



Agiwal & Associates

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of Seeds Fincap Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Seeds Fincap Private Limited ("the Company"), which comprise the Balance Sheet as at March 31 2022, the Statement of Profit and Loss, and the Cash Flow Statement 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, as amended ("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, 2022, its loss, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as 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 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 audit opinion on the financial statements.

Emphasis of Matter

We draw attention to Note No. 28 of the financial statements which describes the impact of economic and social consequences of the CoVID-19 pandemic on the Company's business and financial metrics, which continues to be dependent on uncertain future developments. Our opinion is not modified in respect of this matter.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's 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 such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially



misstated.

The Director's report is not made available to us as at the date of this auditor's report. We have nothing to report in this regard.

Responsibility of Management for the 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 (AS) specified under section 133 of the Act, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If 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 Matter

The financial statements of the Company for the year ended March 31, 2021, included in these financial statements, have been audited by the predecessor auditor who expressed an unmodified opinion on those statements on May 24, 2021.

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 the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
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 as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended;
 - (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;
 - (f) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, the company is exempt from getting an opinion on internal financial control;
 - (g) The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2022;



- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended 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;
 - iv. a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the financial statements, no funds 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 person(s) or entity(ies), 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;
 - b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the financial statements, no funds 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; and
 - c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
 - v. No dividend has been declared or paid during the year by the Company.

For **Agiwal & Associates**

Chartered Accountants

Firm Registration Number: 000181N



CA P.C. Agiwal

Partner

Membership Number: 080475



UDIN: [22080475AJSMX3608]

Delhi

May 27, 2022

Annexure referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report of even date

Re: Seeds Fincap Private Limited ('the Company')

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i)(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) This clause is not applicable as the Company is not having any intangibles asset.
- (b) Property, Plant and Equipment were not physically verified by the management during the year under audit.
- (c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
- (b) As disclosed in note 4 to the financial statements, the Company has been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks and financial institutions are in agreement with the books of accounts of the Company.
- (iii) (a) Since the principal business of the Company is to give loans, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.
- (b) During the year the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees to companies, firms, Limited Liability Partnerships or any other parties are not prejudicial to the Company's interest.
- (c) In respect of loans and advances in the nature of loans, granted by the Company as part of its business of providing loans to retain customers, the schedule of repayment of principal and payment of interest has been stipulated by the Company. Having regard to the voluminous nature of loan transactions, it is not practicable to furnish entity-wise details of amount, due date for repayment or receipt and the extent of delay (as suggested in the Guidance Note on CARO 2020, issued by the Institute of Chartered Accountants of India for reporting under this clause) in this Annexure 1, in respect of loans and advances which were not repaid / paid when they were due or were repaid / paid with a delay, in the normal course of lending business.



- (d) In respect of loans and advances in the nature of loans, the total amount overdue for more than ninety days as at March 31, 2022 is nil.
- (e) Since the principal business of the Company is to give loans, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Corporation.
- (f) 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 to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) The Company is not in the business of sale of any goods or provision of such services as prescribed. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- (vii)(a) Undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess and other statutory dues, as applicable to the Corporation, have generally been regularly deposited with the appropriate authorities.
- According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.
- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix)(a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (ix)(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (ix)(c) Term loans were applied for the purpose for which the loans were obtained.
- (ix)(d) The Company has not utilized funds raised on short term basis for long term purposes, the requirement to report on clause 3(ix)(d) of the Order is not applicable to the Company.



- (ix)(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (ix)(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.
- (x)(a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (x)(b) The Company has complied with provisions of sections 42 and 62 of the Companies Act, 2013 in respect of the preferential allotment or private placement of shares respectively during the year. The funds raised, have been used for the purposes for which the funds were raised.
- (xi)(a) As informed to us, No fraud by the Company or no fraud on the Company has been noticed or reported during the year.
- (xi)(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (xi)(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- (xiii) Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv)(a) The Company has an internal audit system commensurate with the size and nature of its business.
- (xiv)(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi)(a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is applicable to the Company.
- (xvi)(b) The Company is a Credit and Investment Finance Company registered with the Reserve Bank of India and has obtained a Certificate of Registration (CoR No. 14.03545) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (xvi)(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.



- (xvi)(d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (xvii) The Company has incurred cash losses of Rs. 6,40,43,241/- in the current financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 21 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the 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 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)(a) This clause is not applicable to the company, hence the company is not required to transfer any amount (in respect of other than ongoing projects) to a fund specified in Schedule VII of the Companies Act within a period of six months of the expiry of financial year in compliance with second proviso to sub section 5 of section 135 of the Act.
- (xx)(b) This clause is not applicable to the company, hence there are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act.

For Agiwal & Associates

Chartered Accountants

Firm Registration Number: 000181N

P. C. Agiwal

CA P. C. Agiwal

Partner

Membership Number: 080475



UDIN: 22080475/AJSMMX3608

Delhi

May 27, 2022

SEEDS FINCAP PRIVATE LIMITED
Balance Sheet as at 31st March 2022

Particulars	Notes	For the year ended 31st March 2022 (INR)	As at 31st March 2021 (INR)
A EQUITY AND LIABILITIES			
Shareholders Funds			
a) Share Capital	2	22,56,20,220	2,34,50,000
b) Reserves and Surplus	3	61,31,137	(22,09,141)
		23,17,51,357	2,12,40,859
a) Share Application Money		-	-
Non Current Liabilities			
a) Long Term Borrowings	4	15,75,48,704	-
b) Long Term Provisions	5	18,61,588	50,000
		15,94,10,292	50,000
Current Liabilities			
a) Short Term Borrowings	6	37,93,08,799	-
b) Other Current Liabilities	7	1,71,19,293	13,84,928
c) Short Term Provisions	8	8,25,430	-
		39,72,53,522	13,84,928
Total		78,84,15,171	2,26,75,787
B ASSETS			
Non Current Assets			
a) Property, Plant and Equipment & Intangible Assets		-	-
(i) Property, Plant and Equipment	10	54,89,890	4,53,159
(ii) Intangible Assets	10	-	-
b) Long term Loans and Advances	9	26,28,26,868	-
c) Other Non Current Assets	11	3,21,61,210	-
		30,04,57,568	4,53,159
Current Assets			
a) Cash and Cash Equivalents	12	21,30,08,906	2,04,29,160
b) Short Term Loans and Advances	13	25,01,18,444	-
c) Other Current Assets	14	2,48,33,253	17,93,468
		48,79,57,603	2,22,22,627
Total		78,84,15,171	2,26,75,787
Significant accounting policies and notes to account	1		

As per our report of even date attached

For Agiwal & Associates
ICAI Firm Registration Number:000181N
Chartered Accountants


CA P. C. Agiwal
Membership Number: 080475



For and on behalf of board of Directors
Seeds Fincap Private Limited


Subhash Chandra Acharya
DIN:08612145




Sudhindra Kumar Sharma
DIN:09424798



UDIN: 22080475AJSMX3608
Place: Gurugram
Date: 27th May 2022


Mahak Chawla
Membership Number: 080475



SEEDS FINCAP PRIVATE LIMITED
Statement of profit and loss for the year ended 31st March 2022

Particulars	Notes	For the year ended 31st March 2022 (INR)	For the year ended 31st March 2021 (INR)
REVENUE			
Revenue from Operations	15	5,91,88,740	52,747
Other Income	16	60,19,349	13,48,232
Total Revenue (A)		6,52,08,089	14,01,979
EXPENSES			
Employees Benefit Expenses	17	7,18,69,164	17,80,405
Finance Cost	18	2,78,41,560	1,646
Depreciation	10	23,70,093	49,623
Contingent Provision on Standard Assets	19	12,82,363	-
Other Expenses	20	2,86,58,234	18,95,036
Total Expenses (B)		13,16,21,423	37,26,710
Profit Before Tax (C)= A-B		(6,64,13,334)	(23,24,731)
Tax Expenses (D)		-	-
1) Current Tax		-	-
2) Deferred Tax		-	-
Profit/Loss for the year E =C-D		(6,64,13,334)	(23,24,731)
Significant accounting policies and notes to account	1		

The accompany notes are integral part of accounting policies

As per our report of even date attached

For Agiwal & Associates
 ICAI Firm Registration Number:000181N
 Chartered Accountants



 CA P. C. Agiwal
 Membership Number: 080475

For and on behalf of board of Directors
 Seeds Fincap Private Limited



 Subhash Chandrasekhara
 DIN:08612145



 Sudhindra Kumar Sharma
 DIN:09424798



 Mahak Chawla
 Membership Number: 461643

UDIN: 22080475AJSMMX3608
 Place: Gurugram
 Date: 27th May 2022

SEEDS FINCAP PRIVATE LIMITED
Cash flow Statement for the year ended 31st March 2022

Particulars	For the year ended 31st March 2022 (INR)	For the year ended 31st March 2021 (INR)
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	(6,64,13,334)	(23,24,731)
Adjustment for Non Cash Expenses and Non Operating activities		
Depreciation	23,70,093	48,623
Interest on FDR	(56,61,225)	(13,49,232)
Operating Profit before Working Capital Changes	(6,97,04,466)	(36,24,340)
Increase/(Decrease) in Other Non Current Assets	(3,21,61,210)	2,00,00,000
Increase/(Decrease) in Other Current Assets	(2,30,39,785)	(11,45,848)
Increase/(Decrease) in Long Term Loans and advances	(26,28,26,668)	-
Increase/(Decrease) in Short Term Loans and advances	(25,01,18,444)	-
Increase/(Decrease) in Other Current Liabilities	1,57,34,365	9,17,928
Increase/(Decrease) in Long Term Provisions	18,11,588	50,000
Increase/(Decrease) in Short Term Provisions	8,25,430	(40,615)
Cash Flow from Operating Activities	(61,94,79,190)	1,61,57,127
A. Net Cash Outflow from Operating Activities	(61,94,79,190)	1,61,57,127
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(73,86,624)	(5,02,782)
Interest on FDR	66,61,225	13,49,232
B. Net Cash Outflow from Investing Activities	(17,25,399)	8,46,450
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital including share premium	27,69,23,833	30,00,000
proceeds from Short Term/Long Term Borrowing	53,68,57,502	-
C. Net Cash Outflow from Financing Activities	81,37,81,335	30,00,000
Net Increase in Cash & Cash Equivalents (A+B+C)	19,25,76,746	2,00,03,576
Opening Cash and Cash Equivalents	2,04,29,160	4,25,584
Closing Cash and Cash Equivalents	21,30,05,906	2,04,29,160

As per our report of even date attached

For Agiwal & Associates
ICAI Firm Registration Number:000181N
Chartered Accountants



CA P. C. Agiwal
Membership Number: 080475

UDIN: 22080475AJSMX3608
Place: Gurugram
Date: 27th May 2022

For and on behalf of board of Directors
Seeds Fincap Private Limited



Subhash Chandra Acharya
DIN:08612145



Sudhendra Kumar Sharma
DIN:09424798



Mahak Chawla
Membership Number: A61643

Seeds Fincap Private Limited
U65999DL2019PTC357518
Notes to Financial Statements for the Year Ended March 31, 2022

Corporate information

Seeds Fincap Private Limited ("SFPL" or "the Company") was incorporated on 15th November 2019 under the Companies Act vide CIN U65999DL2019PTC357518 to carry on the business of a finance company. The Company is registered as a Non-Banking Financial (Non-Deposit Accepting or Holding) Company under section 45-IA of the Reserve Bank of India Act, 1934 vide certificate no. 14.03545 with effect from 26, March 2021 and all directions, guidelines or instructions of the Reserve Bank of India that have been issued from time to time and are in force and as applicable to a Non deposit taking Non- Banking Financial Company are applicable to the Company. The registered office of the Company is 509,5th Floor, World Trade Centre, Babar Road, New Delhi-110001 and corporate office at Unit No. 662-663, JMD Megapolis, Sohna Road, Sector 48, Gurugram, Haryana, 122018

1. Significant Accounting Policies

(a) Statement of Compliance in preparation of financial statements

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) the company has prepared these Financial Statements to comply in all material respects with the Accounting Standards ('AS') notified under section 133 of the Companies Act, 2013 (the 'Act') read together with Rule 7 of the Companies (Accounts) Rules, 2014, Companies (Accounting Standards) amendment Rules, 2016. The financial statements have been prepared on an accrual basis and going concern basis and under the historical cost convention except as disclosed in specific accounting policies.

The accounting policies adopted in the preparation of financial statements are consistent with those of the previous Year.

(b) Functional and Presentation of Currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All the financial information have been presented in Indian Rupees (INR) .

(c) Current / non-current classification of assets / liabilities

As required by Revised Schedule III, the Company has classified assets and liabilities into current and non-current based on the operating cycle. An operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Since in case of non-banking financial Company normal operating cycle is not readily determinable, the operating cycle has been considered as 12 months.

(d) Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable.

The actual results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise. The estimates and underlying assumptions are reviewed on an ongoing basis.

(e) Revenue Recognition

- (i) Interest income on loans is accounted for by applying the interest rate on the diminishing balance of the financed amount over the period of the agreement.
- (ii) Loan installments received are apportioned between interest income and principal portion. The principal amount is reduced from the loan outstanding, so as to achieve the constant rate of interest on the remaining balance.



Seeds Finecap Private Limited
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Notes to Financial Statements for the Year Ended March 31, 2022

- (iii) Processing fees is recognized as income on accrual basis
- (iv) Interest income on fixed deposits recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
- (v) All other income is recognized on an accrual basis.

(f) Property, Plant and Equipment

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

(g) Depreciation on Property, Plant and Equipment Asset/ Amortization

- (i) Depreciation of fixed assets is provided using the useful lives and, in the manner, provided in Schedule II of the Companies Act, 2013 following written down value method.

Asset description	Estimated Useful life (In Years)
Computers and peripherals	3
Furniture and Fixtures	10
Vehicles	8
Office equipment	5
Mobile and Tablet	3
Software	3

- (ii) Individual assets having cost or reasonable value less than Rs 5000.00 (Five thousand rupees) has been expensed in the month of purchase depending upon the nature of asset.

(h) Borrowing Cost

Borrowing cost consists of interest and other ancillary costs that entity incurs in connection with borrowing of funds.

(i) Classification of Loan portfolio

Loan Portfolio is classified in accordance with Non-Banking Financial Company Directions issued by Reserve Bank of India as mentioned below.

Asset Classification Norms

(i) Standard Assets means the assets in respect of which no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business.

(ii) Non-Performing Asset means an asset for which interest or principal has remained overdue for a period of 180 days or more.



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(j) Provisioning policy for loan portfolio

Loan portfolio is provided for in accordance with NBFC Master Directions which require the total provision of:

- (i) 0.25% of the outstanding loan portfolio,
- (ii) 10% of the aggregate loan installments which are overdue for more than 180 days.
- (iii) 100% provision to the extent to which the advance is not recovered for more than 24 months.
- (iv) In addition to item (iii) above, depending upon the period for which the asset has remained overdue for more than 24 months, provision shall be made on the following basis.
 - a) Upto one year – 20%
 - b) One to three years- 30%
 - c) More than three years – 50%

(k) Provision and contingent liabilities

The Company recognizes a provision when there is present obligation as a result of a past event that probably requires an outflow of resources 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 each 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.

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

(l) Sale of asset portfolios by way of assignment/ securitization

The Company undertakes sale of its loan portfolios by way of securitization/ assignment of its loan portfolio. The assigned/ securitized portfolio is de-recognized from the books of the Company in situations where the Company relinquishes its contractual rights over the underlying loan.

(m) Employee benefits:

The Company has various schemes of retirement benefits, namely provident fund, gratuity and leave encashment.

(i) Short-term employee benefits:

All employee benefits payable/ available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc. are recognized in the Statement of Profit and Loss in the period in which the employee renders the related service.

(ii) Other long-term employee benefits:

Entitlements to annual leave are recognized when they accrue to employees. Leave entitlements can be availed while in service of employment subject to restriction on the maximum number of accumulation. The

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company determines the liability for such accumulated leave entitlements on the basis of actuarial valuation carried out by an independent actuary at the Year end.

(iii) Defined contribution plan:

Contributions towards Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the year when the expenses are actually incurred.

(iv) Defined benefit plans:

The present value of obligations under such defined benefit plans are based on actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

(n) Taxes on Income

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current Year and reversal of timing differences for the earlier Years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

(o) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term fixed deposits/ investments with an original maturity of three months or less.

Fixed Deposit with more than twelve months maturity are disclosed separately under cash and cash equivalents.

(p) Segment Reporting

Since the Company's business activity falls within single primary/ secondary business segment viz., loan and financing in India, no disclosure is required to be given as per Accounting Standard (AS) – 17 "Segment Reporting" as notified under Section 133 of the Companies Act, 2013 ('the Act') read together with paragraph 7 of the Companies (Accounts) Rules, 2014.

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(q) Event occurring after balance sheet date

Events occurring after the balance sheet date are those significant events, both favourable and unfavourable, that occur between the balance sheet date and the date on which the financial statements are approved by the Board of Directors.

Adjustments to assets and liabilities are required for events occurring after the balance sheet date that provide additional information materially affecting the determination of the amounts relating to conditions existing at the balance sheet date.

Adjustments to assets and liabilities are not appropriate for events occurring after the balance sheet date, if such events do not relate to conditions existing at the balance sheet date.

There are events which, although they take place after the balance sheet date, are sometimes reflected in the financial statements because of statutory requirements or because of their special nature.

(r) Impairment of asset

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(s) Cash flow statement

The Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard - 3 on Cash Flow Statements prescribed under the Companies Act, 2013

(t) Changes in accounting Policies

No significant changes in accounting policies have been made during the year.

(u) Portfolio insurance claim receivable

Insurance claim on death cases is generally received in 3-6 months post the intimation of death to insurance company.

(v) Input tax credit method

As per section 17(4), the company can claim input tax credit on its inputs, inputs services or capital goods at a fixed rate of 50% on all of its credit, and rest of the input tax credit would lapse.



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22. Earnings per share

Basic earnings per equity share is computed by dividing net profit or loss attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year. Diluted earnings per share is computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares except where results are anti-dilutive.

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
Profit after tax as per the statement of Profit and Loss	(6,64,13,334)	(23,24,731)
Net Profit attributable to equity shareholders for calculation of basic EPS	(6,64,13,334)	(23,24,731)
Opening Balance of equity shares	20,45,000	20,45,000
Add: Issued/ converted during the year	2,95,17,022	30,000
Closing Balance of Equity Shares	3,15,62,022	20,75,000
Nominal Value of equity share (INR)	22,56,20,220	2,34,50,000
Weighted average number of shares outstanding during the period for calculation of basic EPS	1,24,70,303	20,42,036
Effect of diluted potential shares	-	-
Weighted average number of shares outstanding during the period for calculation of basic EPS	1,24,70,303	20,42,036
Basic Earning per Shares (INR)	(5.53)	(1.14)
Diluted potential Equity Shares (INR)	(5.53)	(1.14)

23. Auditor's remuneration (excluding tax)

Particulars	For the Year ended March 31, 2021 (In Lakhs)	For the Period ended March, 31 2021 (In Lakhs)
As auditor		
-Statutory audit	4.00	0.20
Total	4.00	0.20

24. Disclosure with respect to Accounting Standard (AS)-15 (Revised) Employee Benefits

a) Defined benefit plan (Gratuity):

The Company operates gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days (for a month of 26 days) of total basic salary last drawn for each completed Year of service. Gratuity is payable to all eligible employees of the Company on retirement, separation, death or permanent disablement, in terms of the provisions of the Payment of Gratuity Act, 1972, except that there is no limit on payment of gratuity.

The Company had carried out an actuarial valuation in accordance with AS-15 (Revised) "Employee Benefits" during the Year ended March 31, 2022.



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Notes to Financial Statements for the Year Ended March 31, 2022

The following table sets out the status of the gratuity plan as required under AS-15 (Revised):

Particulars	(Amount in INR)	
	For the year ended 31 st March 2022	For the year ended 31 st March 2021
A) Reconciliation of benefit obligations and plan assets: -		
Opening defined benefit obligation	25,000	-
Current service cost	4,36,721	-
Interest cost	1,600	-
Actuarial losses/ (gains)	(1,902)	-
Benefits paid	-	-
Settlement loss/ (gain)	-	-
Closing Benefit Obligation	4,61,419	-
B) Reconciliation of present value of the obligations and the fair value of the plan assets: -		
Present value of obligations	4,61,419	-
Fair value of plan assets	-	-
Net liability to be recognized in Balance Sheet	4,61,419	-
C) Gratuity cost for the Year:		
Current service cost	4,36,721	-
Interest cost	1,600	-
Expected return/ (loss) on plan assets	-	-
Settlement loss/ (gain)	-	-
Net actuarial losses/ (gain) recognized in Year	(1,902)	-
Prior period charge for current cost	-	-
Net gratuity cost/ (income) to be recognized in Statement of Profit and Loss	4,36,419	-

Assumptions	For the year ended 31 st March 2022	For the year ended 31 st March 2021
Discount rate	6.40% p.a.	-
Expected rate of return on plan assets	-	-
Salary escalation rate	6.00% p.a.	-

Financial assumptions

The discount rate mentioned above reflects the estimated timing and currency of benefit payments. It is based on the yields/ rates available on applicable bonds as on current valuation date.

The salary growth indicated above is the Company's best estimate on an increase in the salary of the employees in future Years, determined considering the general trend in inflation, seniority, promotions, past-experience and other relevant factors such as demand and supply in employment market, etc.



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Notes to Financial Statements for the Year Ended March 31, 2022

b) Earned Leave Liability:

The earned leave due to an employee is the period which the employee has earned, diminished by the period of leave actually taken by the employee.

(Amount in INR)

Particulars	For the year ended 31 st March 2022	For the year ended 31 st March 2021
A) Reconciliation of benefit obligations and plan assets: -		
Opening defined benefit obligation	25,000	-
Current service cost	-	-
Interest cost	1,600	-
Actuarial losses/ (gains)	9,16,636	-
Benefits paid	-	-
Settlement loss/ (gain)	-	-
Closing Benefit Obligation	9,43,236	-
B) Reconciliation of present value of the obligations and the fair value of the plan assets: -		
Present value of obligations	9,43,236	-
Fair value of plan assets	-	-
Net liability to be recognized in Balance Sheet	9,43,236	-
C) Earned Leave cost for the Year:		
Current service cost	9,18,236	-
Interest cost	-	-
Expected return/ (loss) on plan assets	-	-
Settlement loss/ (gain)	-	-
Net actuarial losses/ (gain) recognized in Year	-	-
Prior period charge for current cost	-	-
Net earned leave cost/ (income) to be recognized in Statement of Profit and Loss	9,18,236	-

Assumptions	For the year ended 31 st March 2022	For the year ended 31 st March 2021
Discount rate	6.40% p.a.	-
Expected rate of return on plan assets	-	-
Salary escalation rate	6.00% p.a.	-

25. Provision for outstanding loan portfolio

(a) The details of Provision for outstanding loan portfolio (Refer note 1(j)) in accordance the NBFC Master Directions:

(Amount in INR)

Classification	As at 31 st March 2022		As at 31 st March 2021	
	Loan Portfolio	Provision	Loan Portfolio	Provision
Standard Portfolio	51,29,45,111	12,82,363	-	-
Sub-Standard Portfolio	-	-	-	-
Doubtful Portfolio	-	-	-	-
Loss Portfolio	-	-	-	-
Total	51,29,54,111	12,82,363	-	-



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Notes to Financial Statements for the Year Ended March 31, 2022

26. Related Parties under AS-18 with whom transactions have taken place during the Year.

(a) Directors and Key Managerial Personnel

-Mr.Subhash Chandra Acharya	- Managing Director and CEO
-Mr.Avishek Sarkar	- Whole Time Director
-Mr.Sudhindra Kumar Sharma	- Director
-Mr.Krishnendu Sarkar	- Director (Upto 8 th March'2022)
-Ms.Monika	- Director
-Ms.Mahak Chawla	- Company Secretary

(b) Relative of Key Managerial Personnel

-Ms. Monika	- Director
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(c) Transactions with Related Parties

S.No.	Particulars	For the year ended (In Lakhs)	For the year ended (In Lakhs)
		31 st March 2022	31 st March 2021
	Remuneration for Key Managerial Personnel* :-		
(a)	(i) Mr.Subhash Chandra Acharya	42.50	-
	(ii) Mr. Avishek Sarkar	35.00	-
	(iii) Mr. Sudhindra Kumar Sharma	20.16	-
	(iv) Ms. Mahak Chawla	1.07	-
	Other Transaction: -		
	(i) Advisory Fees: -		
	(i) Mr. Sudhindra Kumar Sharma	7.05	
	(ii) Payment of Advance given to Company: -		
	(i) Mr. Subhash Chandra Acharya	(4.57)	
	(iii) Allotment of Equity Share including Share Premium: -		
(b)	(i) Mr. Subhash Chandra Acharya	170.00	-
	(ii) Mr. Avishek Sarkar	135.00	-
	(iii) Mr. Sudhindra Kumar Sharma	90.00	-
	(iv) Ms. Monika	15.00	-
	(iv) Issue of Compulsory Convertible Preference Shares :-		
	(i) Mr. Avishek Sarkar	-	30.00
	(v) Conversion of Compulsory Convertible Preference Shares :-		
	(i) Mr. Avishek Sarkar**	30.00	-

Note: The remuneration to the key managerial personnel does not include the provisions made for gratuity and leave benefits.

**Conversion of Compulsory Convertible Preference Shares amounting to Rs. 30 Lakhs into 3,00,000 Equity Shares of INR 10 each.



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Notes to Financial Statements for the Year Ended March 31, 2022

27. Assignment Deal

The Company sold loans through direct assignments to Vedika Credit Capital Limited on January 29, 2022. The information on direct assignment activity of the Company as an Originator is as given below:

Particulars	(Amount in INR)	
	For the year ended 31 st March 2022	For the year ended 31 st March 2021
(i) No. of accounts	361	-
(ii) Aggregate value (net of provisions) of accounts sold (INR)	2,04,00,057	-
(iii) Aggregate consideration (INR)	2,04,00,057	-
(iv) Minimum Retention (INR)	31,05,166	-
(v) Additional consideration realized in respect of accounts transferred in earlier Years	-	-
(vi) Aggregate gain / loss over net book value	-	-

28. Covid-19 Related disclosure

Disclosure as required by RBI circular dated April 17, 2020 'CoVID-19 Regulatory package –Asset Classification and provisioning is not required.

The continuing impact of COVID-19 on the global economy and how governments, businesses and consumers respond is uncertain. This uncertainty is reflected in the Company's assessment of impairment loss allowance on its loans which are subject to a number of management judgements and estimates. In relation to COVID-19, judgements and assumptions include the possible extent and duration of the pandemic, the impacts of actions of governments and other authorities, and the responses of businesses and consumers in different industries. Further, the Company has in addition to the moratorium benefit discussed above restructured certain loan accounts in accordance with the Resolution framework for COVID-19 related stress as per the RBI Circular dated August 2020. These accounts have been classified on the basis of the historical behavior of such loans and applying suitable macro-economic outlook and expected credit losses have been provided in respect of those loans as well.

29. Report on other legal and regulatory requirements: -

(i). At the Year end, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(ii). There is no unhedged foreign currency exposure during the Year.

(iii). The Company has taken confirmation and there are no amounts that need to be disclosed in accordance with the Micro Small and Medium Enterprise Development Act, 2006 (MSMED) pertaining to micro or small enterprises for the year ended 31st March, 2022 the company about its status as micro or small enterprises or its registration with the appropriate authority under MSMED.

30. Figures for previous Year have been regrouped and/or reclassified wherever considered necessary, to conform to current Year's classification.

31. During the year company has not made any provision on account of deferred tax due to accumulated loss of INR 6,86,22,475.



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Notes to Financial Statements for the Year Ended March 31, 2022

32. Balances of sundry debtors and creditors and other parties are subject to confirmation.

33. Note no 1 to 32 are integral part of financial statement.

As per our report of even date
For Agiwal & Associates
ICAI Firm Registration Number: 000181N
Chartered Accountants



CA P.C. Agiwal
Partner
Membership Number. 080475

For and on behalf of Board of Directors of
Seeds Fincap Private Limited



Subhash Chandra Acharya
Managing Director and CEO
DIN- 08612145



Sudhindra Kumar Sharma
Director
DIN- 09424798

UDIN: 22080475AJSMMX3608
Place: Gurugram
Date: 27th May 2022



Mahak Chawla
Company Secretary
Membership Number. A61643

Seeds Fincap Private Limited
Notes forming part of the financial statements for the year ended 31st March 2022

2 Share Capital	As at March 2022 (INR)	As at March 2021 (INR)
Authorised		
3500000 (Previous year 2045000) Equity Shares of Rs. 10/- each	35,00,00,000	2,90,00,000
Issued		
31562022 (Previous year 2045000) Equity Shares of Rs. 10/- each	22,56,20,220	2,04,50,000
NIL (Previous year 30000) Compulsorily Convertible Preference Shares of Rs 100/- each	-	30,00,000
Subscribed		
31562022 (Previous year 2045000) Equity Shares of Rs. 10/- each	22,56,20,220	2,04,50,000
30000 (Previous year NIL) Compulsorily Convertible Preference Shares of Rs 100/- each	-	30,00,000
Paid Up		
21562022 (Previous year 2045000) Equity Shares of Rs. 10/- each	21,56,20,220	2,04,50,000
1000000 (Previous year NIL) Equity Shares of Rs. 10/- each partly paidup Rs. 1 /Share*	1,00,00,000	-
30000 (Previous year NIL) Compulsorily Convertible Preference Shares of Rs 100/- each	-	30,00,000
	<u>22,56,20,220</u>	<u>2,34,50,000</u>
a) Reconciliation of number of ordinary shares outstanding		
i) As at beginning of the year	20,45,000	20,45,000
Add Shares issued during the year**	2,94,87,022	-
Add Shares converted during the year	30,000	-
Shares outstanding at the end of the year:	<u>3,15,62,022</u>	<u>20,45,000</u>

* On December 24, 2021, the Company issued 1,00,00,000 partly paid-up equity shares of INR 10 each, on which INR 1 per share is paid till March 31, 2022.

** On April 29 2021 the Company issued 4,60,000 Equity Shares of INR 10 each .On June 30,2021 the Company issued 1,00,10,000 Equity Shares of INR 10 each .On November 30,2021 the Company issued 43,49,000 Equity Shares of INR 10 each .On December 31,2021 the Company issued 26,90,500 Equity Shares at a price of INR 20 each (Face Value of INR 10 and premium of INR 10 each) .On March 31,2022 the Company issued 19,77,422 Equity Shares at a price of INR 34.20 each (Face Value of INR 10 and premium of INR 24.20 each).

Compulsorily Convertible Preference Shares

i) As at beginning of the year	30,000	-
Add Shares issued during the year	-	30,000
Less Shares Converted during the year	<u>30,000</u>	<u>-</u>
Shares outstanding at the end of the year	-	<u>30,000</u>

b) Shareholder holding more than 5% of the Equity Shares in the Company

	No. of Shares	%	No. of Shares	%
1) Subhash Chandra Acharya	35,05,000	11.11%	5,40,000	26.41%
2) Avishak Sarkar	31,55,000	10.00%	2,00,000	9.78%
3) Prashant Gupta	11,00,000	3.40%	11,00,000	53.79%
4) Sudhinda Sharma	27,05,000	8.57%	1,10,000	5.38%
5) Sameer Dhall	26,00,000	8.24%	-	-
6) Concourse Consultancy Service Pvt. Ltd.	34,00,000	10.77%	-	-
7) Gitesh Sharma	22,30,000	7.07%	-	-

c) Shareholding of Promoters

Promoter name	No. of Shares	%	No. of Shares	%	%change during the year
1) Subhash Chandra Acharya	35,05,000	11.11%	5,40,000	26.41%	540%
2) Avishak Sarkar	31,55,000	10.00%	-	-	-
3) Monika	1,50,000	0.48%	8,000	0.24%	2400%
4) Maneesha Gupta	9,18,000	2.91%	-	-	-
5) Prashant Gupta	11,00,000	3.40%	-	-	-
6) Concourse Consultancy Services Pvt. Ltd.	34,00,000	10.77%	-	-	-
7) Gitesh Sharma	22,30,000	7.07%	-	-	-



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

	As at March 2022 (INR)	As at March 2021 (INR)
3 Reserve and Surplus		
<u>Securities Premium Account</u>		
At the beginning of the year	-	-
Add: on Issue of Shares	7,47,53,612	-
	7,47,53,612	-
<u>Profit & Loss Account</u>		
At the beginning of the year	-	-
Add: Net Profit/(Loss) for the Year	(22,09,141)	1,16,690
Less: other appropriations	(8,84,13,334)	(23,24,731)
Total Reserve and Surplus	61,31,137	(22,09,141)
4 Long Term Borrowings*		
Term Loan		
-From Bank (Secured)*	66,66,675	-
-From Others (Secured)	12,08,82,029	-
60 (Previous year NIL) 10% Unsecured, Senior, Redeemable, Non Convertible Debentures of Rs. 500000/- each	3,00,00,000	-
Total Long Term Borrowings	15,75,48,704	-
*Secured Loans are guaranteed by promoters director and by hypothecation of Book Debt. Interest rates applicable on above secured loans are ranges between 14%-16.75% p.a. (previous year NIL)		
5 Long Term Provisions		
Provision for Leave Encashment	7,44,688	25,000
Provision for Gratuity	4,59,833	26,000
Contingent Provision against Standard Assets	6,57,067	-
Total Long Term Provisions	18,61,588	25,000
6 Short Term Borrowings*		
Bank Overdraft (Secured)	12,41,03,148	-
Term Loan		
-From Bank (Secured)	3,08,66,659	-
-From Others (Secured)	16,95,38,990	-
110 (Previous year NIL) 10% Unsecured, Senior, Redeemable, Non Convertible Debentures of Rs. 500000/- each	5,50,00,000	-
Total Short Term Borrowings	37,93,68,795	-
*Secured Loans are guaranteed by promoters director and by hypothecation of Book Debt. Interest rates applicable on above secured loans are ranges between 14%-16.75% p.a. (previous year NIL)		
7 Other Current Liabilities		
Interest Accrued but not due	39,55,378	-
Advances From Directors	-	4,57,000
Expense Payable	28,38,376	7,01,596
Payable to BC Partners	3,25,275	63,839
Statutory Dues	28,03,435	78,213
Payable towards Assignment	20,83,567	-
Other Liabilities	51,13,242	84,580
Total Other Current Liabilities	1,71,19,293	13,84,928
8 Short Term Provisions		
Provision for Leave Encashment	1,98,548	-
Provision for Gratuity	1,588	-
Contingent Provision against Standard Assets	6,25,296	-
Short Term Provisions	8,25,430	-
9 Long Term Loans and Advances		
<u>Unsecured and Considered good</u>		
Standard Portfolio Loans	28,28,688	-
Sub-Standard Portfolio Loans	-	-
Doubtful Portfolio Loans	-	-
Loss Portfolio Loans	-	-
Total Long Term Loans and Advances	28,28,688	-



SEEDS FINCAP PRIVATE LIMITED

Notes forming Part of the Financial Statements for the year ended 31st March 2022

10. SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT AS ON 31ST MARCH 2022

NAME OF FIXED ASSETS	AS ON 01.04.2021	GROSS BLOCK			DEPRECIATION BLOCK					AS ON 31.03.2021
		ADDITION	SALE	TOTAL	AS ON 01.04.2021	WIP	DURING THE YEAR	UPTO 31.03.2022	AS ON 31.03.2022	
COMPUTER	4,82,194	51,09,004	-	56,51,218	48,694	29,291	19,30,185	20,04,179	36,41,049	4,43,491
OFFICE EQUIPMENT	10,099	14,10,132	-	14,20,230	929	-	1,13,614	3,14,243	11,06,187	9,609
FURNITURE AND FIXTURES	-	8,42,749	-	8,42,749	-	-	1,26,293	1,26,293	7,16,456	-
TOTAL	5,02,782	74,11,915	-	79,14,696	49,623	29,291	23,70,092	24,45,096	54,69,692	4,53,100

NAME OF INTANGIBLE & FIXED ASSETS AS ON 31ST MARCH 2022	GROSS BLOCK				DEPRECIATION BLOCK			
	AS ON 01.04.2021	ADDITION	SALE	TOTAL	AS ON 01.04.2021	WIP	DURING THE YEAR	UPTO 31.03.2022
TOTAL	-	-	-	-	-	-	-	-



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Seeds Fincap Private Limited
Notes forming part of the financial statements for the year ended 31st March 2022

	As at March 2022 (INR)	As at March 2021 (INR)
11 Other Non Current Assets		
-In First loan default guarantee (Maturity more than 12 months)	3,12,43,062	-
Minimum retention receivable on Assignment	9,18,148	-
Total Other Non Current Assets	3,21,61,210	-
12 Cash and cash equivalents		
-In Current Account	2,36,72,611	4,28,416
-In FDR (Maturity within 3 months)	18,93,00,650	2,00,00,000
Cash in Hand	32,645	744
Total Cash And Cash Equivalents	21,30,05,906	2,04,29,160
13 Short Term Loans and Advances		
Standard Portfolio Loans	25,01,18,444	-
Sub-Standard Portfolio Loans	-	-
Doubtful Portfolio Loans	-	-
Less Portfolio Loans	-	-
Total Short Term Loans and Advances	25,01,18,444	-
14 Current Assets		
Interest Accrued on FDR	53,15,157	1,88,506
Income Accrued	69,12,849	52,747
Minimum retention receivable on assignment	21,87,018	-
TDS and GST Receivables	10,86,378	1,63,634
Receivable from BC Partners	6,33,740	-
Advance to vendor	1,90,942	4,41,972
Prepaid expenses	48,29,488	1,87,200
Advance to Employees	18,15,136	60,998
Security Deposit	12,56,230	8,48,330
Carried down balance-insurance	3,80,000	50,000
Cash Collateral Recoverable	44,438	-
Insurance Claim Receivable-Portfolio	1,98,779	-
Total Current Assets	2,48,33,253	17,93,467



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Seeds Fincap Private Limited
Notes forming part of the financial statements

	As at March 2022 (INR)	As at March 2021 (INR)
15 Revenue From Operations		
Interest Income on Loan Portfolio	4,57,17,689	-
Processing fees	1,18,58,035	-
Interest on FDR	5,04,103	-
Service Fees	10,84,564	-
Late fee & Penalties - Other	-	-
Business Partnership income	24,369	52,747
Total Revenue From Operations	<u>5,91,88,740</u>	<u>52,747</u>
16 Other Income		
Interest on FDR	58,61,225	13,49,232
Other Income	3,58,124	-
Total Other Income	<u>60,19,349</u>	<u>13,49,232</u>
17 Employee Benefit Expenses		
Salaries, wages and bonus	5,54,83,160	16,42,946
Director Remuneration	97,85,980	-
PF and ESI Contribution	45,29,666	87,459
Leave Encashment	9,18,238	25,000
Gratuity	4,36,419	25,000
Insurance Expenses	3,74,873	-
Staff Welfare expenses	1,61,030	-
Total Employee Benefit Expenses	<u>7,16,89,164</u>	<u>17,80,405</u>
18 Finance expenses		
Finance Cost	2,43,21,763	-
Processing Fees	31,28,181	-
Bank charges	1,76,025	1,646
Other Finance Cost	15,600	-
Total Finance Expenses	<u>2,76,41,569</u>	<u>1,646</u>
19 Contingent Provision against Standard Assets		
Contingent Provision against Standard Assets	12,82,363	-
Total Contingent Provision against Standard Assets	<u>12,82,363</u>	<u>-</u>
20 Other Expenses		
Advertisement Expenses	2,100	-
Business Promotion	75,000	1,700
Traveling and Conveyance expenses	41,14,184	1,67,088
Communication Expenses	15,88,319	1,24,532
Rent Expenses	35,77,571	4,12,329
Office Expenses	15,61,953	2,59,433
Electricity Expenses	2,72,540	-
Software Expenses	16,30,003	-
Recruitment Expenses	6,59,950	-
Printing and Stationery	6,79,172	53,797
Repair and Maintenance- Computer	2,60,626	76,963
Repair and Maintenance- Office	9,08,000	2,24,096
Meeting and Conferences	2,96,354	-
Branch establishment expenses	5,14,863	-
Legal and Professional charges	86,62,800	4,43,208
Insurance Expenses	29,558	-
Director Sitting Fees	15,000	-
Preliminary expenses written off	62,400	62,400
Annual Meet Expenses	15,63,700	-
Audit Fees	1,00,000	20,000
Membership and Subscription charges	4,27,844	44,250
Central Credit Disallowed	13,87,200	-
Misc. Expenses	899	6,240
Total Other Expenses	<u>86,48,281</u>	<u>8,95,036</u>



SEEDS FINCAP PRIVATE LIMITED
Notes forming Part of the Financial Statements for the year ended 31st March 2022

21. RATIOS

S.No.	Ratio	Numerator	Denominator	31-03-2022	31-03-2021	% Variance	Reason for Variance*
1	Current Ratio	Current Assets	Current Liabilities	1.23	16.05	23%	-
2	Debt-equity Ratio	Debt	Equity	2.32	-	100%	-
3	Debt service coverage ratio	Net operating income	Total debt service	18.74	-	100%	-
4	Return on equity ratio	Profit after tax	Average equity	(0.53)	(0.11)	-153%	-
5	Net capital turnover ratio	Total income	Average equity	0.52	0.07	-48%	-
6	Net profit ratio	Profit after tax	Total revenue	(1.02)	(1.66)	-202%	-
7	Return on capital employed	Earning before interest and taxes	Capital employed	(0.10)	(0.11)	-110%	-

* There were no business activities in previous FY'21, so current and previous year figures are not comparable

