 143(3)(i) of the Act with respect to the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls is not applicable to the Company.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Amendment Rules, 2021, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - (a) The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. Refer Note to the 31(iv) financial statement;
 - (b) The Management has represented to us that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries Refer Note to the 31(iv) financial statement;
 - (c) Based on our audit procedure that have been considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause us to believe that the representation given by the management under sub-clauses (i) and (ii) of Rule 11(e), as provided under paragraph (2)(g)(iv)(a) and (b) above, contain any material misstatement.
 - v. The company has not declared or paid any dividend during the year.

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3. In our opinion, according to information, explanations given to us, the provisions of Section 197 of the Act and the rules thereunder are not applicable to the Company as it is a private Company.

For Shridhar & Associates

Chartered Accountants

ICAI Firm Registration: 134427W

Timal P. Maru

Partner

Membership Number: 104942

UDIN : 22104942AMAGKJ4526

Place : Mumbai

Date : June 30, 2022

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ANNEXURE A TO INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF KLAY FINVEST PRIVATE LIMITED FOR THE YEAR ENDED MARCH 31, 2022

[Referred to in paragraph 1 under ' Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report]

- i. (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.

(B) According to the information and explanations given to us, there are no intangible assets, and accordingly, the requirements under paragraph 3(i)(a)(B) of the Order are not applicable to the Company.
- (b) Property, Plant and Equipment have been physically verified during the year by the management, which in our opinion reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) Based on our examination of the records of the Company provided to us, we report that the Company does not have any immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee)
- (d) According to the information and explanations given to us, the company has not revalued its property, plant and equipment or intangible assets or both during the year. Accordingly, provisions of the clause 3(i)(d) of the Order is not applicable to the Company.
- (e) In accordance with the representations made to us by the management, there have not been any proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (section 45 of 1988) and rules made thereunder.
- ii. (a) The Company is involved in the business of rendering services and it does not hold any physical inventories. Accordingly, provisions of the clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The Company has not been sanctioned working capital limits in excess of Rs five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. (a) According to the information and explanations given to us and based on the audit procedures performed by us, the Company being lending/financing company whose principal business is to give loans. Accordingly, provisions of the sub-clause (a) of the clause 3(iii) of the Order is not applicable to the company.

(b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the investments made, securities given and the terms and conditions of all loans and advances in the nature of loans provided are not prejudicial to the interest of the Company.

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.

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- (d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
 - (e) According to the information and explanations given to us and based on the audit procedures performed by us, the Company being lending/financing company whose principal business is to give loans. Accordingly, provisions of the sub-clause (e) of the clause 3(iii) of the Order is not applicable to the company.
 - (f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- iv. According to information and explanation given to us, and on the basis of our examination of records of the Company, in respect of the investments made and loans given by the Company, in our opinion the provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with, to the extent applicable to the Company.
 - v. According to the information and explanations given to us, the Company has not accepted any deposits or amount which are deemed to be deposit from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable. Further, according to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal. Accordingly, provisions of the clause 3(v) of the Order is not applicable to the company.
 - vi. To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of the business activities carried on by the Company. Accordingly, provisions of the clause 3(vi) of the Order is not applicable to the Company.
 - vii. (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 is generally regular in depositing undisputed statutory dues amount deducted / accrued in the books relating to Goods and Services Tax, provident fund, employees' state insurance, income-tax, cess and any other statutory dues, to the extent applicable to the Company, with the appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax, Provident fund, Employees' State Insurance, Income-Tax, Cess and other statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to GST, Provident Fund, Employees State Insurance, Income-Tax, or Cess or other statutory dues which have not been deposited on account of any dispute.

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- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information and explanation given to us by the management and examination of the records of the Company, the Company does not have subsidiaries, joint ventures or associate companies. Hence, the question of raising any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures does not arise. Accordingly, provisions of the clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) According to the information and explanations given to us by the management and examination of the records of the Company, the Company does not have subsidiaries, joint ventures or associate companies (as defined under the Act). Hence, the question of raising loan during the year against the pledge of securities held in subsidiaries, joint ventures or associate companies does not arise. Accordingly, provisions of the clause 3(ix)(f) of the Order is not applicable to the Company.
- x. (a) According to the information and explanations provided to us by the management and examination of records of the Company, we are of the opinion that the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, provisions of the clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

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- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2021 with the Central Government.
 - (c) According to the information and explanations given to us by the management, the whistle blower mechanism under section 177(9) of the Act is not applicable to the Company.
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, provision of the clause 3(xii) of the Order is not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on the audit procedures performed by us, the Company is exempt for the internal audit system as per section 138 of the Act. Accordingly, provisions of the sub-clause (a) and (b) of the clause 3(xiv) of the Order is not applicable to the company.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.
- xvi. (a) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and the Company has obtained the required registration.
- (b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, provision of the clause 3(xvi)(c) of the Order is not applicable.
- (c) According to the information and explanations provided to us during the course of audit, the Group does not have any CICs. Accordingly, provision of the clause 3(xvi)(d) of the Order is not applicable.
- xvii. Based on the examination of the records of the Company we report that the company has incurred cash losses of Rs. 9,401.43 thousand in the current year but has not incurred any cash losses in the immediately preceding financial year.
- xviii In accordance with the ‘Guidelines for Appointment of Statutory Central Auditors (SCAs)/Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBs and NBFCs (including HFCs)’ issued by RBI vide DoS.CO.ARG/SEC.01/08.91.001/2021-22 dated 27/04/2021, the previous auditors have resigned from the Company during the year. We have obtained the resignation letter submitted by the previous auditor to the management of the Company and noted that there have been no adverse remarks given by the previous auditor in the resignation letter. Further, we have also obtained a no objection certificate from the previous auditors and in that letter also no issues, objections or concerns raised by the outgoing auditor of the Company.

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- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanations given to us and on the basis of examination of the records of the Company, the provisions of Section 135 of the Act is not applicable to the company as it falls below the limits prescribed under it. Accordingly, provision of the sub clause (a) and (b) of the clause 3(xx) of the Order is not applicable to the Company.
- xxi. The Company is not required to prepare the Consolidated Financial Statement. Accordingly, provisions of the Clause 3(xxi) of the Order is not applicable to the company.

For Shridhar & Associates
Chartered Accountants
ICAI Firm Registration: 134427W

Timal P. Maru
Partner
Membership Number: 104942
UDIN : 22104942AMAGKJ4526
Place: Mumbai
Date: June 30, 2022

Klay Finvest Private Limited

Balance Sheet as at March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

	Note	31-Mar-22	31-Mar-21
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	2,49,999.39	2,49,999.39
Reserves and surplus	4	41,725.14	51,217.87
		<u>2,91,724.53</u>	<u>3,01,217.26</u>
Non-current liabilities			
Long-term borrowings	5	1,56,983.82	1,56,983.82
Long-term provisions	6	842.68	179.96
		<u>1,57,826.50</u>	<u>1,57,163.78</u>
Current liabilities			
Trade payables			
Total outstanding due of micro enterprises and small enterprises	7	385.00	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		2,319.89	1,371.88
Other current liabilities	8	20,164.81	58,289.85
Short-term provisions	9	1,117.57	3,372.48
		<u>23,987.27</u>	<u>63,034.21</u>
Total		<u>4,73,538.30</u>	<u>5,21,415.25</u>
ASSETS			
Non-current assets			
Property, plant and equipment and Intangible assets	10	213.53	68.96
Deferred tax asset (Net)	11	11,919.47	5,723.59
Long-term loans and advances	12	89,300.78	15,900.00
Other non current assets	13	1,082.60	-
		<u>1,02,516.38</u>	<u>21,692.55</u>
Current assets			
Current investments	14	3,05,104.41	4,17,949.78
Cash and cash equivalents	15	18,839.46	5,327.83
Short-term loans and advances	16	41,253.72	1,142.89
Other current assets	17	5,824.33	75,302.20
		<u>3,71,021.92</u>	<u>4,99,722.70</u>
Total		<u>4,73,538.30</u>	<u>5,21,415.25</u>

Summary of Significant Accounting Policies

The accompanying notes are an integral part of the Financial Statements

As per our report of even date

For Shridhar & Associates
Chartered Accountants
ICAI Firm Registration No.: 134427W

For and on behalf of the Board of Directors of
Klay Finvest Private Limited
CIN:U74999MH2016FTC288032

Timal P. Maru
Partner
Membership No:104942

Akshat Kumar
Director
DIN: 07532358

Ian Dsouza
Director
DIN: 07727245

Shweta Subramanian
Company Secretary
ACS No. 46538

Date : June 30, 2022
Mumbai

Klay Finvest Private Limited
Statement of Profit and Loss for the year ended March 31, 2022
(Amounts in Rs. thousand, unless otherwise stated)

<u>Income:</u>	Note	31-Mar-22	31-Mar-21
Revenue from operations	18	6,287.40	1,173.86
Other income	19	20,371.33	1,06,899.34
Total		26,658.73	1,08,073.20
<u>Expenses:</u>			
Employee benefits expense	20	19,755.22	3,714.11
Finance costs	21	21,318.61	21,192.82
Depreciation and amortization expense	22	91.58	59.02
Other expenses	23	7,079.12	2,191.37
Total		48,244.53	27,157.32
Profit(Loss) before tax		(21,585.80)	80,915.88
Tax expense:			
Current tax		168.00	17,641.00
Adjustment of tax relating to earlier year		6,065.39	(1,123.48)
Deferred tax		6,195.40	2,337.75
		12,092.79	18,855.27
Profit / (Loss) for the year		(9,493.01)	62,060.61

Earnings per Equity Share [Nominal value per Share Rs. 1 (Previous year Rs. 1)]

	24		
Basic earnings per share		(0.04)	0.24
Diluted earnings per share		(0.04)	0.19

Summary of Significant Accounting Policies

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The accompanying notes are an integral part of the Financial Statements
As per our report of even date

For Shridhar & Associates
Chartered Accountants

ICAI Firm Registration No.: 134427W

For and on behalf of the Board of Directors of
Klay Finvest Private Limited

CIN:U74999MH2016FTC288032

Timal P. Maru
Membership No:104942

Akshat Kumar
DIN: 07532358

Ian Dsouza
DIN: 07727245

Shweta Subramanian
ACS No. 46538

Date : June 30, 2022
Mumbai

Klay Finvest Private Limited
Cash Flow Statement for the year ended March 31, 2021
(Amounts in Rs. thousand, unless otherwise stated)

Particulars	31-Mar-22	31-Mar-21
Cash Flow from Operating activities		
Profit / (Loss) before tax	(21,585.80)	80,915.88
Adjustments for:		
Depreciation	91.58	59.02
Unrealised loss on unquoted mutual funds	2,072.59	498.35
Unrealised (gain)/loss on bonds	(403.45)	403.44
Profit on sale / redemption of mutual funds	(13,993.16)	(1,05,403.55)
Loss on sale / redemption of bonds	(146.86)	-
Operating loss before working capital changes	(33,965.10)	(23,526.86)
Changes in working capital		
Interest accrued but not due on borrowings (net of tds)	(38,961.04)	18,543.71
Increase in trade payables	1,333.01	-
Increase in other current liabilities	836.00	480.09
Increase in short-term loans and advances	(40,110.83)	(153.86)
Increase in long-term loans and advances	(65,073.32)	(10,000.00)
Decrease / (increase) in other current assets	69,477.87	(75,001.38)
Increase in other non current assets	(1,082.60)	-
Decrease in short-term provisions	(2,254.91)	(196.41)
Increase in long-term provisions	662.51	103.07
Cash used in operations	(1,09,138.40)	(89,751.64)
Income tax payment (net of refund)	(2,430.07)	(12,858.50)
Net cash flows used in operating activities (A)	(1,11,568.47)	(1,02,610.14)
Cash flow from Investing activities		
Purchase of property, plant and equipment	(236.14)	-
Purchase of current investments	(2,52,024.62)	(10,09,809.82)
Sale of current investments	3,77,340.84	10,42,587.71
Net cash flow from investing activities (B)	1,25,080.09	32,777.89
Cash flow from Financing activities	-	-
Net cash flow from / (used in) financing activities (C)	-	-
Net increase / (decrease) in cash and cash equivalents (A+B+C)	13,511.62	(69,832.25)
Cash and cash equivalents at the beginning of the year	5,327.83	75,160.08
Cash and cash equivalents at the end of the year (Refer Note 14)	18,839.46	5,327.83
Cash / bank balance comprises of:		
Particulars	31-Mar-22	31-Mar-20
Cash and cash equivalents comprise		
Cash on hand	-	-
Balances with banks in current accounts	18,839.46	5,327.83
Fixed Deposits (with original maturity of less than 3 months)	-	-
Total cash and bank balances at end of the year (Refer Note 14)	18,839.46	5,327.83

Notes :

1. The above Cash flow statement has been prepared under the indirect method set out in Accounting Standard-3, "Cash Flow Statement" notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014.

2. Cash and cash equivalents comprises of cash on hand, bank balances and fixed deposits with original maturity of less than three months.

Summary of Significant Accounting Policies

The accompanying notes are an integral part of the Financial Statements

As per our report of even date

For Shridhar & Associates
Chartered Accountants
ICAI Firm Registration No.: 134427W

For and on behalf of the Board of Directors of
Klay Finvest Private Limited
CIN:U74999MH2016FTC288032

Timal P. Maru
Partner
Membership No:104942

Akshat Kumar
Director
DIN: 07532358

Ian Dsouza
Director
DIN: 07727245

Shweta Subramanian
Company Secretary
ACS No. 46538

Date : June 30, 2022
Mumbai

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

1. Corporate Information

Klay Finvest Private Limited ('the Company') is incorporated in India under the provision of the Companies Act, 2013 and regulated by the Reserve Bank of India as a Non-Banking Financing Company (NBFC) vide Certificate No. N-13.02240 dated May 17, 2018. It is a non-deposit taking non systemically important Non-Banking Financial Company ('NBFC-ND-Non SI'). The Company is a wholly owned subsidiary of Klay Holdings (DIFC) Limited ("the parent"), a Company registered in Dubai, United Arab Emirates.

The Company is engaged in a range of Financial Service activities which includes:

- a. Loans against securities
- b. Corporate loans
- c. Personal loans
- d. Loan against property etc.

2. Summary of significant accounting policies

a. Basis of preparation

The financial statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspects of the Accounting Standards (AS) notified under section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014 and the Companies (Accounting Standards) Amendment Rule 2021 (as amended) and applicable guidelines as issued by the RBI in respect of NBFCs and other accounting principles generally accepted in India to the extent applicable. The accounting policies adopted in the preparation of financial statements have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy until now (hitherto) in use with those of previous year.

b. Use of estimates

The preparation of financial statements requires the Management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities as on the date of financial statements. 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. Any revision to accounting estimates is recognized prospectively in current and future periods.

c. Current - Non-Current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- a) It is expected to be realized in the Company's normal operating cycle;
- b) It is expected to be realized within 12 months after the reporting date; or

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

- c) It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- a) It is expected to be settled in the Company's normal operating cycle;
- b) It is due to be settled within 12 months after the reporting date; or
- c) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.

d. Fixed Assets

Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price, borrowing costs, if capitalization criteria are met and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent expenditure relating to tangible is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

e. Depreciation on property, plant and equipment

Based on Management's evaluation, useful life prescribed in Schedule II of the Companies Act, 2013 represent actual useful life of fixed assets. The Company uses straight line method and has uses the following useful life to provide depreciation of different class of its fixed assets.

Particulars	Useful life in years
Computer	3
Office equipment's	5

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

The Company has adopted Schedule II to the Companies Act, 2013 which requires identification and determination of separate useful life for each major component of the fixed asset, if they have useful life that is materially different from that of the remaining asset.

Depreciation on addition to property, plant and equipment is provided on pro-rata basis from the date the assets are ready for intended use. Depreciation on sale/discard from property, plant and equipment is provided for up to the date of sale, deduction or discard of property, plant and equipment as the case may be.

Individual items of Fixed Assets, the acquisition cost of which is up to Rs.5,000/- is depreciated in full in the year of acquisition.

f. Investments:

Investments, which 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 except mutual funds are stated at lower of the cost and market/fair value. Investments in the units of mutual funds which are stated at the net asset value declared by the mutual fund in respect of each particular scheme as per Master Directions issued Reserve Bank of India.

Long term investments are initially measured at cost of acquisition. Any premium paid or discount availed on investments other than equity is amortized over the remaining maturity of the investments. Such amortization of premium or discount is recognised in the statement of Profit and Loss Account. The book value of investments is adjusted to the extent of amount amortized during the accounting period. The unamortised portion of discount as well as premium availed on investments is recognised in Balance sheet as on date.

When there is a diminution, other than temporary, in the value of long term investment, a provision is made to recognize such diminution in the carrying amount on an individual investment basis. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

g. Borrowing Costs

Borrowing cost includes interest, other cost incurred in connection with borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset that takes a substantial period of time to get ready for its intended use are capitalized. All other borrowing costs are recognized as an expenditure in the period in which they are incurred.

h. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

- Interest accrued on loan to borrower are accounted as per the rates agreed upon, on a time proportion basis except in the case of non-performing loans where it is recognised upon realisation, as per the income recognition and asset classification norms prescribed by the RBI.
- Processing fees on processing of loans are recognised upfront as income as once received

Other Income

- Interest Income is recognised on a time proportion basis, taking into account the amount outstanding and the rate of interest applicable.
- Dividend is recognized as income when the right to receive dividend is established on reporting date
- In respect of other heads of Income, the Company accounts the same on accrual basis.

Profit/ Loss on sale of investments

- Profit/ Loss on sale of investments is recognized on trade date basis. On disposal of an investment, the difference between carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

i. Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks and other short term highly liquid investments with original maturities of three months or less.

j. Employee benefits**Short-term employee benefits**

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognized as an expense as the related service is rendered by employees.

Post-employment benefits**Gratuity**

The Company has a defined benefit plan and pays gratuity to employees who retires or resign after serving for the stipulated period mentioned under 'The payment of Gratuity Act, 1972.

Actuarial valuation of the gratuity liability is determined as per AS-15 'Employee Benefits' by an independent actuary appointed by the Company. In accordance with the gratuity fund's rules, actuarial valuation of gratuity liability is calculated based on certain assumptions regarding rate of interest, salary growth, mortality and staff attrition as per the projected unit credit method.

Leave encashment

The employees of the Company are entitled to leave encashment as per the policy of the Company. The liability in respect of leave encashment is provided based on the actuarial valuation carried out by an independent actuary as at the year end. The actuarial valuation method used by the independent Actuary for measuring the liability is the Projected Unit Credit Method.

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

Defined contribution plan

The provisions of Employees Provident Funds and Miscellaneous provisions Act, 1952 are not applicable to the Company.

k. Taxation**Current and deferred tax**

Income tax expense comprises current tax and deferred tax charge or credit. The current charge for income tax is based on the estimated tax liability as computed after taking credit for allowances and exemptions in accordance with the income tax law applicable for the year.

Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences that result between the profit offered for income taxes and the profit as per the Company's financial statements.

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognised subject to Management's judgement that their future realisation is reasonably certain, except where there is unabsorbed depreciation and carry forward losses under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realization of such asset. Deferred tax assets are reviewed at the Balance Sheet date and written down or written up to reflect the amount that is reasonable / virtually certain (as the case may be) to be realised.

l. Operating Lease - As Lessee

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

m. Provisions and contingent liabilities

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources embodying economic benefits and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at the balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

n. Loan provision and write- offs

The Company's policy on assets classification and provisioning or write offs is in accordance with the prudential norms for Income Recognition and Asset Classification and provisioning norms prescribed by the "Master Direction- Non-Banking Financial Company -Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016". A general provision has been made on standard assets at the rate of 0.25 percent.

o. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting year.

The weighted average numbers of equity shares are adjusted for events such as bonus issue, bonus element in the rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

p. Foreign currency transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the dates of transaction. Monetary assets and liabilities denominated in foreign currency, remaining unsettled at the balance sheet date are restated at the closing exchange rates. Gain / loss arising on actual payments / realisations and year-end restatements are recognised in the statement of profit and loss.

Klay Finvest Private Limited
Notes forming part of the Financial Statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

3 Share capital

	31-Mar-22	31-Mar-21
Authorized		
600,000,000 (31-Mar-21: 600,000,000) equity shares of Rs.1 each	6,00,000.00	6,00,000.00
Issued, subscribed and paid up		
249,999,393 (31-Mar-21: 249,999,393) equity shares of Rs.1 each fully paid-up	2,49,999.39	2,49,999.39
Total	2,49,999.39	2,49,999.39

(a) Reconciliation of shares and share capital

	31-Mar-22		31-Mar-21	
	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	24,99,99,393	2,49,999.39	24,99,99,393	2,49,999.39
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	24,99,99,393	2,49,999.39	24,99,99,393	2,49,999.39

(b) Rights, preferences and restrictions attached to shares

The Company has only one class of equity shares having par value of Rs. 1 per share. Each shareholder is entitled to one vote per share held.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The holder of equity share are entitled to dividend, if any, proposed by the Board Of Directors and approved by shareholders at the Annual General Meeting.

(c) Shares held by holding company

	31-Mar-22	31-Mar-21
Klay Holdings (DIFC) Limited, Dubai - the holding company and its nominee 249,999,393 (31-Mar 2021: 249,999,393) equity shares of Rs. 1 each fully paid	24,99,99,393	24,99,99,393

(d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	31-Mar-22		31-Mar-21	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class
Klay Holdings (DIFC) Limited, Dubai - the holding company and its nominee	24,99,99,393	100.00%	24,99,99,393.00	100.00%

(e) Details of Promoter

Year ended	Shares held by promoters at the end of the year			% Change during the year
	Promoters name	No of shares	% of Total shares	
As at March 31,2022	Klay Holdings (DIFC) Limited, Dubai - the holding company and its nominee	24,99,99,393	100.00%	No change
As at March 31,2021	Klay Holdings (DIFC) Limited, Dubai - the holding company and its nominee	24,99,99,393	100.00%	No change

4 Reserves and Surplus
(a) Statutory Reserve *

	31-Mar-22	31-Mar-21
Opening balance	12,470.61	58.49
Add: Transfer from statement of profit and loss	-	12,412.12
Closing balance	12,470.61	12,470.61

(b) Surplus /(Deficit) in Statement of Profit and Loss

	31-Mar-22	31-Mar-21
Opening balance	38,747.26	(10,901.23)
Add: Profit/(loss) for the year	(9,493.01)	62,060.60
Less: Transferred to statutory reserve	-	12,412.12
Closing balance	29,254.25	38,747.26

Total (a)+(b)
41,724.86 **51,217.87**
Note-

*Statutory Reserve - Statutory Reserve is required to be created as per the term of Section 45-IC(1) of the Reserve Bank Of India Act, 1934. In absence of profit for the year ended March 31, 2022 no amount has been transferred to statutory reserve.

5 Long term borrowings

	31-Mar-22	31-Mar-21
Unsecured		
13.5% Compulsorily Convertible Debentures	1,56,983.82	1,56,983.82
Total	1,56,983.82	1,56,983.82

(a) Compulsorily Convertible Debentures

15,698,382 Unsecured Compulsory Convertible Debentures ('CCDs') of Rs. 10/- each aggregating to Rs. 156,983,817 were allotted to Klay Holdings (DIFC) Limited, Dubai (the Holding Company) on January 15, 2018 (6,950,641 CCDs) and on March 28, 2018 (8,747,741 CCDs). The CCDs will be compulsorily and automatically converted into equity shares of the Company (conversion shares) upon completion of 9 years and 11 months from the date of such allotment at the conversion price. The CCDs shall be converted into equity shares of face value of Rs. 1/- (Rupees One Only) each at a Conversion Price which shall be five times of the Earnings Per Share (EPS) of the Company based on the last audited financial statements prior to the Conversion Date. In case of absence of profit, whereby the EPS would be negative on the Conversion Date, then the CCDs will be converted at par value, whereby 10 equity shares will be issued against one CCD.

(b) The Interest rate of CCDs is 13.50% p.a. which shall be calculated and due quarterly on a non-cumulative basis. Based on the resolution and revised agreement with Klay Holdings (DIFC) Limited, Dubai dated November 29, 2018, interest payable on the CCDs issued to Klay Holdings (DIFC) Limited and allotted on January 15, 2018 and on March 28, 2018, was deferred for the financial years 2017-18, 2018-19, 2019-20 and 2020-21. Interest payments for the financial years 2017-18, 2018-19, 2019-20 and 2020-21 were made in during the F.Y 2021 - 22.

(c) Interest for the financial years 2021 -22 onwards is deferred and the interest payments will begin from October 2022 onward.

(d) The CCDs holder will be eligible to all the other rights and privileges available to them under the act as applicable to the Company after conversion.

Klay Finvest Private Limited
Notes forming part of the Financial Statements for the year ended March 31, 2022
(Amounts in Rs. thousand, unless otherwise stated)

	31-Mar-22	31-Mar-21
6 Long-term provisions		
Provision against standard assets	202.38	39.75
Provision for gratuity (Refer Note 24)	329.50	104.93
Provision for leave encashment (Refer Note 24)	310.80	35.28
Total	842.68	179.96

	31-Mar-22	31-Mar-21
7 Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	385.00	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises *	2,319.89	1,371.88
Total	2,704.89	1,371.88

* Includes payable to related parties of Rs. 2,313.89 thousand (2021: Rs. 856.87 thousand)

Trade Payables ageing schedule (Amount in Rs.)
Outstanding for following periods from due date of payment

31-Mar-22					
Particulars	Less than 1				Total
	year	1 - 2 Years	2 - 3 years	More than 3 Years	
i) MSME	385.00	-	-	-	385.00
ii) Others	2,319.89	-	-	-	2,319.89
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-
Total	2,704.89	-	-	-	2,704.89

31-Mar-21					
Particulars	Less than 1				Total
	year	1 - 2 Years	2 - 3 years	More than 3 Years	
i) MSME	-	-	-	-	-
ii) Others	1,371.88	-	-	-	1,371.88
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-
Total	1,371.88	-	-	-	1,371.88

	31-Mar-22	31-Mar-21
8 Other current liabilities		
Interest accrued but not due on borrowings (net of TDS) [Refer Note 5(b) & (c)]	18,543.71	57,504.75
Statutory dues	1,338.90	770.51
Others payables	282.20	14.59
Total	20,164.81	58,289.85

	31-Mar-22	31-Mar-20
9 Short-Term Provisions		
Provision against standard assets	100.00	-
Provision for income tax [net of advance tax Rs Nil (31- March 21: Rs. 12,800 thousand)]	-	3,286.02
Provision for gratuity (Refer Note 24)	1.47	0.41
Provision for leave encashment (Refer Note 24)	49.10	1.95
Provision for bonus	967.00	84.00
Total	1,117.57	3,372.38

Klay Finvest Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

10 Property, plant and equipment

As at 31-Mar-22

	Gross block			Depreciation			Net block			
	As at 1-Apr-21	Additions/ Adjustments	Deductions/ Adjustments	As at 31-Mar-22	As at 1-Apr-21	For the year	On Deductions/ Adjustments	As at 31-Mar-22	As at 31-Mar-22	As at 31-Mar-21
Property, plant and equipment										
Computers and accessories	177.08	195.58	-	372.66	108.12	87.25	-	195.37	177.29	68.96
Office equipments	-	40.56		40.56	-	4.33		4.33	36.23	-
Total	177.08	236.14	-	413.22	108.12	91.58	-	199.70	213.53	68.96

Property, plant and equipment

As at 31-Mar-21

	Gross block			Depreciation			Net block			
	As at 1-Apr-20	Additions/ Adjustments	Deductions/ Adjustments	As at 31-Mar-21	As at 1-Apr-20	For the year	On Deductions/ Adjustments	As at 31-Mar-21	As at 31-Mar-21	As at 31-Mar-20
Property, plant and equipment										
Computers and accessories	177.08		-	177.08	49.10	59.00	-	108.12	68.96	127.98
Total	177.08	-	-	177.08	49.10	59.00	-	108.12	68.96	127.98

Note :

(i) The Company does not have any immovable properties (other than properties where the Company is the lessee and lease are agreement duly executed in favour of the Company).

Klay Finvest Private Limited
Notes forming part of the Financial Statements for the year ended March 31, 2022

	31-Mar-22	31-Mar-21
11 Deferred tax asset (Net)		
Deferred tax asset		
Interest on debentures (As per section 94B of Income Tax Act 1961)	10,908.92	5,530.19
Provision against standard assets	76.10	10.00
Depreciation	-	0.96
Provision for gratuity	83.30	26.51
Provision for leave encashment	90.58	9.37
Provision for bonus	243.37	21.14
Unrealised gain on unquoted mutual fund	521.64	125.42
Gross deferred tax asset (A)	11,923.91	5,723.59
Deferred tax liability		
Depreciation	4.44	-
Gross deferred tax liability (B)	4.44	-
Net deferred tax asset (A-B)	11,919.47	5,723.59
12 Long term loans and advances (Unsecured, considered good, unless stated otherwise)	31-Mar-22	31-Mar-20
Secured, considered good		
Loans	80,973.32	15,900.00
Advance payment of tax and tax deducted at source {net of provision Rs Nil (31- March 21: net of provision Rs Nil)}	8,327.46	-
Total	89,300.78	15,900.00
13 Other Non Current Assets		
Security Deposits	1,082.60	-
Total	1,082.60	-
14 Current investments		
Unquoted: Mutual funds (at Net Asset Value)		
6,185.02(31-Mar 2021: 11,693.94) units of Rs 1,000 each in HDFC money market fund - regular plan growth	28,393.02	51,671.18
93,330.94 (31-Mar 2021: 1,64,096.04) units of Rs 100 each in ICICI Prudential money market fund- growth	28,394.59	48,091.91
7,886.16 (31-Mar 2021: 13,871.65) units of Rs 1,000 each in Kotak money market fund regular plan growth	28,394.09	48,092.24
95,827.11 (31-Mar 2021: 1,68,829.679) units of Rs 100 each in Aditya Birla SL money manager growth	28,391.41	48,109.74
24,749.15 (31-Mar 2021: 43,557.102) units of Rs 1,000 each in Axis money market fund regular growth	28,393.53	48,097.47
8,548.91(31-Mar 2021:15,052.678) units of Rs1,000 each in Nippon India money market fund growth	28,395.23	48,109.92
11,507.30 (31-Mar 2021: 20,256.393) units of Rs 1,000 each in UTI MMMF regular growth	28,392.75	48,104.76
Quoted: Investment in Bonds (at lower of cost or NRV)		
18,894 (31-Mar 2021: 18,894) units of Rs.1,000 each in REC LTD - 8.46%	23,819.72	23,431.77
25,027 (31-Mar 2021: 18,927) units of Rs.1,000 each in India Infrastructure Finance Company Limited - 8.48%	30,186.22	24,057.92
15(31-Mar 2021: 15) units of Rs.1,000,000 each in Bank of Baroda - 8.50%	15,056.36	15,091.50
15(31-Mar 2021:15) units of Rs.1,000,000 each in State Bank of India - 7.74%	15,158.17	15,091.37
15(31-Mar 2021: Nil) units of Rs 10,00,000 each State Bank of India Series II- 8.50%	15,486.55	-
3,597(31-Mar 2021: Nil) unit of Rs 1,000 each in Indian Railway Finance Corporation Ltd- 8.23%	3,619.69	-
3,000(31-Mar 2021:Nil) units of Rs 1,000 each India Infrastructure Finance Company Ltd- 8.55%	3,023.08	-
Total	3,05,104.41	4,17,949.78
Aggregate amount of quoted investments		
At Cost	1,06,349.79	78,076.00
At Market Value	1,07,049.50	77,672.56
Aggregate amount of unquoted investments		
At Cost	1,98,450.00	3,37,900.00
At Market Value at Net Asset Value	1,98,754.61	3,40,277.20
Aggregate provision for diminution in value of investments	-	-
15 Cash and cash equivalents	31-Mar-22	31-Mar-21
Balance with bank -		
Current accounts	18,839.46	5,327.83
Total	18,839.46	5,327.83
16 Short term loans and advances (Unsecured, considered good, unless stated otherwise)	31-Mar-22	31-Mar-21
Secured, considered good		
Loans - current maturity of long loans	40,000.01	-
Security Deposits	-	255.00
GST input credit receivable	1,156.13	812.61
Others	97.58	75.28
Total	41,253.72	1,142.89
17 Other current assets	31-Mar-22	31-Mar-21
Interest accrued but not due on loan	316.43	189.32
Interest accrued but not due on Bonds	3,177.70	2,345.00
Unamortised cost on bonds	2,310.66	-
Receivable towards sale of mutual funds	-	72,702.29
Prepaid expenses	19.54	65.49
Total	5,824.33	75,302.10

Klay Finvest Private Limited

Notes forming part of the Financial Statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

	<u>31-Mar-22</u>	<u>31-Mar-21</u>
18 Revenue from operations		
Interest on loan	5,085.00	1,160.86
Processing fee	1,202.40	13.00
Total	<u><u>6,287.40</u></u>	<u><u>1,173.86</u></u>
19 Other income		
Profit on sale / redemption of mutual funds	13,993.16	12,379.19
Profit & loss on exchange traded funds	-	93,024.36
Unrealised gain/(loss) on unquoted mutual funds	(2,072.59)	(498.35)
Unrealised gain/(loss) on bonds	403.45	(403.44)
Dividend Income	-	780.00
Loss on sale / redemption of bonds	(146.85)	-
Interest on income tax refund	114.96	-
Interest on Bonds	8,079.20	1,617.58
Total	<u><u>20,371.33</u></u>	<u><u>1,06,899.34</u></u>
20 Employee benefits expense		
Salaries, wages, bonus and other allowances	19,209.07	3,635.26
Gratuity and leave encashment	546.15	78.85
Total	<u><u>19,755.22</u></u>	<u><u>3,714.11</u></u>
21 Finance cost		
Interest expense on debentures [Refer note 5(b) &(c)]	21,192.82	21,192.82
Premium on investment in bonds amortised	125.79	-
Total	<u><u>21,318.61</u></u>	<u><u>21,192.82</u></u>
22 Depreciation and amortization expense		
Property, plant and equipment (Refer note 10)	91.58	59.02
Total	<u><u>91.58</u></u>	<u><u>59.02</u></u>
23 Other Expenses		
Rent	1,811.00	632.07
Repairs and maintenance - machinery	1.60	12.51
Brokerage expense	214.05	29.01
House keeping expenses	191.91	-
Membership and licensing fee	12.32	24.34
Data subscription charges	43.60	-
Auditor's remuneration (refer note below)	440.00	253.25
Communication expenses	37.21	29.98
Legal and professional charges	3,218.75	998.06
Bank charges	1.99	2.34
Provision for standard assets	262.63	25.00
Trading related expenses	28.58	170.70
Miscellaneous expenses	314.59	14.12
Corporate social responsibility	500.89	-
Total	<u><u>7,079.12</u></u>	<u><u>2,191.38</u></u>
Note : The following is the break-up of Auditors' remuneration		
	<u>31-Mar-22</u>	<u>31-Mar-21</u>
As auditor:		
Statutory audit	300.00	150.00
Other Services	40.00	100.00
Tax Audit	50.00	-
Certification fees	50.00	-
Reimbursement of expenses	-	3.25
Total	<u><u>440.00</u></u>	<u><u>253.25</u></u>

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

24 Employee Benefits

As per Accounting Standard 15 “Employee benefits”, the disclosures as defined in the Accounting Standard are given below:

Employee Benefit Obligation (Gratuity and Leave Encashment)

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
I. Funded status of the plan:	2021-22	2020-21	2021-22	2020-21
Present value of unfunded obligations	330.97	105.33	359.91	37.23
Present value of funded obligations	-	-	-	-
Fair value of plan assets	-	-	-	-
Unrecognised past service cost	-	-	-	-
Net Liability (Assets)	330.97	105.33	359.91	37.23

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
II. Profit and loss account for the year:	2021-22	2020-21	2021-22	2020-21
Current service cost	216.72	64.74	262.99	23.9
Interest on obligation	7.25	2.67	2.5	1.64
Expected return on plan assets	-	-	-	-
Net actuarial (gain)/loss recognised	1.67	(1.15)	57.19	(12.95)
Total included in employee benefit expense	225.64	66.26	322.68	12.59

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
III. Reconciliation of defined benefit obligation:	2021-22	2020-21	2021-22	2020-21
Opening defined benefit obligation	105.33	39.07	37.23	24.64
Transfer in/(out) obligation	-	-	-	-
Current Service Cost	216.72	64.74	262.99	23.9
Interest Cost	7.25	2.67	2.5	1.64
Actuarial (gain)/loss on obligations	1.67	(1.15)	57.19	(12.95)
Benefit Paid	-	-	-	-
Closed defined benefit obligation	330.97	105.33	359.91	37.23

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
IV. Reconciliation of plan assets:	2021-22	2020-21	2021-22	2020-21
Opening value of plan assets	-	-	-	-
Transfer in/(out) plan assets	-	-	-	-
Expenses deducted from the fund	-	-	-	-
Expected Return on plan assets	-	-	-	-
Actuarial gain/(loss) on Plan Assets	-	-	-	-
Contributions by employer	-	-	-	-
Benefit Paid	-	-	-	-
Closing value of Plan Assets	-	-	-	-

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
V. Reconciliation of net defined benefit liability:	2021-22	2020-21	2021-22	2020-21
Net opening provision in the books of account	105.33	39.07	37.23	24.64
Transfer in/(out) obligation	-	-	-	-
Transfer in/(out) plan assets	-	-	-	-
Employee Benefit Expense	225.64	66.26	322.68	12.59
	330.97	105.33	359.91	37.23
Benefit paid by company	-	-	-	-
Contribution to plan assets	-	-	-	-
Closing provision in the books of account	330.97	105.33	359.91	37.23

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
VI. Reconciliation of net defined benefit liability:	2021-22	2020-21	2021-22	2020-21
Current Liability	1.47	0.41	49.10	1.95
Non-Current Liability	329.5	104.93	310.81	35.28
Net Liability	330.97	105.33	359.91	37.23

Particulars	Gratuity Benefits		Leave Benefits	Encashment
	Financial Year		Financial Year	
VII. Table of experience adjustment:	2021-22	2020-21	2021-22	2020-21
Defined Benefit Obligation	330.97	105.33	359.91	37.23
Plan Asset	-	-	-	-
Excess/(Deficit) of Obligation Over Plan Asset	(330.97)	(105.33)	359.91	37.23
Experience Adjustment on Plan Liability (Gain)/Loss	1.67	(0.58)	(100.29)	(12.79)
Actuarial Loss /(Gain) due to Plan Asset	-	(0.57)	157.48	(0.16)
Net Actuarial (Gain)/Loss for the year	1.67	(1.15)	57.19	(12.95)

VII. Principle actuarial assumptions:	2021-22	2020-21	2021-22	2020-21
Discount Rate	6.90%	6.90%	6.90%	6.90%
Expected Return on Plan Assets	NA	NA	NA	NA
Salary growth rate	7.00%	7.00%	7.00%	7.00%
Withdrawal rates	10% of younger ages reducing to 2 % at older ages	10% of younger ages reducing to 2 % at older ages	10% of younger ages reducing to 2 % at older ages	10% of younger ages re`ducing to 2 % at older ages

25 Earnings per Share (EPS)

Particulars	March 31, 2022	March 31, 2021
Profit / (Loss) attributable to equity shareholders	(9,493.01)	62,060.60
Weighted average number of equity shares in calculating basic EPS	249,999.39	249,999.39
Weighted average number of equity shares in calculating diluted EPS*	406,983.21	406,983.21
Basic EPS	(0.04)	0.25
Diluted EPS*	(0.04)	0.19

Following is the reconciliation of the weightage average number of equity shares used in the computation of basic and diluted earnings per share:

Particulars	March 31, 2022	March 31, 2021
Weighted average number of equity shares in calculating basic EPS	249,999.39	249,999.39
Effect of potential equity shares outstanding	156,983.82	156,983.82
Weighted average number of equity shares in calculating diluted EPS	406,983.21	406,983.21

Following is the reconciliation of the amounts used as the numerators in calculating basic and diluted earnings per share, and Adjustments related to earnings from Potential Equity shares to the net profit or loss for the period:

Particulars	March 31, 2022	March 31, 2021
Profit / (Loss) attributable to equity shareholders for calculation of Basic EPS	(9,493.01)	62,060.60
Add: Interest Expense (net of income tax)	15,859.01	15,296.98
Profit / (Loss) attributable to equity shareholders for calculation of diluted EPS	6,356.99	77,357.58

* Diluted number of equity shares are calculated whereby 10 equity shares of Rs.1 each (at par) will be issued against each CCD. [Refer Note 5(a)]

The impact of compulsory convertible debenture is anti-dilutive. Therefore, diluted earnings per share is same as basic earnings per share

Klay Finvest Private Limited
Notes forming part of financial statements for the year ended March 31, 2022
(Amounts in Rs. thousand, unless otherwise stated)

26 Operating Leases

Company as lessee

The Company has entered into commercial lease for office premises. This lease has a life of 6 months.

Future minimum rentals payable under operating leases for non-cancellable period are as follows:

Particulars	March 31, 2022	March 31, 2021
The amount of minimum lease payments recognized in the Profit and Loss account in respect of operating lease	1,810.99	632.07
The total of future minimum lease payments recognized under non-cancellable operating leases		
Within one year	2,444.85	103.79
After one year but not more than five years	4,239.68	-

27 Related party disclosures:

In accordance with the requirements of Accounting Standard (AS)-18 on “Related Party Disclosures” the name of the related parties where control exists/able to exercise significant influence along with the aggregate transactions/year end balances with them as identified and certified by Management are given below:

a. Names of relates parties and Related Party Relationship

i. Parties that exercise Common Control:

Relationship	Name of Party
Ultimate holding company	Klay Limited, British Virgin Island
Intermediate holding company	KIC II Limited, British Virgin Island
Holding company	Klay Holdings DIFC Limited, Dubai

ii. Other related parties with whom transactions have been taken place during the period

Fellow Subsidiary	Klay Investment Advisers Private Limited Klay Securities Private Limited
Key Managerial Personnel (KMP)	Kalpesh Khakhria (Director) Akshat Kumar (Director) Anirudh Sisodia (Director) Ian Dsouza (Director)

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

iii. Transactions with related parties:

Particulars	April 01, 2021 to March 31, 2022	April 01, 2021 to March 31, 2022
Klay Securities Private Limited		
Trading related expense	85.75	102.39
Management Fees	2,313.89	770.78
Reimbursement for Fixed Assets	-	-
Reimbursement for Investment in Bonds	15,607.65	50,380.08
Reimbursement for other expense	0.30	11.84
Klay Holdings DIFC Limited, Dubai		
Interest expense on debentures	21,192.82	21,192.82
Interest payment on debentures	38,961.04	-
Ian Dsouza		
Reimbursement of expenses	5.99	-

b. Outstanding balances

Particulars	31-Mar-22	31-Mar-21
13.5% Compulsorily Convertible Debentures		
Klay Holdings DIFC Limited, Dubai	156,983.82	156,983.82
Interest accrued but not due on borrowings (Net of TDS)		
Klay Holdings DIFC Limited, Dubai	18,543.71	57,504.75
Payable for Trading related expense / Management fees		
Klay Securities Private Limited	2,313.89	856.87

28 Contingent liabilities and commitments

There are no contingent liabilities and commitments as at each reporting date.

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

29

Maturity analysis of assets and liabilities

The below table shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

Particulars	March 31, 2022		
	Within 12 months	After 12 months	Total
Liabilities			
Long-term borrowings	-	156,983.82	156,983.82
Long-term provisions	-	842.68	842.68
Trade payables	2,704.89	-	2,704.89
Other current liabilities	20,164.81	-	20,164.84
Short-term provisions	1,117.57	-	1,117.57
Total	23,987.27	157,826.50	181,813.76
Assets			
Property, plant and equipment and Intangible assets	-	213.53	213.53
Deferred tax asset (Net)		11,919.47	11,919.47
Long-term loans and advances	-	89,300.78	89,300.78
Other non current assets	-	1,082.60	1,082.60
Current investments	3,05,104.41	-	3,05,104.41
Cash and cash equivalents	18,839.46	-	18,839.46
Short-term loans and advances	41,253.72	-	41,253.72
Other current assets	5,824.33	-	5,824.33
Total	3,71,021.92	102,561.38	4,73,538.30

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

Particulars	March 31, 2021		
	Within 12 months	After 12 months	Total
Liabilities			
Long-term borrowings	-	1,56,983.82	1,56,983.82
Long-term provisions	-	179.96	179.96
Trade payables	1,371.88	-	1,371.88
Other current liabilities	58,289.85	-	58,288.85
Short-term provisions	3,372.48	-	3,372.48
Total	63,033.21	157,163.78	2,20,197.99
Assets			
Property, plant and equipment and Intangible assets	-	68.96	68.96
Deferred tax asset (Net)	-	5,723.59	5,723.59
Long-term loans and advances	-	15,900.00	15,900.00
Other Non Current assets	-	-	-
Current investments	4,17,949.78	-	4,17,949.78
Cash and cash equivalents	5,327.83	-	5,327.83
Short-term loans and advances	1,142.89	-	1,142.89
Other current assets	75,302.20	-	75,301.20
Total	499,722.70	21,692.55	5,21,415.25

Klay Finvest Private Limited
Notes forming part of financial statements for the year ended March 31, 2022
(Amounts in Rs. thousand, unless otherwise stated)

30 Financial ratios

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
Current Ratio	Current Assets	Current Liabilities	1547%	793%	-754%	During the year company has made payment of Interest accrued for 3 years amounting to Rs. 57,504.751 thousand.
Debt equity ratio	Total Debt Debt	Shareholder equity	63%	63%	0%	
Return on equity ratio	Net Profit after tax	Shareholder equity	-4%	25%	29%	In previous year income on exchange traded funds Rs 93,024.36 thousand.
Debt service coverage ratio	Earning available for debt service	Debt service	0%	16164%	16164%	During the year company has made to payment of Interest accrued for 3 years amounting to Rs. 57,504.751 thousand.
Return on capital employed	Earning before interest and taxes	Capital Employed	0%	22%	22%	
Return on investment	Income generated from investment	Average Investment	6%	28%	22%	
Net capital turnover ratio	Net Sales	Average Working Capital	15%	49%	34%	In previous year income on exchange traded funds Rs 93,024.36 thousand.
Net profit ratio	Net Profit	Net Sales	-35%	57%	92%	In previous year income on exchange traded funds Rs 93,024.36 thousand.

^ Excluding Working Capital facilities which are re-drawable subsequently after repayment

31 Other Statutory Information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (iv) The Company has not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (v) The Company has not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (vi) The Company did not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- (vii) The Company does not have any transactions with companies struck off.
- (viii) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

32 Code on social security

The Code on Social Security 2020 (the Code) relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

33 Events after Reporting Date

Subsequent events are tracked and evaluated by the company. There are no events after the reporting date which has impact on the financial statements of the company.

34 Penalties imposed by RBI and other regulators

No Penalties have been imposed by RBI and other regulators during Current year (Previous Year - Nil)

35 Disclosure on frauds pursuant to RBI Master directions

No fraud has been detected in the current year (Previous Year - Nil)

36 Details of Financing of Parent Company Products

There is no financing during the current year (Previous Year - Nil)

37 Details of Single Borrower Limits (SBL) / Group Borrower Limits (GBL) as exceeded

The Company has not exceeded the SBL / GBL as set up by the Reserve Bank of India

38 Advances against Intangible Securities

The Company has not given any loans against intangible securities

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

39 Overseas Assets

There are no overseas assets owned by the company.

40 Draw Down from Reserves

The company has made no drawdown from existing reserves

41 Off Balance Sheet SPVs sponsored

The company has not securitised any assets and does not have any SPVs as originator - which are required to be consolidated.

42 Impact of COVID-19

The Company has considered the impact of COVID-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions and expects that the carrying amount of the assets will be recovered. However, the impact assessment of this pandemic is a continuing process given the uncertainties associated with its nature and duration. Despite reduced cases of COVID-19 being reported in the country, there have been massive disruptions in the global supply chains. Accordingly, the Company will continue to monitor any material changes to future economic conditions. The company has not received any applications for loan restructuring under the RBI notification no. RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 May 05, 2021 relating to the Resolution Framework - 2.0.

43 The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities, in its financial statements. The amount of contingent liabilities is based on Management's estimate, and no significant liability is expected to arise out of the same.

The Company has a process whereby periodically all long-term contracts are assessed for material foreseeable losses. At the year end, the Company has received and ensured that adequate provision as required under any law /accounting standards for material foreseeable losses on such long-term contracts has been made in the books of account.

44 The Company has not obtained registration from any other financial sector regulators other than RBI.

45 The company is not having any unhedged foreign currency exposure as at 31st March 2022

46 As per Section 135 of the Companies Act, 2013 ('Act'), a Company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities.

(Rs. In thousand)

Particulars	March 31, 2022	March 31, 2021
(i) Amount required to be spent by the Company	500.89	-
(ii) Amount of expenditure incurred	500.89	-
(iii) Shortfall at the end of the year	-	-
(iv) Total of previous year shortfall	-	-
(v) Reason for shortfall	NA	-
(vi) Nature of CSR activities	Contribution to Prime Minister Relief Fund	-

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

a) At the end of the year there are no ongoing CSR projects and hence no unspent amounts that is required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act.

47 Additional NBFC disclosures

In accordance with the RBI notification No. RBI/DNBR/2016-17/44- Master Direction DNBR.PD.007/03.10.119/2016-17 dated September 1, 2016- Master Direction - Non-Banking Financial Company - Non Systematically Important Non Deposit taking Company (Reserve Bank) Direction, 2016 (the "Master Direction"), refer Annexure-I for additional NBFC disclosure.

48 Previous year figures have been regrouped/reclassified, where necessary, to confirm to current year's classification.

**For Shridhar & Associates
Chartered Accountants**

ICAI Firm Registration No.: 134427W

**For and on behalf of the Board of Directors of
Klay Finvest Private Limited**

CIN:U74999MH2016FTC288032

Timal P. Maru
Partner
Membership No: 104942

Mumbai
June 30, 2022

Akshat Kumar
Director
DIN: 07532358

Mumbai
June 30, 2022

Ian Dsouza
Director
DIN: 07727245

Mumbai
June 30, 2022

Shweta Subramanian
Company Secretary
ACS No. 46538

Mumbai
June 30, 2022

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

Annexure-1

Schedule to Balance Sheet as on March 31, 2022

Particulars		(Rs in Lacs)			
		Amount outstanding		Amount Overdue	
Liabilities side:		31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
		(1)	Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid:		
	(a) Debenture:				
	-Secured	-	-	-	-
	-Unsecured	1755.28	2,144.89		
	(other than falling within the meaning of public deposits)				
	(b) Deferred Credits	-	-	-	-
	(c) Term Loans	-	-	-	-
	(d) Inter-corporate loans and borrowing	-	-	-	-
	(e) Commercial Paper	-	-	-	-
	(f) Public Deposits*	-	-	-	-
	(g) Other Loans	-	-	-	-
	*Please refer note 1 below				

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

Particulars		(Rs in Lacs)	
Assets side		Amount outstanding	
		31-Mar-22	31-Mar-21
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (3) below]:		
(a)	Secured	1209.73	159.00
(b)	Unsecured	-	-
(3)	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	-	-
	(b) Operating lease	-	-
(ii)	Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	-
	(b) Repossessed Assets	-	-
(iii)	Other loans counting towards asset financing activities		
	(a) Loans where assets have been repossessed	-	-
	(b) Loans other than (a) above	-	-
(4)	Break-up of Investments:		
	<u>Current Investments:</u>		
(i)	<u>Quoted</u>		
	(i) Shares		
	(a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	1063.50	776.73
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others	-	-

Klay Finvest Private Limited**Notes forming part of financial statements for the year ended March 31, 2022**

(Amounts in Rs. thousand, unless otherwise stated)

(ii)	<u>Unquoted</u>		
	(i) Shares		
	(a) Equity	-	-
	(a) Preference		-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	1987.55	3402.77
	(iv) Government Securities	-	-
	(v) Others	-	-
	<u>Long term Investments:</u>		
(i)	<u>Quoted</u>		
	(i) Shares		
	(a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others	-	-
	<u>Unquoted</u>		
	(i) Shares		
	(a) Equity	-	-
	(a) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others	-	-

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

(5)	Borrower group-wise classification of assets financed as in (2) and (3) above:						
	Please refer note 2 below						
	Category	Secured		Unsecured		Total	
		Mar-22	Mar-21	Mar-22	Mar-21	Mar-22	Mar-21
1	Related Parties**						
	(a) Subsidiaries	-	-	-	-	-	-
	(b) Companies in the same group	-	-	-	-	-	-
	(c) Other related parties	-	-	-	-	-	-
2	Other than related Parties	1209.73	159.00	-	-	1209.73	159.00
	Total	1209.73	159.00	-	-	1209.73	159.00
(6)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted excluding stock in trade)						
	Category	Market value/Fair value or NAV		Book Value (Net of provisions)			
		Mar-22	Mar-21	Mar-22	Mar-21		
1	Related Parties**						
	(a) Subsidiaries	-	-	-	-	-	-
	(b) Companies in the same group	-	-	-	-	-	-
	(c) Other related parties	-	-	-	-	-	-
2	Other than related Parties	3051.04	4,179.50	3051.04	4,179.50		
	Total	3051.04	4,179.50	3051.04	4,179.50		
	** As per Accounting Standard of the ICAI (Please refer note 3 below)						
(7)	Other Information						
	Particulars			31-Mar-21	31-Mar-20		
(i)	Gross Non-Performing Assets						
	(a) Related parties			-	-		
	(b) Other than related parties			-	-		
(ii)	Net Non-Performing Assets						
	(a) Related parties			-	-		
	(b) Other than related parties			-	-		
(iii)	Assets acquired in satisfaction of debt			-	-		

Klay Finvest Private Limited

Notes forming part of financial statements for the year ended March 31, 2022

(Amounts in Rs. thousand, unless otherwise stated)

Notes:		
1. As defined in point xix of paragraph 3 of Chapter-2 of Master Directions.		
2. Provisioning norms shall be applicable as prescribed in Master Directions.		
3. All Accounting Standards and Guidance Notes issued by the Institute of Chartered Accountants of India (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 (4) above.		