

REVIVE. THRIVE. TRIUMPH.

Transforming economy for good



CORPORATE INFORMATION

Board of Directors

Mr.Ramachandran Ottappath
Chairman

Mr.Unnikrishnan.I
Managing Director &CEO

Non Executive Directors

Mr.Vijayan.N. D
Mr.P.N.Unnirajan

Independent Directors

Dr.Pushpangadan Mangari
Mr.Anoop Ganapathi
Mr.Santosh Kurup

Senior Management Team

Mr.Rajeshkumar K Pillai
EVP & Company Secretary
Mr.Prasad. P
VP & Chief Financial Officer
Mr.K.K. Sreenivas
VP – Credit & Branch Operations

Our Banks and other Financial Institutions

- Au Small Finance Bank Limited
- Dhanlaxmi Bank Limited
- ESAF Small Finance Bank Limited
- Federal Bank Limited
- Fincare Small Finance Bank Limited
- HDFC Bank Limited
- ICICI Bank Limited
- IDBI Bank Limited
- IDFC First Bank Limited
- Indian Bank
- KarurVysya Bank Limited
- Magma Fincorp Limited
- Muthoot Capital Services Limited
- Muthoot Finance Limited
- Profectus Capital Private Limited
- South Indian Bank Limited
- State Bank of India
- Vivrti Capital Private Limited
- Bandhan Bank Limited
- CSB Bank Limited

Debenture Trustees

1. CS N.R.Bahuleyan
Nalupurakkal, Block No.54,
MurugaNagar,Punkunnam,
Thrissur-02 Ph.09388859486

Registered Office

Yogakshemam Loans Limited,
Door No.28/315D-2,3rd Floor,
Ottappath Tower,AswiniJunction,
Thiruvambadi(P.O)Thrissur-680022
Kerala,India
Phone: 0487 2320102/2320103
Website: www.yogloans.com
Email ID: cs@yogloans.com

Investors Contact

Mr.Rajeshkumar K Pillai
EVP & Company Secretary
Phone:0487-2320102/2320103
Email ID:hod.invest@yogloans.com,
cs@yogloans.com

Registrar And Transfer Agent

S.K.D.C. Consultants Limited
"Surya", 35, Mayflower Avenue
Behind Senthil Nagar
Sowripalayam Road
Coimbatore – 641028.
Phone: 0422 4958995, 2539835 / 836
Fax : 0422 2539837
Email: info@skdc-consultants.com

Forward looking statements.

Statements made in this Annual Report may contain certain forward-looking statements based on various assumptions on the Company's present and future business strategies and the environment in which it operates. Actual results may differ substantially or materially from those expressed or implied due to risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India and abroad, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the Company's businesses as well as the ability to implement its strategies. The information contained herein is as of the date referenced and the Company does not undertake any obligation to update these statements. The Company has obtained all market data and other information from sources believed to be reliable or its internal estimates, although its accuracy or completeness can not be guaranteed.



Social initiatives



YOGLOANS carries the ethos of Caring and Sharing.

It is in its DNA. Irrespective of any legal or regulatory compulsions it has been extending its support to noble cause of the society all along.

During the reporting period, the company has extended financial support of Rs.4.50.lacs in much needed areas like shelter homes for women, health care including preventive health care and pain and palliative etc.

It has also contributed about Rs.4.lacs to the PMCARES fund considering the peculiar situation demanding huge resources in our fight against Covid-19.

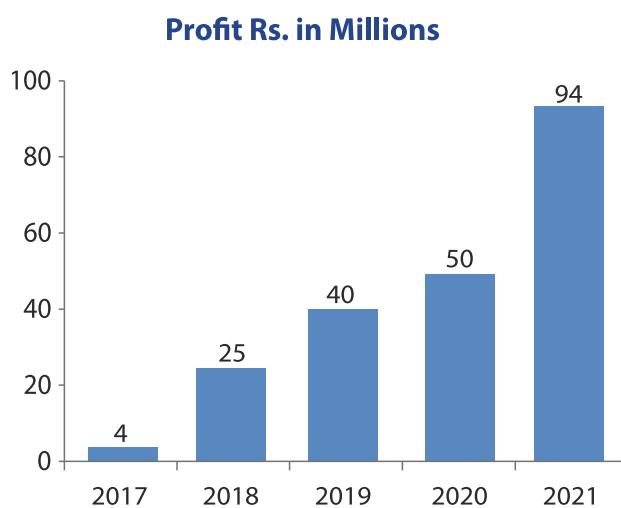
We are committed to care and share as we move forward.

C O N T E N T S

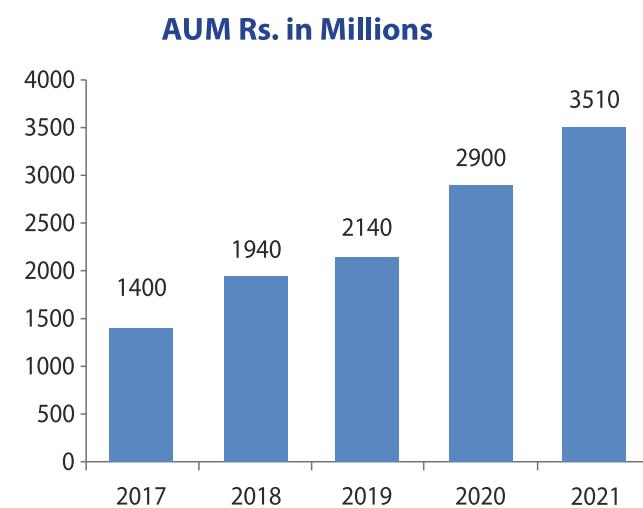
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Company is registering consistent progress in all important parameters over the last few years.

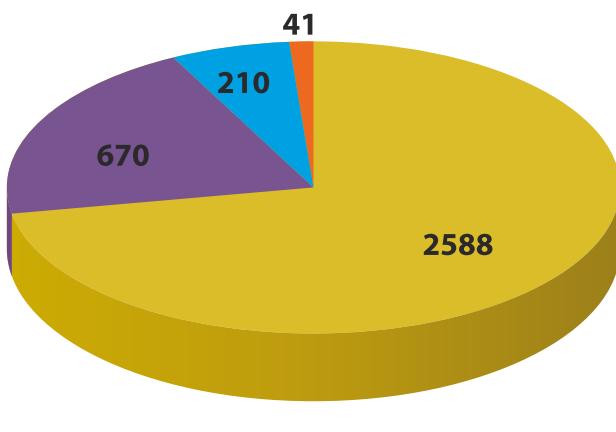
Higher profitability in line with growth in loan book



Increasing AUM year over year

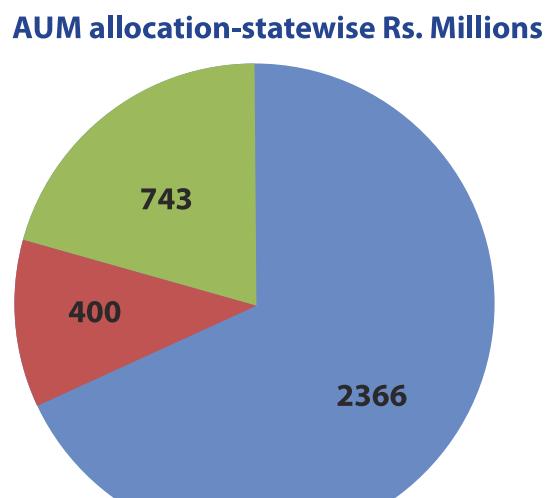


Healthy growth of diversified loan book

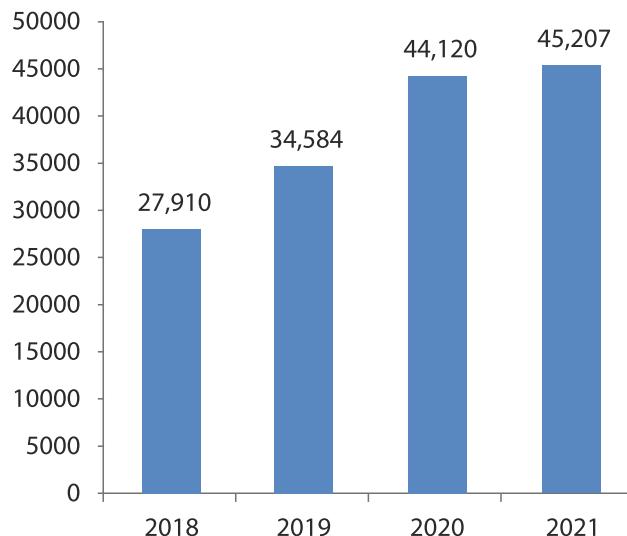
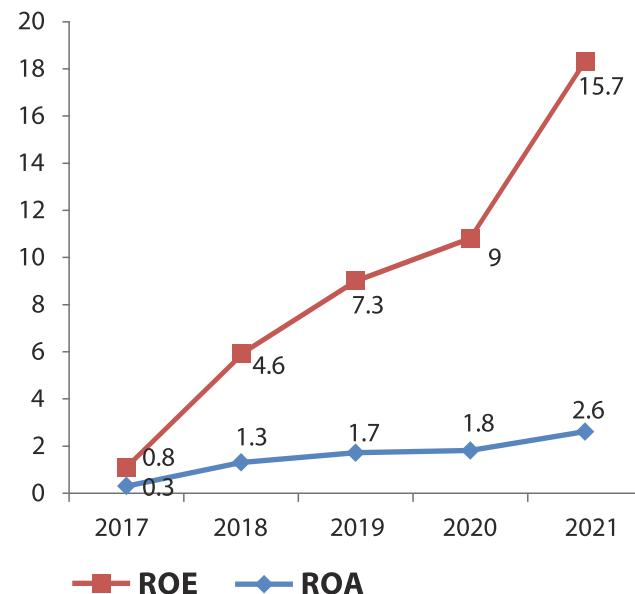
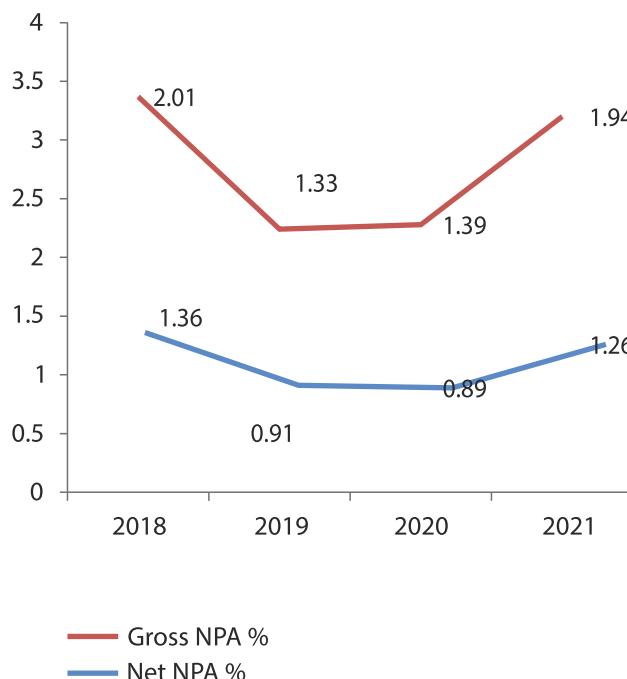
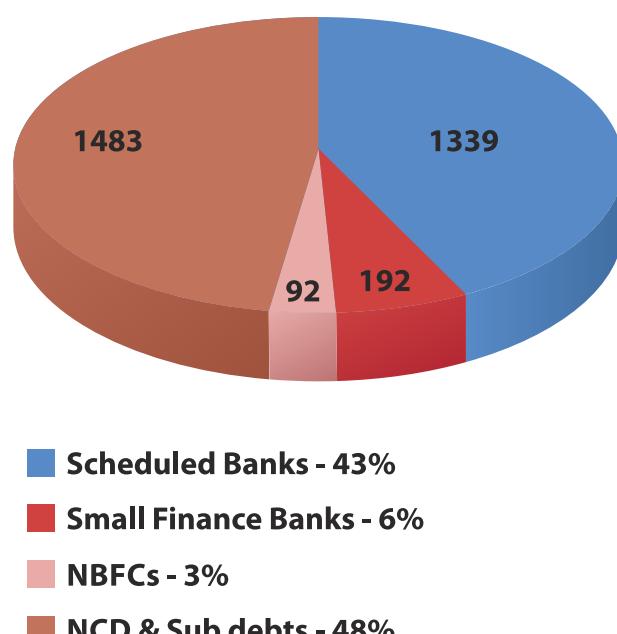


- Gold - 73%
- Vehicle - 19%
- MSME - 6%
- Microfinance - 2%

Expanding asset allocation, increasing potential markets



- Kerala - 67%
- Tamilnadu - 12%
- Karnataka - 21%

Customer base expanded irrespective of general weakness in economy

Better return ratios on equity and loan assets

Asset quality remains high

Diversified fund sources
Outstanding Limits Rs. 3107.million




RISING ABOVE CHALLENGES

Message from MD & CEO

Dear Members,

Let me begin this letter with the famous quote from Joel Osteen;

"You were created to overcome every obstacle, to rise above every challenge. Not just to survive-to thrive!"

The above quote is more relevant nowadays as the human kind has been facing multiple challenges for the last one and a half years. It has been a struggle to overcome the threats to normal life we used to. There has been a complete disruption to the human habits of the civilised society such as free movement and socialisation. In the fight against Covid-19, we have lost millions of valuable human lives across the world. Economies over the world have lost billions of money and were forced to re-adjust their priorities and continues to dedicate billions for providing health care to its people. In this distress situation, rays of hopes are coming in the form of vaccines. Our country has proudly presented to the world the vaccines made in its factories and extended the humanitarian support to many countries by delivering vaccines.

As we present the 30th Annual Report of the Company, I feel privileged to address you through this column. The year gone by proves the resilience of the organisation to cut across all odds and challenges and to find its own strength. We have seen several positive shoots amidst the dim economic scenario and lower social and business sentiments due to overall attention of Governments and civil society in fighting against the Covid-19 Pandemic.

"Expanding branch network, growing loan book with better asset quality, increasing top line, growing profitability and return on equity with adequate capital and technical capabilities will best work in favour of the company to thrive irrespective of temporary challenges in the macroeconomic environment."

Performance

I have immense pleasure to state that the company has generated a Net Profit of Rs.93.5 Million for the financial year ended on 31st March 2021 as against Rs.50.3.Million of the corresponding previous year, an increase of about 86%.The current year profit represents a return on equity of about 15.7%.

Our overall loan book has grown to Rs.3510. Million as on 31st March 2021 as against Rs.2900. Million of 31st March 2020. The loan book has registered a growth of about 21% during the year under report.

On the loan portfolio mix, we keep our focus on growing the gold loan book. During the reporting period, we were able to take advantage of the favourable movement in gold price. As indicated in my previous year's message, we continued to grow the two wheeler loan portfolio, the second largest loan book, with an outstanding of Rs.670 Million.

I am sure you will find it more interesting to read and understand the numerical analysis, strategic and other operational reports provided in the following pages of this Annual Report .Irrespective of the many unfavourable and unprecedented socio economic developments in the reporting period the performance results lead us one step closer towards our stated objectives; growth and diversity, profitability and appreciation of shareholders value.

Covid-19 impacts

After the nationwide lockdown of the first quarter of FY 21, We have seen traction in business and disbursements have gone up from the second quarter onwards. The bullish gold price gave further fillip to gold loan demands and there were good demands for two wheeler loans too. Performance of the two wheeler loan is satisfactory.

In line with the guidelines of Reserve Bank of India(RBI) to offer relief to the liquidity worries of the customers, we had offered moratorium facilities to all eligible borrowers.. We had also extended the facility of restructuring facility in line with the RBI's Resolution frame work for Covid-19 related stress and 1546 borrowers benefited under this scheme. In the macroeconomic front, as expected, the last year's nationwide lockdowns caused a negative growth of about 7 % in GDP. Naturally it will take its own time to gain the momentum in economic activities to reclaim its earlier position and growth trajectory.

Our priorities

In the first quarter of the current year we had to fight the second wave of Covid-19. We have seen lockdown restrictions regionally where our branches are functioning. The spread of the disease was more severe this time and we have seen the disease spreading in rural areas too and the severity led to the choking of the functioning of the health care system with deficiency in oxygen. Lasting lockdown restrictions in some areas will have adverse impact on the general economic health and weakening business sentiments. As an organisation, we look forward confidently by sharpening our capabilities to rise up to the occasion. Since the free movement of the people is affected, online transactions are preferred. We are consolidating our technological capabilities to facilitate seamless transactions. We have built robust systems to facilitate remittance of principle and interest digitally using UPI in addition to conventional banking channels. In the case of gold loan, conventionally, the borrower should visit the branches to do all kinds of transactions. We have been offering innovative loan products in this space also. Now, the borrowers will be able to draw their undrawn limits from the comfort of their own places.

As is known to all of us, the Government machinery is working all out to fight the Covid-19 impact. For the past couple of days, India is injecting about -40-50 lacks of doses per day. At this rate, it is likely to take about 250 days to vaccinate about 80% of our population with at least one dose. Depending on the vaccination speed and the preparedness of the health care system, India would be in a better position to ward off a third wave and the economic activities may reclaim its speed and vigour of

the pre-Covid-level. We have been seeing encouraging performance of our company over the last couple of years and is looking forward to normalcy to return. Expanding branch network, growing loan book with better asset quality, increasing top line, growing profitability and return on equity with adequate capital and technical capabilities will best work in favour of the company to thrive irrespective of temporary challenges in the macroeconomic environment.

We have a network of 115 branches as at the year end and a few more branches are getting ready to start functioning shortly. With all the branches becoming operational, Fresh branches will further boost our loan growth organically. Going forward, we may also tap the opportunities of co-lending by partnering with banks.

At the present levels of operation our capital is sufficient to meet our targeted growth. However, a larger capital base will definitely help us to accelerate our growth and expansion plans.

We have an array of young, yet matured senior professionals at the senior management level capable of driving the company to its next level of growth with an enlarging talent pool of about 700 people capable of working against all odds. Training and development programs for the employees are done on a continuing basis. In view of the travel restrictions, we provide online training to employees. The compensation package is a mix of fixed pay and performance based incentives.

We have been building this organisation on strong governance and ethics. Our continuing efforts in this direction will add value to shareholders and all other stakeholders in future. When we present yet another Annual Report of performance of the Company I would like to put on record my sincere appreciation and gratitude to each member of the Board for his whole hearted support and timely guidance. I also wish to acknowledge the hard work and dedication of the employees and their commitment to work even in challenging times. Each and every share holder deserves to be recognised and thanked for his/her support and confidence in the management team and for the continuing patronage.

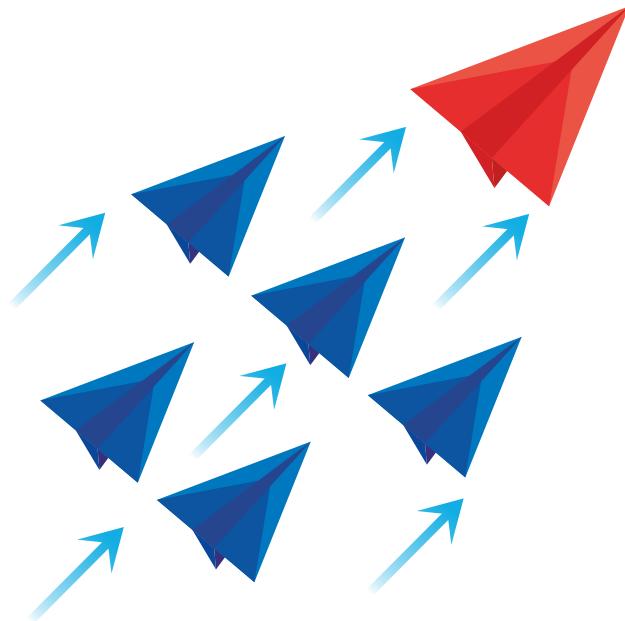
I wish you all the very best.

With warm regards

**Unnikrishnan I.
(Managing Director & CEO)**

LEADERSHIP

Under the stupendous leadership of Mr. I Unnikrishnan, Managing Director and CEO, the Company is run by a core team of professionals who have proven track record in their respective areas. They are capable of leading the Company to its stated objectives and add values in shaping the organisation future ready including guidance and development of the line managers and other talent pool. The profile of KMPs and senior management team is available on the website of the Company, www.yogloans.com. Brief information is given below;



Organisations are governed, risk and compliance is managed. The Company is built on ethical practices and governance its core. As a financial institution, it is bound to respond to a dynamic regulatory regime where change is frequent. Appropriate internal controls matching the size of the company and the level of its operations are key in managing risks. Risk management practices are inbuilt in the system and keep on evolving throughout. Employees are important stake holders of the company. The talent pool is expanding as the organisation grows. Better work environment, latest technology, continuous learning, mix of fixed pay and performance linked incentives will improve the morale and loyalty.

Engagements with our investors, shareholders and other stakeholders are helping us to maintain warm relationship.



CS Rajesh Kumar K Pillai
EVP & Company Secretary
Bcom, FCS

Working with the Company since 2015

Core Functional area:

- Compliance, Risk & Legal
- Human Resource
- Administration
- Liability products
- Stake holder relations

At YOGLOANS, we always strive to adopt the latest digital platforms and continuous automation of processes for improved customer experience, adequate controls, higher levels of transparency & integrity. Our stakeholders, bankers, lenders and customers are inevitable part of our growth, and we are committed to ensure the best financial practices and reporting to safeguard their interest and comply with the regulatory requirements.

We maintain comfortable structural liquidity, healthy financial ratios and follow monitored & controlled spending as per the annual plan.



CA Prasad P
VP -Chief Financial Officer
Bcom, FCA

Working with the Company since 2015

Core Functional area:

- Finance
- Banking
- Taxation
- Account

The loan portfolio is the predominate source of revenue of a lending institution. As such, it is one of the greatest sources of risk to the entity's safety and soundness. Whether due to lax credit standards, poor portfolio risk management, or weakness in the economy, loan portfolio problems have historically been the major cause of a lending institution's losses and failures. We have an effective management of the loan portfolio and a centralised specialist credit functions appropriate to the size of the organisation.



CA Sreenivas K.K
VP-Credit & Branch Operations
Bcom, FCA,DISA,CAIIB

Working with the Company since 2016

Core Functional area:
 • Portfolio Quality
 • Credit Administration
 • Product Policies
 • Documentation & Audit Quality

Strategic Sales Planning Spearheading Development of business without compromising on the quality. Conduct demographic & marketing analysis to identify trends to maximize effectiveness of marketing efforts. Analysing business needs, strategic direction and identifying initiatives that allowed business to meet strategic goals



Shaju K Balan
Asst.Vice President
(Business Development)
BSC

Working with the Company since 2019

Core Functional area:
 • Business Development
 • Marketing
 • Team Management

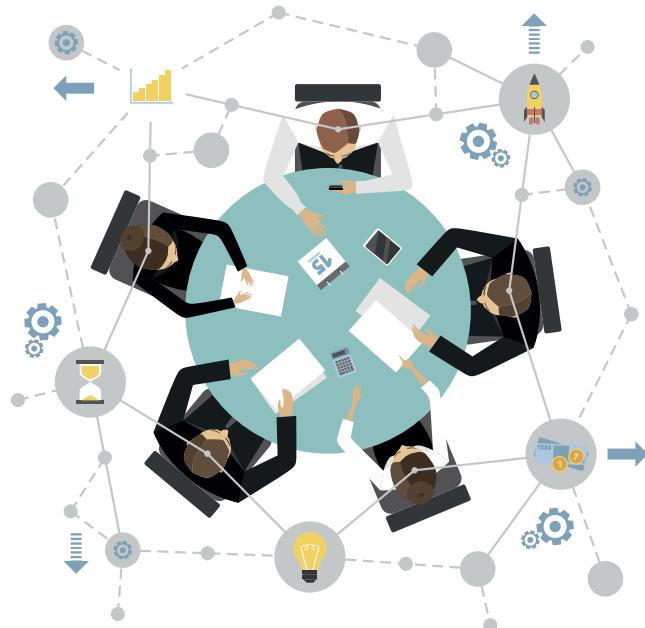
Kerala is a promising market for two wheeler finance. Ideal credit policies, loan underwriting, and the support of latest technology help the Company to compete with all major players. The excellent sales and collection team ensure the healthy growth of two wheeler loan portfolio.



Rakesh K Venugopal
Asst.Vice President
(Business Head- Two Wheeler Loans)
B.A Economics

Working with the Company since 2018

Core Functional area:
 • Marketing & Business Development
 • Credit & Asset quality
 • Team management



BOARD OF DIRECTORS

The Board of the Company is diverse with eminent personalities from different walks of life. Their collective wisdom has contributed well to the success of the Company. Our Board is a combination of executive, non-executive and independent directors. Brief details of the Board members are given below; detailed profile can be accessed from the Company's website www.yogloans.com



Mr. Ramachandran Ottappath
 Chairman of the Board
 (Non-executive Director)

B.Com, FCA, SAP Consultant

Business man based in Botswana.
 Born and brought up in Thrissur,
 Kerala

Joined the Board on 8th
 November 2014.

Membership in Committees.
 i. Audit Committee
 ii. Nomination Committee
 iii. CSR Committee



Mr.Unnikrishnan I
 Managing Director & CEO

B.Com, FCA

Chartered Accountant with more
 than 30 years of experience in
 NBFC and Financial services
 industry.

Joined the Board on 8th
 November, 2014 and appointed
 as Managing Director and CEO
 on 6th December 2014.

He chairs the CSR Committee



Mr.Anoop Ganapathy
 Independent Director

B.Com, FCA DISA(ICAI)

Practicing Chartered Accountant.
 Joined the Board on 8th
 November 2014.

He chairs the Audit Committee
 Membership in Committees-
 i. Nomination Committee
 ii. Stake holders relationship
 Committee

Core areas of expertise;
 • Audit
 • Finance & Accounts
 • Taxation



Dr. Pushpangadan Mangari
Independent Director

MBA Finance & Phd in Management.

Management and Financial consultant with more than 30 years of Board level experience.

Joined the Board on 8th November 2014.

He chairs the Nomination Committee.

Membership in Committees

- i. Audit Committee
- ii. Stake holder relationship committee
- iii. CSR Committee

Core areas of expertise;

- Management
- Finance
- Capital & money markets



Mr. Santosh Kurup
Independent Director

BA Economics, MBA from Stern School of Business, New York University

Banking and Financial consultant.

Joined the Board on 24th October 2017.

He chairs the Risk Management Committee.

Membership in Committees

- i. Audit Committee
- ii. Nomination Committee

Core areas of expertise;

- Economics
- Banking, Asset Management and NBFCs
- Capital & money markets



Mr. Vijayan N.D
Non Executive Director

BCom, DCA

Ex-Banker

Joined the Board on 13th October 2011.

He chairs the Stake holders' relationship Committee;

Core areas of expertise;

- Banking & NBFC Management
- Information technology



Mr. Unnirajan P.N. IPS(Rtd.)
Non Executive Director

MA

Retired IPS officer

Joined the Board on 6th September 2019.

Membership in Committee
i. CSR Committee

Core areas of expertise;

- Public administration
- Law & Order
- Security & surveillance
- Soft skill training

Directors' Report 2020-21

To

Members of Yogakshemam Loans Limited

Dear Members,

Your Board is glad to present the 30th Annual Report of the Company with the audited financial statements for the Year ended 31st March 2021 ("Year").

1. FINANCIAL HIGHLIGHTS

Summary of financial performance for the year ended 31st March 2021 is given below,

	31.03.2021 (Rs.InMillion)	31.03.2020 (Rs.In Million)
Loan book of the Company	3510.00	2900.00
Total Income	747.40	596.52
Total operating Expenditure	288.50	274.12
Finance cost	319.00	253.48
Profit/(Loss)before depreciation	138.44	68.92
Depreciation	14.05	14.60
Profit/ (Loss) before Tax	124.39	54.32
Tax Expenses	30.63	4.02
Net profit/ (Loss) after tax	93.76	50.30

2. STATE OF AFFAIRS OF THE COMPANY

Growth and Profitability

The year under review was an extra ordinary year marked by operational disturbances due to the nationwide lockdown announced in March 2020. There was no significant momentum in the first half of the financial year. We had witnessed a turn around and demands went up for loans in the second half. Irrespective of the uncertainties of the Covid-19 Pandemic, we could generate a net profit of Rs.93.76 Million for the year under report which is 86% higher than the previous year profit of Rs.50.Million. We have grown our loan book by 21% to Rs.3510.Million as against Rs.2900 million of the corresponding previous year. We have been able to maintain the growth trajectory in the top line well above 25% sequentially over the last three years. Our revenue for the year stands at Rs.747.Million as against Rs.597.Million of March 2020

Loan Performance and Asset quality

In line with our stated objectives, we continue to grow our Gold loan portfolio. As indicated earlier, the gold loan demand started picking up in the second quarter and the favourable gold price gave a further boost. The gold loan portfolio is at Rs.2588 Million as at the year end. This constitutes about 73.76% of the loan book. Gold loan has been performing well with negligible NPAs. As expected we have been able to further enlarge our two wheeler portfolio, the next growth engine. Two wheeler loan portfolios registered 37% growth during this year with an outstanding of Rs.656Million at year end.

Inspiteof the Covid-19 related uncertainties we have a healthy loan book with gross NPA of 1.94% and net NPA of 1.26%.

3. PROSPECTS

Business

The Company is well positioned to tap the growing opportunities. Recent reports indicate that the economic activities are recovering at faster pace. With the opening up of commercial activities, there will be demand for loans. Company is strategically positioned to further expand its gold loan portfolio from newer markets through expansion of branches. Reports on automobile shipments to dealer points suggest a recovery on auto sales including two wheelers. Tamil Nadu is a major market for two wheelers and hence we have plans to start the two wheeler loan vertical in Tamil Nadu too during FY-2022 in addition to deepening our market share in the Kerala market. We shall continue to follow our strategy of growing diversified and secured loan book on the strength of Gold. Secured loan portfolio constitutes about 96% of the total loan book which will work in favour of the Company in terms of asset quality and credit losses. Amidst the uncertainties brought out by the Covid-19 pandemic, we consider FY 22 could be a year of consolidation for the industry and the Company too. As stated earlier, our Company is ready with innovative products, digital services and payment solutions, online gold loan etc. to thrive when the economic activities reach the pre-Covid levels. There is sufficient liquidity with the Company to fund its growth for the year FY22. New credit lines from banks and financial institutions are also available for loan growth. Your Board is of the view that while keeping a close watch on the developments, the Company shall tap the opportunities for growth and better profitability even in distress situations like this with prudent business decisions.

Branch network and Productivity

As on 31st March 2021, we have 115 branches with a spread of 78 branches in Kerala, 14 branches in Tamil Nadu and 23 branches in Karnataka. The productivity per branch is an important yardstick in opening more branches in a particular area. As of the above date the productivity per branch in terms of loan outstanding is Rs.30 Million. We are seeing potential for gold loan growth in Karantaka and therefore planning to open more number of branches there, 18 of them are already opened as on the date of this report. 3 more branches will be opened in Kerala and 2 in Tamil Nadu taking the total number of branches to 138.

Resource mobilization

Our resource base is stable. In this period we have raised about Rs.920 million to fund our growth from banks and NBFCs. One of the key challenges of NBFCs is liquidity and ALM mismatches particularly for the term lending institutions. Our Company is fully insulated against this issue thanks to the short term nature of the gold loan and it constitutes more than 70% of the AUM. We have been meeting all our repayment obligations including interest on time. As a financial institution, it is important for us to expand our resource base. We have the support of 16 institutional lenders with a sanctioned limit of Rs.2596. Million. It is also worth mentioning here that State Bank of India (SBI) is our primary lender with a sanctioned limit of Rs.450 Million. We will continue to expand this base at most attractive terms. We also have an alternative channel of fund raising by way of issue of Non-Convertible Debentures and by raising subordinated debt from retail individuals through private placements in compliance with the regulations issued by RBI and the provisions of Companies Act. Your Board is confident that going forward, the Company will be able to raise adequate resources from multiple sources in line with the improvements in profitability and credit rating. Even though the general economic condition is affected by the Covid-19 impact we are able to maintain our credit rating of 'BBB-' assigned by Care rating. A rating upgrade is in our short term target to reduce the overall cost of borrowing.

4. DIVIDEND AND RESERVES

Since we are in a growing stage with stated plans of expansion and loan growth, your Board has taken a prudent decision to plough back all the profits into the business considering the long term advantage for the shareholders. Therefore, no dividend is recommended for the year under review. An amount of Rs. 18.7 Million is transferred to the statutory reserve under the RBI directives out of the profit for the year and the balance is retained in the Reserves and Surplus account.

5. CAPITAL

The Company has not raised any capital during the year. Though our capital base is sufficient for the targeted growth a rather large capital base will surely help the Company to accelerate its plans and the Company may raise capital at the appropriate time.

6. EMPLOYEE STOCK OPTION SCHEME

The Company has framed an Employee Stock Option Scheme aimed at attracting and retaining leadership talent in the Company. The shareholders approved the scheme at the 24th AGM held on 18th August 2015. The Scheme enables the Company to grant 11, 00,000 Options for eligible employees to apply for 11, 00,000 equity shares of the Company. As of 31st March 2021 under this Scheme, 7, 40,000 options are granted to eligible employees in leadership positions.

7. CAPITAL ADEQUACY

The Capital Adequacy ratio of the Company is comfortable. As at 31st March 2021, our CRAR is 26.60% as against the mandated requirement of 12%. As per the provisions of "Non-Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015" Notified by the RBI on 3rd June 2015, the Company needs to maintain a leverage ratio of 7 times and in case of the Company having gold loan portfolio of 50% or more of the financial assets it shall maintain a capital adequacy of 12%. Your Company is well within the norms.

8. ANNUAL RETURN

The extract of Annual Return in the form MGT-9 as required under section 92(3) and section 134(3) of the Act is attached to this report as Annexure-2

9. LOANS AND ADVANCES

The Company has not given any loans or advances other than those in the ordinary course of its business as an NBFC. Particulars of transactions in which directors are interested are given in note No. 23 of the financial statements.

10. RELATED PARTY TRANSACTIONS

All transactions or arrangements with related parties referred to in Section 188 (1) of the Act, entered into during the Year were on arm's length basis or were in the ordinary course of business. Wherever required, the Company has obtained the approval of the shareholders. The particulars of contracts or arrangements with related parties as referred in section 188(1) of the Act is attached to this Report in prescribed Form AOC - 2 as Annexure 3.

11. HUMAN RESOURCE

The total employee strength of the Company as on March 31, 2021 stood at 639. Company is taking consistent efforts in improving the skill sets of its employees at all levels by imparting training on a continuous basis

None of the employees is in receipt of remuneration attracting the disclosure under Rule – 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence no report is attached.

12. NUMBER OF MEETINGS OF THE BOARD

The Board has met 5 times during the year. A summary of the Meetings and attendance of Board, the Audit Committee, Stakeholders Relationship Committee, Corporate Social Responsibility Committee and the Nomination, Compensation and Corporate Governance committee is given below.

Directors	Attendance				
	Board	Audit Committee	Nomination Committee	Stakeholders Relationship Committee	Corporate Social Responsibility Meeting
Total Meetings during the year	5	3	1	2	1
Mr.Unnikrishnan I	5	-NA-	-NA-	-NA-	1
Mr.Vijayan N D	5	-NA-	-NA-	2	-NA-
Mr.Anoop G	5	3	1	2	-NA-
Dr. Pushpangadan M.	5	3	1	2	1
Mr. Ramachandran O.	5	3	1	-NA	1
Mr.Santosh Kurup	5	3	1	-NA-	-NA-
Mr.Unnirajan P. N.	4	-NA-	-NA-	-NA-	1

13. RESERVE BANK OF INDIA ("RBI") GUIDELINES

The Company continues to comply with all applicable regulations of RBI.

14. CORPORATE SOCIAL RESPONSIBILITY ("CSR")

As per the provisions of Section 135 of the Companies Act 2013 read with the Companies (Social Responsibility Policy) Rules, 2014, the Company had an obligation to spent Rs. 0.85 Million towards its Corporate Social Responsibility (CSR) for the year ended 31st March 2021. The entire amount has been spent in accordance with its CSR policy including a contribution to the PM Cares Fund to tune of Rs. 0.40 million. The details of the expenses are given in Annexure ii of the Companie's (CSR Policy) Rules, 2014 attachment to this report.

15. DIRECTORS.

1. Mr. ND Vijayan Non Executive Director, whose office is liable to determination by rotation within the meaning of section 152 of the Companies Act, 2013 at the 30th AGM and he is eligible to be re-appointed, offers himself for re-appointment.

2. Evaluation of performance of Directors;
The nomination committee has been carrying out the annual performance evaluation of the Board and its committees, Key managerial personnel and senior management team. The evaluation for the year 2020-21 has been done at its meeting held on 21.05.2021

16. DECLARATION OF DIRECTORS INDEPENDENCE.

Based on the declarations received from the independent directors, we state that the independent directors of the Company continue to be independent directors and there are no circumstances suggesting the loss of their independence with reference to the Company.

17. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Sections 134 (3) (c) and 134 (5) of the Act with respect to Directors' responsibility statement, the Directors of the Company hereby confirm, in the preparation of annual accounts for the Year that:

- (i) the applicable accounting standards have been followed and proper explanations have been made in notes to accounts for material departures, if any;
- (ii) the accounting policies have been selected and applied consistently and reasonable and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and statement of the profit and loss of the Company for the Year ended on that date;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis.
- (v) internal financial controls to be followed were laid down, which were adequate and were operating effectively during the year.
- (vi) proper systems had been devised to ensure compliance with provisions of applicable laws, which were adequate and were operating effectively during the year.

18. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO

The Company is carrying on business of lending. As an NBFC the conservation of energy and technology absorption have limited applications only. To the extend possible at our end, the Company is using energy efficient equipment and electronic items which will reduce the consumption of energy. There was no earning or outgo in foreign exchange during the year.

19. COMMITTEES

Audit Committee –In line with the provisions of section 177 of the Companies Act, 2013 and of the Guidelines issued by Reserve Bank of India the Board has constituted an Audit committee Consisting the following members.

Mr. Anoop G	- Chairman
Dr. Pushpangadan M.	- Member
Mr. Ramachandran O.	- Member
Mr. Santosh Kurup	- Member

During the year under review there were no situations where the Board has not accepted recommendation of the audit committee

Nomination, Remuneration and corporate governance Committee

As per the provisions of section 178 of the Companies Act, 2013 and the Guidelines issued by Reserve Bank of India. The composition of the committee is as follows,

Dr. Pushpangadan M.	- Chairman
Mr. Santosh Kurup	- Member
Mr. Anoop G.	- Member
Mr. Rmachandran O.	- Member

Stakeholders Relationship Committee

As per Section 178(5) of Companies Act 2013 and the Guidelines issued by Reserve Bank of India, the Company has constituted Stakeholders Relationship Committee, consisting of the following members;

Mr. Vijayan N.D.	- Chairman
Dr. Pushpangadan M.	- Member
Mr. Anoop G.	- Member

Corporate Social Responsibility Committee

As per section 135 (3) of the Companies Act, 2013 read with the Companies (Social Responsibility Policy) Rules, 2014, the Company has framed the Corporate Responsibility Policy, 2020 (hereafter referred to as CSR Policy) of the Company, the committee consisting of the following members;

Mr. Unnikrishnan I.	- Chairman
Mr. Ramachandran O.	- Member
Dr. Pushpangadan M.	- Member
Mr. Unnirajan P.N.	- Member

Risk management Committee

In line with the directions of RBI on Liquidity Risk Management Framework, the Board has constituted Risk Management Committee to supervise the risk management framework of the Company including the functions of ALCO. The committee consists of the following members

Mr.SantoshKurup	- Chairman
Mr.Anoop. G	- Member
Dr.Pushpagandan. M	- Member
Mr. Unnikrishnan I	- Member

20. POLICIES

● Vigil Mechanism /Whistle Blower Policy

The Company, as part of the 'vigil mechanism' has in place a 'Whistle Blower Policy' to deal with instances of fraud and mismanagement, if any. The Whistle Blower Policy has been approved by the Board and has been placed on the website of the Company. This vigil mechanism of the Company is overseen by the Audit Committee and provides adequate safeguard against victimization of employees and directors who avail of the vigil mechanism and also provide direct access to the Chairperson of the Audit Committee in exceptional circumstances.

● Policy on Directors Appointment

In respect of independent directors , the Nomination Committee of the Board shall evaluate the independence of directors based on the criteria set out under section 149(6)of the Companies Act,2013, and the rules made there under .The underlying principles of the Company are that the independent directors shall not have any pecuniary relationships beyond the permissible limits with the Company and that they are not connected with the promoters or KMPs of the Company. The policy is available in the web portal of the Company; www.yogloans.com

● Risk Management

The Company is regularly evaluating the elements of risks in the various operational aspects of the Company and will be reviewed periodically including presentations to the Audit Committee. The Company has also constituted a Risk management Committee of the Board. Based on such reviews and assessments, remedial measures are being taken. The Company has put in place an Enterprise Risk Management Policy.

● Policy on Fair Practice Code and Customer Grievance Redressal

The Company has framed the policy on Fair Practice Code and Customer Grievance Redressal and the policy is dealing with the fair practices which the Company wishes to adopt in the conduct of its business and the matters relating to dealing with the redressal of customer grievances.

● Investment Policy

The Company has framed an Investment Policy to serve as the guiding principle in matters relating to investments by the Company either for parking surplus liquidity temporarily or making strategic investments in other business opportunities.

● Interest Rate Policy

The Company has framed an interest rate policy and the policy acts as the guiding principles for determination of interest and other charges to be levied by it while transacting its business.

● Policy on Resource Mobilization

The Company has put up a policy on Resource mobilization, which shall serve as the guiding principles in matters relating to mobilisation of resources for the Company to meet its long term and short term objectives and also to fund for its fixed and working capital requirements.

● Loan Policy

The Company has made necessary updation in the Loan Policy which shall act as a guiding post for the top management of the Company in conducting the business of lending within acceptable risk tolerances and thus ensure the evolution of a sustainable business model resulting in both long term profitability and value creation for its stakeholders.

● ALM Policy

As a measure of managing the risk related to Asset Liability mismatch, the Company has put in place a policy for continuous monitoring of the risk related to interest rate sensitivity and liquidity management so that the Company will be able to detect possible mismatches at an early stage and to take counter measures.

● Outsourcing Policy

The Board has put in place a policy on outsourcing of different activities of the Company. The Policy will help in identifying the activities that can be outsourced and that cannot be outsourced. The policy will also act as a guideline in monitoring and reviewing the risk management practices of the third party service providers with reference to the activities of the Company.

● CSR Policy-Corporate Social Responsibility)

The Board has put up a policy on Corporate Social Responsibility (CSR) for the Company. The policy is framed as required under Section 135 of the Companies Act 2013 and Schedule VII read with the Companies (Social Responsibility Policy) Rules, 2014, with an objective to structure its responsibilities to the society and to act as a guiding principles in its endeavour to support on projects and programs of social relevance. The policy shall also meet the statutory/regulatory expectations from time to time.

21. DEPOSITS

The Company being a non deposit taking Company has not accepted any public deposit during the year and no amount is outstanding as unpaid/unclaimed deposit.

22. AUDITORS

Pursuant to the Guidelines issued by RBI on the appointment of statutory auditors dated 27th April 2021, the existing auditors M/s. S.R.Batilboi & Associates LLP, Chartered Accountants , Chennai, has communicated their inability to continue as the auditors of the Company to the Audit Committee of the Board. Board considered to fill the resultant vacancy and proposes to appoint M/s.Varma & Varma Chartered Accountants, Ernakulam as the statutory auditors of the Company to be appointed at the ensuing Annual General Meeting for a period of three years from the conclusion of the 30th AGM.

23. SECRETARIAL AUDIT REPORT.

Pursuant to the provisions of section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial personnel)Rule,2014 the Board has appointed Mr.V.Sathish, Practicing Company Secretary, Kochi as the Secretarial Auditor of the

Company and his report is annexed to this report. There is no reservation or qualification requiring clarifications from the Board.

24. SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURT

There are no material order passed by Regulators/ Courts, which would impact the going concern status of the Company and its future operations.

ACKNOWLEDGEMENT

The Board expresses its deepest appreciation and gratitude for the guidance and co-operation extended to the Company by RBI, statutory authorities and other regulators. We put on record our sincere appreciation and gratitude towards, Banks, NBFCs and the subscribers of other debt instruments for their faith reposed on the Company and extending credit facilities without which the growth and development of the Company would not have been possible.

The Board thanks the auditors of the Company for their guidance.

Special thanks are due to the employees of the Company who contributed their skills, enthusiasm, commitment and dedication which have over the years helped the Company to earn prominence. The Board is grateful to the shareholders, for their continuing patronage.

By the order of Board of Directors
For Yogakshemam Loans Limited,

Sd/-	Sd/-
RAMACHANDRAN OTTAPPATH (Chairman)	UNNIKRISHNAN I. (Managing Director and CEO)
Gaborone, Botswana 09 th August 2021	Thrissur 09 th August 2021

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A .GLOBAL ECONOMY

The Global economic scenario remains sluggish. The World economy has contracted by about 1.3.5% in 2020. Covid-19 disease has impacted all major economies and growing economies alike. As per the World Bank's forecast, the world economy is likely to expand by 5.6% in fiscal 2021, of course from a lower base. It may further expand by 4.3% in 2022. The economic recovery is uneven, passing over many poorer countries, and there is considerable uncertainty about its durability as vaccination poses a challenge to many emerging and poor income economies.

The recovery is supported by advanced economies that have generally seen substantial vaccination progress, which has helped to limit the spread of the virus and to permit all commercial activities the restriction imposed earlier. The Global manufacturing has steadily increased and surpassed its pre-covid levels, service activities especially – travel and tourism- remain soft. Economic recovery in advanced economies like US was supported by large scale stimulus to revive supply and demands alike. The large scale stimulus may lead to inflationary pressure too. The sustainability of the growth momentum on neutralisation of the stimulus will depend on the improvement in the rest of the jurisdictions. The Pandemic situation and the resultant disruption in supply chain have resulted in short supply of commodities and vital components-example semiconductors- and resultant disruptions in manufacturing activities.

A more equitable distribution of vaccine across emerging and developing economies and the low income groups is need of the hour to maintain the growth momentum as the threat arising out of the virus and its mutant variants poses major risks.

B . INDIAN ECONOMY

As per the report of National Statistical Office (NSO) on provisional estimates of national income, our real GDP contracted by about 2.7.3% during 2020-21 with a Q4 GDP growth of about 1.6%. This was expected due to the nationwide lockdowns and other restrictions affecting normal life in our fight against the Pandemic. Indian economic scenario is no different from its peers in the global economy as commercial activities took a back seat and the focus shifted to strengthening of health

care system. On the positive side, there has been quite a number of companies from India took the opportunity and even exported several products like PPE kits to many countries. Though the export demand for general merchandise was also impacted, export of drugs and pharmaceutical items manufactured by Indian companies registered strong growth. The lock down restrictions also resulted in heightened activities for IT and ITeS companies. Globally, commodity prices are hardening, including that of Crude oil, that may push the inflation high in India too. The Index of Industrial Production (IIP) has registered a negative growth of 23.5% during the eleven months of April–Feb-2021 -on account of the capacity utilisation across all manufacturing activities and the resultant deferment of capex by corporates.

Outlook

The economic activities are picking up in a faster pace. With the easing of regional level restrictions, demand level is improving across the country and it is visible in energy consumption, fuel demand and of base metals to pre-Covid levels. As per the latest reports , industrial productions and service sectors other than travel and tourism are fast recovering. The Government has proposed a sharp 35% increase in capital expenditure in the last budget which will boost the demand for capital goods and infrastructure expenditure.

Rural demand remains strong, the demand level could be sustained once vaccination covers majority of the population. On the export front, the global recovery should support the merchandise export going forward. The real GDP growth is projected at 3.9.5% for the financial year 2021-22.RBI continued its accommodative stance in policy rates, repo and reverse repo are maintained at 4% and 3.35% respectively.Though the interest rates are at the lowest level, the credit expansion of banks is yet to pick up steam. Total bank credit expanded by 5.5% during FY 2021 to Rs.109.lakhs Crores The credit growth has not touched double digits after June 2019.The slow credit growth y-o-y is attributable to low private investments, risk aversion from corporate borrowers and also on the part of the lenders.

C. INDIAN NON-BANKING FINANCIAL COMPANY (NBFC) SECTOR

NBFCs occupy a very important position in the Banking and Financial service Sector of India. Role of NBFCs in last mile credit delivery and innovative credit products with their ability to adapt to changing demands, adoption of

1. Worldbank group-Global Economic Prospects, June 2021

2. RBI Monetary policy statement – June 2021
 3. RBI Monthly Bulletin May 2021

latest technologies brought in recognition to this sector from regulators, investors and the society over the past. The sector is vibrant with a variety of specialised players such as in vehicles finance, infrastructure finance, housing finance, gold loan and microfinance institutions. Nowadays, NBFC sector is drawing parallel to commercial banking in terms of services offered and the regulatory landscape as NBFCs with their systemic exposure are regulated in similar lines of banking.

NBFCs complement banks in the credit intermediation process by offering diversified, tailor-made financial products through innovative service delivery mechanisms.

Furthermore, they facilitate financial inclusion by providing credit to unbanked sections of the population. Over the years, NBFCs have assumed systemic importance due to their inter-linkages with the banking sector, capital market and other financial sector entities. As a ratio to the GDP, the credit of NBFCs in the financial system is about 11.6% of GDP in 2019-20. There are about 9500 NBFCs in India. Out of which those with more than Rs.500/- Crore in asset size is classified as systemically important one and there are 292 such NBFCs by 31st January 2021. They contribute significant share of NBFC exposure. As per the data published by ⁴RBI, based on the study covering 78% of the NBFCs, the balance sheet size as on 31st December 2020 stood at Rs.24.37.Lakhs Crores signifying the balance sheet expansion by 11.6% over the corresponding period of 31st December 2019. However, the growth in loans and advances moderated to 2.5% in the above period.

While retail credits of NBFCs are closely connected with the growth and development of Micro Small and Medium Enterprises (MSME) as NBFCs are mainly catering to the credit requirements of those enterprises in the rural and semi urban markets. Similarly, movement in the demands for passenger and commercial vehicles is also reflected in the loan growth of NBFCs as NBFCs are strong players in this space of lending. NBFCs operate largely in the retail lending space. As at the end of ⁵December 2020 about 25% of the loans and advances of NBFCs was retail loans. The credit expansion or contraction is a reflection of the socio economic scenario. There is a wide spread tendency to control credit concentration and also to de-risk from the corporate lending. Moderation in growth of loans and advances is mainly on account of ALM and liquidity challenges of term lending institutions.

MSMEs are complementary to large industries as ancillary units and this sector contributes enormously to the socio-economic development of the country.⁶ As per the Indian MSME industry Report of June 20-21 India has about 63 Million MSMEs, the sector is contributing about 29% to the GDP through its domestic and export trade. There could be short term challenges in this sector too due to the decline in demand in the automobile sector. However, the thrust and encouragement of the Government for more local manufacturing and sourcing preferences to Indian manufactured goods can be a new silver lining for this sector. In July, the Ministry of Micro, Small and Medium Enterprises expanded the definition of MSMEs to include whole sale and retail trade including servicing of Motor vehicles and motorcycle. This is a huge positive for the retail trade and service activities as they can access several concessions available to this sector including cheap capital. All these factors would work in favour of NBFCs in increasing its exposures and growing quality assets.

Some adverse development stemmed out of credit defaults by larger players in the wholesale, long term lending NBFCs and housing finance companies in the financial service sector raised concerns on credit flow to the NBFCs from banks and other specialised institutions. The concerns over liquidity do not have any basis in respect of NBFCs lending against gold and others engaged in the short term loans in the retail sector.

The main growth drivers for NBFC loan portfolios are

- Stress on public sector banks
- Latent credit demand
- Increased consumption
- Distribution reach and sectors where traditional banks do not lend.
- Government initiatives for manufacturing in India.
- Control on asset quality
- Lower operating costs

D. SEGMENTWISE OR PRODUCT-WISE PERFORMANCE

As Explained earlier the loan Portfolio of the company consists of Gold loan, MSME loans, Vehicle loans (largely two wheeler loans) and micro finance. Outstanding loan portfolios of different products as on 31st March 2021 with its corresponding figures of the previous year is given below:

4. RBI Bulletin May 2021
 5. RBI Bulletin May 2021

6. Source; web portal of Ministry of Micro, Small and Medium enterprises.

	(Rs. In Million) 31 st March 2021	(Rs. In Million) 31 st March 2020	Change (%)	Share of loan book (%) As on 31 st March 2021
Gold Loan	2588.00	2061	25.50	73.73
Vehicle Loans	669.51	498.00	34.00	19.10
MSME Loans	209.63	255.00	-17.80	6.00
Micro Loans	41.00	85.00	-51.76	1.17
Total	3510.00	2900.	21%	100

Gold Loans

As shown in the table above, the gold loan portfolio grew by more than 25% from the previous year. It is an encouraging indicator as we could clock such a result in our core segment. The gold loan portfolio will help the company to address all concerns on liquidity at all times. We continued our focus on growing this book by increasing the productivity of the existing branches and by expanding branch network in potential markets. During the reporting period we have disbursed about 148672 loans with accumulative disbursement amount of Rs. 8295.Million. Gold price was moving in a favourable direction during the reporting period. This has also helped in growth of gold loan as we were able to lend more amount per gram of gold. In India we have seen the gold price touching an all time high of Rs.5728/- (for one gram of 24kt. gold) in August 2020. According to the World Gold Council, the rise in price is supported by higher investment aptitude globally as a safe haven and the demand for physical Gold for jewellery purpose has been diminishing. The rise in price will lead to higher disbursement, better realisation and also reduce the NPAs. The price volatility will pose risk to Gold loan companies in a price falling scenario. The lending ratio (LTV) is fixed every day on the basis of weighted average price of preceding 30 days and therefore the movement of the price will be reflected in the day to day lending. In addition, the Company has reduced the tenure of gold loan to six months from one year. Further, Gold loan is mostly of short term nature with more than 70% is closed within 100 days of availing. These measures will address the price risk substantially. Considering the fact that Indian households account for approximately 22000 tons of gold and the country is importing 700-800 tons annually and that a substantial portion of this remains idle still, the demand for gold loan is likely to improve further in the coming years. Gold benefits from diverse sources of demand: as an investment, a reserve asset, jewellery, and a technology component. It is highly

liquid, no one's liability, carries no credit risk, and is scarce, historically preserving its value over time. As per the reports of World Gold Council, the demand for gold is stable over the two quarters of October-December 2020 and Jan-March -2021 but still trailing by 23% over the corresponding period of Jan-March 2020.

We are leveraging technology to enable the people to avail the financial services through online including the availing of gold loan with minimal branch visits. Our innovative product offerings in this space will strengthen our position combining conventional lending with new age technology.

We have been offering various digital payment solutions to our borrowers to make payments online. In addition, we are offering virtual bank account facility to the borrowers so that their remittances will directly get credited to their loan account seamlessly.

The main factors affecting demand for gold loans are;

- Prevalence of high level of rural indebtedness.
- Easy availability of gold loans on extremely flexible terms
- Relative scarcity of personal and retail loans from the banks
- Expected normal monsoon and the need for working capital in the farming sector.
- Migration to the Goods and Services Tax regime and the resultant expansion of formal economy could lead to a spurt in working capital demands of a large number of SMEs

In line with our overall strategy, we are committed to grow our gold loan portfolio and the best option would be to tap potential markets by opening branches. 23 more branches will be functional shortly taking our total branch network to 138. This will significantly improve our gold loan disbursements during FY 22

MSME loans.

We have an exposure of INR210Million representing about 6% of the loan book. It is a combination of secured and un secured loans. We continue to explore the opportunities in this segment in line with the rise in demand levels.

Two Wheeler loans

We have completed two years of operation in the two wheeler finance segment as a separate vertical. The performance of the loan portfolio is encouraging inspite of the uncertainties of Covid related disruptions in collection. Our asset quality remains on par with the industry. Two wheeler loan disbursements started in the second quarter of FY 21 after the lockdowns and we have disbursed 4340 loans with a cumulative disbursement of Rs.379 Million during the reporting period . Presently, this vertical is operating within the state of Kerala only. We have potential to grow in this segment. We are expanding this portfolio to Tamil Nadu during the current year in places we have branch network.

F.COVID IMPACT

We are yet to know the business impact fully arising out of Covid-19. We have been experiencing operational disruptions due to nationwide and regional lock downs and the branches /Corporate office had to be closed in line with the directions of authorities. Even during lockdowns, our back office functions including IT infrastructure were mostly intact and we could meet our contractual and statutory obligations as those activities could be managed remotely in work from home mode. However, this time banks and financial institutions have been allowed to operate in Kerala and Karnataka except in critical containment zones. There is slowness in activities and due to the lower work demands and as a measure of following social distancing, we have permitted the employees to work on alternative days and also to work from home. The second wave of the Pandemic has made devastating impact on life and economic activities across the country and globally. The restrictions on movement, social gathering and commercial activities have been stringent and lasted long comparing the first wave of Covid in our country. Instead of nationwide lockdown, this time the restrictions have been state wise with focus on micro containment areas

depending on the prevalence of the infection in those areas. This has impacted activities on the field level including collections and recoveries that may result in temporary slippage in collection efficiency of non gold loan portfolios. The solution is vaccination of majority of the population. On the positive, India has developed two vaccines and went into production after all clinical trials and approvals. With these vaccines, India is inoculating its population at a faster rate. It is expected that just like in advanced countries like US and Britain, once sizable population is vaccinated at least with a single dose, the restrictions will be eased and the normalcy will be restored. This will surely result in positive sentiments of the business community and the much needed private investment will pick up its speed.

G.OUTLOOK

Given the present macroeconomic environment, the industry will be in a consolidation mode. Outlook for growth is depended on improvement in economic environment prompting investment and resumptions of discretionary spending. Recovery in economic activity is expected to begin in the 3rd quarter and to gain momentum in the 4th quarter. The branch network will increase to 138 by the year end. It is expected that the new branches will start producing loan growth in the third and fourth quarters.

The company has necessary resources to tap the growth opportunity. We have enough visibility for the growth capital required for FY 22 and our liquidity position is comfortable to meet short and long term liabilities. The company has also plans to expand our product offerings to newer segments and also to tap channel partners to cross sell and also to generate fee based income. Associating with established and well-known brands for distribution of financial products is also planned. We have been investing in technology to improve our digital platforms over the years and we have developed our own software for all our operations. Major loan sanctioning process has been now online resulting in considerable savings in time and improved efficiency. We shall continue to strengthen our technical capabilities to meet the evolving scenario of increased dependence on online services amid travel restrictions and social distancing.

Safety and security of our data is considered very important and we are ensuring to follow the applicable safety standards. In addition to our in house server, we have a remote data backup to ensure business continuity.

Its functionality has been periodically tested. Customer satisfaction is the key to our success. We continue to follow our customer friendly approach with a proservice attitude for increasing our customer base.

Capital Base

We have already leveraged about 4 times of the equity, a rather larger capital base would further strengthen our capabilities in absorbing short term shocks of unforeseen situations like the present one and also to accelerate growth.

H. SCOT ANALYSIS

Strengths

- Building on relationship
- Established leadership
- Diversified product offering
- Robust in-house capabilities supported with strong technology back up.
- Expanding branch network and customer base
- Expanding resource base.
- Focused brand building and business development initiatives.

Challenges

Given the scale of operations, profitability and credit rating, the Company may, in the short run face challenges in raising of resources from conventional sources at attractive rates. The macro-economic situation has to further improve the business sentiments at the grass route level for growth to accelerate at the Company level. Growing competition from larger market peers armed with mass media advertisements raises further challenges.

Opportunities

The Company can expand its geographical reach by opening more number of branches in growing markets. It is also in a position to consider deepening product segments because of the experience gained and the growing number of satisfied customers associated with the company. Sourcing partnerships and the capacity to leverage on technologies through mobile applications and web solutions will be an added advantage to be closer to the customers and to penetrate its market more effectively.

There will be a potential for Gold Loan Companies to grow in a post covid scenario .They can also be attractive investment option for investors as it is a safe asset.

Threats

Any changes in the regulatory environment could affect the performance of the Company. The entry of Small Finance Banks, expanding presence of large players and the entry of regional players in the gold loan market further leads to higher level of competition. Volatility in the gold prices in the international and domestic markets will have an impact on the gold loan growth as well as collections. Un expected policy changes of Governments/ regulators, adverse political developments either at regional or national levels may also pose threats to the growth and development plans of the company. External developments in the sector can impact the outlook on the company as well in terms of its ability to raise adequate resources. Impact on collection and recovery due to Covid-19 situations is not fully known in case of non-gold portfolios.

I. RISK MANAGEMENT

The Company's business model has comprehensive and integrated risk management framework that comprises of a clear understanding of strategy, policy initiatives, prudential norms, proactive mitigation and structured reporting. Company is keeping constant vigil in identifying and mitigating risk whether it is arising from internal factors or external. It has also put in place a board approved Enterprise Risk Management Policy to act as the guide for over all risk identification and mitigation measures.

Credit Risk Management:

The Company possesses a well defined loan policy and other operating instructions regarding each product to manage risks associated with underwriting and customer defaults. Customer selection is of paramount importance, and in this the Company's Business Development and Credit teams have the necessary expertise to ensure asset quality. Underwriting decisions are based on knowledge about the prospective customer's business, credit history available with credit information companies as well as assessment of his cash flows and ensuring adequacy of collateral or guarantees in applicable cases. The underwriting also ensures a well calibrated approach in fixing loan to value ratio for all secured lending. Similarly, the company has strong internal guidance on unsecured lending based on past experiences.

J. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company possesses adequate internal controls to ensure that all assets are protected against loss from unauthorised use or disposition and that all transactions are authorised, recorded and reported correctly. An efficient Internal Audit department monitors adherence to these controls. Statutory auditors also present their suggestions to the appropriate committees of directors for improvements in control and compliance.

K. HUMAN RESOURCES

The Company considers its workforce to be its greatest asset. The employee compensation structure consists of fixed salaries, variable components and stock options at appropriate levels. The Company has been investing in long-term development programs for its employees. During the year under review, the Company has conducted programs aimed at upgrading the work-specific skills of its workforce, it consists of on the job training and class room coaching depending on the levels at which they join the company. Additional programs were undertaken towards motivational and behavioural training. The company has adopted a compassionate approach to protect the wellbeing of the employees by providing flexibility in working time, facility to work from home and also financial support during the lockdown period to keep them motivated.

L .CAUTIONARY STATEMENT

Statements made in this Management Discussion and Analysis Report may contain certain forward-looking statements based on various assumptions on the Company's present and future business strategies and the environment in which it operates. Actual results may differ substantially or materially from those expressed or implied due to risk and uncertainties.

These risks and uncertainties include the effect of economic and political conditions in India and abroad, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the Company's businesses as well as the ability to implement its strategies. The information contained herein is as of the date referenced and the Company does not undertake any obligation to update these statements. The Company has obtained all market data and other information from sources believed to be reliable or its internal estimates, although its accuracy or completeness cannot be guaranteed.

By the order of Board of Directors
For Yogakshemam Loans Limited,

Sd/-
RAMACHANDRAN OTTAPPATH
(Chairman)

Gaborone, Botswana
09th August 2021

Sd/-
UNNIKRISHNAN I.
(Managing Director
and CEO)

Thrissur
09th August 2021

ANNEXURE II

Format for the annual report on CSR Activities to be included in
the Board's Report pursuant Rule 8(1) of the Companies (Corporate Social Responsibility Policy)
Rules 2014, read with Section 135 of the Companies Act, 2013

1. Brief outline on CR Policy of the Company : The Board has approved the Corporate Social Responsibility Policy (CSR Policy) in its meeting held on 22nd October 2020 as recommended to it by the CSR Committee. The policy put up the broad objectives, administration of the CSR expenditure and it also has a list of project and programs the Company is entitled to undertake.

2. Composition of CSR Committee :

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings CSR Committee held of during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Unnikrishnan I.	Chairman (CSR) (MD&CEO)	1	1
2	Mr. Pushpangadan M.	Member (Independent Director)	1	1
3	Mr. Unnirajan P.N	Member (Non executive Director)	1	1
4	Mr. Ramachandran O	Member (Non executive Chairman of Board)	1	1

- 3.) Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are Disclosed on the website of the company. : www.yogloans.com

- 4.) Provide the details of Impact assessment Of CSR projects carried out in pursuance of Sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). : NA

- 5) Details of the amount available for set offin pursuance of Sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for Set off for the financial year, if any : NIL

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
1	NIL	NIL	NIL

- 6) Average net profit of the company as per section 135(5) : Rs. 4,28,14,491

- 7) (a) Two percent of average net profit Of the company as per section 135(5) : Rs. 8,56,290

- (b) Surplus arising out of the CSR projects or Programmes or activities of the previous financial years. : NIL

- (C) Amount required to be set off for the financial year (if any) : NIL

- (d) Total CSR obligation for the financial year (7a+7b-7c). : Rs. 8,56,290/-

8. (a) CSR amount spent or unspent for the financial year:

Total amount spent for the financial year (2020-21). (in Rs)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
8,56,300	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
	NIL	NIL	PMCARES fund	Rs.,4,04,000	30 th March 2021

(b) Details of CSR amount spent on-going projects for the financial year:

1	2	3	4	5		6	7	8	9	10	11
SI No.	Name of Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project		Project duration.	Amount allocated for the project (in Rs).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation- Direct (Yes/No).	Mode of Implementation - Through Implementing Agency
				State	District						Name CSR registration Number
1	Setting up homes and hostel for wome and orphans	Item no (iii)	Yes	Kerala	Thrissur	NIL	2,62,300	2,62,300	N.A	Direct	N.A
2	Promoting health care including preventive heath care	Item no (i)	Yes	Kerala	Thrissur	NIL	1,90,000	1,90,000	N.A	Direct	N.A
3	Contribution to PMCARES Fund	Item no. (vii)	NA	NA	NA		4,04,000	4,04,000	NA	Direct	NA
TOTAL							8,56,300				

(c) Details of CSR amount spent against other than on-going projects for the financial year: N.A

1	2	3	4	5		6	7	8	
SI.No.	Name of Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No).	Mode of implementation - Through implementing agency.	Name CSR registration
				State	District			Name	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

- d) Amount spent in Administrative Overheads : NIL
- e) Amount spent on Impact Assessment, if applicable : NIL
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e) : Rs.8,56,300
- (g) Excess amount for set off, if any.

SI.No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	8,56,290
(ii)	Total amount spent for the Financial Year	8,56,300
(iii)	Excess amount spent for the financial year [(ii)-(i)]	10
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl.No.	Sl No Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the fund	Amount(Rs)	Date of Transfer	
(1)	NIL	NIL	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent in the financial year for on-going projects of the preceding financial year(s): NA

1	2	3	4	5	6	7	8	9
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed / Ongoing
(1)	NA	NA	NA	NA	NA	NA	NA	NA

10. In case of creation or acquisition of capital asset, Furnish the details relating to the asset so created or Acquired through CSR spent in the financial year (asset-wise details).

- (a) Date of creation or acquisition of the capital asset(s). : NIL
- (b) Amount of CSR spent for creation or acquisition of capital asset. : NIL
- (c) Details of the entity or public authority or beneficiary Under whose name such capital asset is registered, their address etc. : NIL
- (d) Provide details of the capital asset(s) created or acquired (Including complete address and location of the capital asset). : NIL

11. Specify the reason(s), if the company has failed to spend two percent Of the average net profit as per section 135(5).

Sd/-

I Unnikrishnan

Managing Director & CEO
(Chairman of CSR Committee)

Thrissur
09th August 2021

FormNo.MGT-9
EXTRACT OF ANNUAL RETURN

AS ON THE FINANCIAL YEAR ENDED ON 31st MARCH-20201
[Pursuant to section92(3) of the Companies Act, 2013 and rule12(1) of the
Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

I	CIN	U65992KL1991PLC005965
ii.	Registration	Date13-02-1991
iii.	Name of the Company	Yogakshemam Loans Limited
iv.	Category/Sub-Category of the Company	NBFC
v.	Address of the Registered office and contactdetails	Door No.28/315-D2, Ottappath Tower ,Aswini Junction, Thiruvamabadi P.O, Thrissur-680022
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	S.K.D.C Consultants Limited, "Surya", 35, Mayflower Avenue, Behind Senthil Nagar, Sowripalayam Road, Coimbatore - 641028.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr.No.	Name and Description of main products/ services	NIC Code of theProduct/service	% to total turnover of the company
1	Lending money on the security of gold, silver, realestate, automobiles, vehicles, machinery, land & building, furniture, equipments & household articles on the personal guarantee of solvent individual as per the object clause of Memorandum of Association.	6492	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	Nil	NA	NA	NA	NA
2.	Nil	NA	NA	NA	NA

IV. SHARE HOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise ShareHolding

Category of Shareholders	No.of Shares held at the beginning of the year				No.of Shares held at the end of the year				% Change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoter										
1) Indian										
a) Individual/ HUF	16084539	0	16084539	29.01	16343309	0	16343309	29.47	0.47	
b) Central Govt	0	0	0	0.00	0	0	0	0	0.00	
c) State Govt(s)	0	0	0	0.00	0	0	0	0	0.00	
d) Bodies Corp	0	0	0	0.00	0	0	0	0	0.00	
e) Banks /Financial Institution										
f) Any Other										
Sub-total(A)(1):-	16084539	0	16084539	29.01	16343309	0	16343309	29.47	0.47	
2) Foreign										
g) NRIs-Individuals										
h) Other-Individuals	0	0	0	0	0	0	0	0	0	
i) Bodies Corp.	0	0	0	0.00	0	0	0	0	0.00	
j) Banks / FI	0	0	0	0	0	0	0	0	0	
k) Any Other	0	0	0	0						
Total shareholding of Promoter and Promoters group (A)=(A)(1)+(A)(2):-	16084539	0	16084539	29.01	16343309	0	16343309	29.47	0.47	
B. Public Shareholding										
1. Institutions	0	0	0	0	0	0	0	0	0	
a) Mutual Funds	0	0	0	0	0	0	0	0	0	
b) Banks / FI	0	0	0	0	0	0	0	0	0	
c) Central Govt	0	0	0	0	0	0	0	0	0	
d) State Govt(s)	0	0	0	0	0	0	0	0	0	
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0	
f) Insurance Companies	0	0	0	0	0	0	0	0	0	
g) FII's	0	0	0	0	0	0	0	0	0	
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0	
i) Others (specify)	0	0	0	0	0	0	0	0	0	
Sub-total(B)(1)	0	0	0	0	0	0	0	0	0	

2. Non Institutions									
a) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	00
(i) indian	0	3000	3000	0.01	0	3000	3000	0.01	0
(ii)Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
(i) individual shareholders holding nominal share capital uptoRs. 1 lakh	611065	3635297	4246362	7.66	641545	3502247	4143792	7.47	(0.18)
(ii)Individual shareholders holding nominal share capital in excess of Rs 1 lakh	5750005	5391384	11141389	20.09	4405355	5162134	9567489	17.25	(2.84)
c) Others(Specify)		0	0	0	0	0	0	0	0
Directors & their relatives	545950	20	545970	0.99	595950	20	595970	1.08	0.09
Non Resident									
Indian	200000	0	200000	0.36	228500	0	228500	0.41	0.05
NRI Director	6100500	0	6100500	11.00	12239700	0	12239700	22.07	11.07
NRI Director & Relatives	16127660	1000000	17127660	30.89	11327660	1000000	12327660	22.23	(8.66)
Sub-total(B)(2)	29135180	10029701	39364881	70.99	29438710	9667401	39106111	70.53	(0.47)
Total Public Shareholding (B)=(B)(1)+(B)(2)	29335180	10029701	39364881	70.99	29438710	9667401	39106111	70.53	(0.47)
C.Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	45419719	10029701	55449420	100	45782019	9667401	55449420	100	0.00

ii. Shareholding of Promoters and Promoter group

Sl.No.		No.of Shares held at the beginning of the year			No.of Shares held at the end of the year			
	Shareholder's Name	No.of shares	% of total shares of the company	% of Shares pledged / encumbered to total shares	No.of shares	% of total shares of the company	% of Shares pledged / encumbered to total shares	% of change in share holding during the year
1.	Unnikrishnan I.	9431450	17.01	0.00	9625950	17.36	0.00	0.35
2.	Sathialakshmi M.	5800000	10.46	0.00	5800000	10.46	0.00	0.00
3.	Abhijith Unnikrishnan	853089	1.54	0.00	917359	1.65	0.00	0.12
Total		16084539	29.01	0.00	16343309	29.47	0.00	0.47

iii.Change In Promoter's Shareholding (please specify, if there is no change)

Date	Name	Opening Balance	Bought	Sold	Closing Balance	% of total shares of the company
01/04/2020	Unnikrishnan.I	9431450	0		9431450	17.01
22-05-2020		9431450	2500		9433950	17.01
19-06-2020		9433950	5250		9439200	17.02
26-06-2020		9439200	3500		9442700	17.03
10-07-2020		9442700	36250		9478950	17.10
24-07-2020		9478950	5000		9483950	17.11
14-08-2020		9483950	16500		9500450	17.14
21-08-2020		9500450	20500		9520950	17.17
28-08-2020		9520950	45000		9565950	17.25
04-09-2020		9565950	2500		9568450	17.26
11-09-2020		9568450	500		9568950	17.26
18-09-2020		9568950	48000		9616950	17.35
16-10-2020		9616950	3500		9620450	17.35
06-11-2020		9620450	5500		9625950	17.36
31-03-2021		9625950	0		9625950	17.36
01/04/2020	ABHIJITH UNNIKRISHNAN	853089	0		853089	1.54
20/11/2020		853089	1000		854089	1.54
04/12/2020		854089	7000		861089	1.55
18/12/2020		861089	2500		863589	1.56
25/12/2020		863589	12000		875589	1.58
15/01/2021		875589	1700		877289	1.58
22/01/2021		877289	2500		879789	1.59
29/01/2021		879789	2500		882289	1.59
05/02/2021		882289	7000		889289	1.60
12/02/2021		889289	4600		893889	1.61
19/02/2021		893889	15000		908889	1.64
26/02/2021		908889	6000		914889	1.65
05/03/2021		914889	1470		916359	1.65
12/03/2021		916359	1000		917359	1.65
31/03/2021		917359	0		917359	1.65

**iv. iv. Shareholding Pattern of Top Ten Shareholders
(other than Directors, Promoters and holders of GDR's and ADR's),**

Sl. No.	For Each of top 10 shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No.of shares	%	No.of Shares	%
1.	JalajakumariRamachandran	17127660	30.89	12327660	22.23
2.	Sathia Narayanan M	1050000	1.89	1050000	1.89
3.	Narayanan O.	828505	1.50	828505	1.50
4.	Chandran O	1697040	3.06	397040	0.71
5.	Shanti Chandran B	330000	0.60	330000	0.60
6.	ChandranPoduval C	300000	0.54	300000	0.54
7.	N .D. Narayanan	261200	0.47	261200	0.47
8.	K.P Radhkrishnan	250000	0.45	257500	0.46
9.	T.M. Balan	200000	0.36	200000	0.36
10.	ArunKaippilly	200000	0.36	200000	0.36

v. Shareholding of Directors and Key Managerial Personnel

Sl.No.	Name of Directors	Shareholding at the beginning of the year		Shareholding at the end of the year		% of change during the year
		No.of shares	%	No.of Shares	%	
1.	Ramachandran Ottappath	6100500	11.01	12239700	22.07	11.07
2.	Unnikrishnan I.	9431450	17.01	9625950	17.36	0.35
3.	Anoop.G	250000	0.45	250000	0.45	0.00
4.	Vijayan N.D	137970	0.25	137970	0.25	0.00
5.	Santosh Raghava Kurup	53000	0.10	103000	0.19	0.90
6.	Pushpangadan Managari	100000	0.18	100000	0.18	0.00
KMPs						
7.	Rajeshkumar.K.Pillai	57000	0.10	57000	0.10	0.00
8.	Prasad P	10000	0.02	10000	0.02	0.00

vi. Transaction of directors of the company during the Year 2020-21

Date	Name	Opening Balance	Bought	Sold	Closing Balance	% of total shares of the Company
01/04/2020	Santosh Raghava Kurup	53000	0	0	53000	0.096
21/10/2020		53000	50000	0	103000	0.186
31/03/2021		103000	0	0	103000	0.186
01/04/2020	Ramachandran Ottappathu	6100500	0		6100500	11.00
12/04/2020		6100500	6103100		12203600	22.01
19/03/2021		12206700	2000		12205600	22.01
26/03/2021		12205600	3100		12208700	22.02
		12208700	31000		12239700	22.07

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars of Indebtedness	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
I Principal Amount	1,96,54,55,500	52,80,33,000	0	2,49,34,88,500
ii) Interest due but not paid	79,20,218	29,83,084	0	1,09,03,302
iii) Interest accrued but not due	5,92,05,109	12,27,25,890	0	18,19,30,999
Total(i+ii+iii)	2,03,25,80,827	65,37,41,974	0	2,68,63,22,801
Change in Indebtedness during the financial year				
- Addition	1,04,46,60,000	28,23,96,000	0	1,32,70,56,000
- Reduction	60,62,85,704	10,72,87,000	0	71,35,72,704
Net Change	43,83,74,296	17,51,09,000	0	61,34,83,296
Indebtedness at the end of the financial year				
I Principal Amount	2,40,38,29,796	70,31,42,000	0	3,10,69,71,796
ii) Interest due but not paid	61,92,613	39,30,252	0	1,01,22,865
iii) Interest accrued but not due	8,18,59,112	8,41,17,124	0	16,59,76,236
Total (i+ii+iii)	2,49,18,81,521	79,11,89,376	0	3,28,30,70,897

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and /or Manager

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1.	Gross Salary (a) Salary as per provisions in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Mr.I Unnikrishnan Managing Director & CEO	
		57,50,000	57,50,000
		—	—
	Stock Option	—	—
	Sweat Equity	—	—
	Commission - as % of profit - others ,specify...	—	—
	Others, please specify	—	—
	Total(A)	57,50,000	57,50,000
	Ceiling as per the Act	Overall ceiling of the managerial remuneration applicable is 5% of the Net Profit under section 197(1)(i) The amount works out to Rs.65,07,240. Hence the remuneration is within the limit.	

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
1.	Independent Directors	Dr. M. Pushpangadan	Mr. G. Anoop	Mr. Santosh Raghava Kurup	
	Fee for attending board meetings	1,25,000	1,25,000	1,25,000	3,75,000
	Fee for attending board committee meetings	90,000	80,000	60,000	2,30,000
	Commission	-	-	-	-
	Others,please specify	3,000 (Travelling Allowance)	NILL	NILL	3,000
	Total(1)	2,18,000	2,05,000	1,85,000	6,08,000
2.	OtherNon-Executive Directors	Mr. P. N. Unnirajan	Mr. N.D. Vijayan	Mr. O. Ramachandran	
	Fee for attending board meeting	1,00,000	1,25,000	-	2,25,000
	Fee for attending board committee meetings	1,40,000	1,50,000	-	2,90,000
	Commission	-	-	-	-
	Others ,please specify	-	-	-	-
	Total(2)	2,40,000	2,75,000	-	5,15,000
	Total(B)=(1+2)	11,23,000			11,23,000
	Total Managerial Remuneration	68,73,000			
	Overall Ceiling as per theAct	Overall ceiling of the managerial remuneration applicable is 6% of the Net Profit (excluding sitting fee payable to directors). The amount works out to Rs.78,08,688. Hence the remuneration is within the ceiling.			

C.Remuneration to Key Managerial Personnel Other than MD/Manager/WTD

Sl.No.	Particulars Of Remuneration	Key Managerial Personnel			Total
		CEO	EVP & Company Secretary	CFO	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites under section 17(2) of the Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) of the Income-tax Act, 1961	Refer: Part VI(A)	2702567	1939393	4641960
1.	Stock Option	-	-	-	-
2.	Sweat Equity	-	-	-	-
3.	Commission - as % of profit - others, specify	-	-	-	-
4.	Others, please specify	-			
5.	Total		2702567	1939393	4641960

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act, 2013	Brief description	Details of penalty/ punishment, compounding fee imposed	Authority RD/NCLT/Court	Appeal if any
A. Company					
Penalty					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C .Other officers in Default					
Penalty					
Punishment					
Compounding					

By the order of Board of Directors
for Yogakshemam Loans Limited,

Sd/-

Ramachandran Ottappath
(Chairman)

Gaborone, Botswana
09th August 2021

Sd/-

Unnikrishnan I.
(Managing Director and CEO)

Thrissur
09th August 2021

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

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

- (a) Name(s) of the related party and nature of relationship : NIL
- (b) Nature of contracts/arrangements/transactions : NIL
- (c) Duration of the contracts / arrangements/transactions : NIL
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any : NIL
- (e) Justification for entering into such contracts or arrangements or transactions : NIL
- (f) Date(s) of approval by the Board : NIL
- (g) Amount paid as advances, if any : NIL
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 : NIL

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

Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts/arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value,if any	Date(s) of approval by the Board/Board Committee,if any	Amount Paid as advance, if any
Mr.IUnnikrishnan (Managing Director & CEO)	1.Remuneration paid	Till the tenure of directorship	-Remuneration paid Rs 57,50,000/-	Re-Appointed in the Board Meeting held on 18.10.2019	Nil
Mr.N.DVijayan (Non-Executive Director)	Sitting fees paid	Till the tenure of directorship	Sitting fees paid for Board and Committee meeting Rs-2,75,000	24.10.2017	Nil
Mr.P N Unnirajan (Non-Executive Director)	Sitting fees paid	Till the tenure of directorship	Sitting fees paid for Board and Committee meeting Rs-2,40,000	25.07.2019	Nil
Dr.M.Pushpangadan (Independent Director)	Sitting fees paid	Till the tenure of Directorship	Sitting fee/travelling paid for board /Committee meeting Rs.2,18,000/-	Re-Appointed in the Board Meeting held on 28.06.2019	Nil
Mr.Anoop.G. (Independent director)	Sitting fees paid	Till the tenure of Directorship	Sitting fee paid for Board and committee meeting Rs2,05,000	Re-Appointed in the Board Meeting held on 28.06.2019	Nil
Mr.SantoshKurup (Independent director)	Sitting fees paid	Till the tenure of Directorship	Sitting fee paid for Board and committee meeting Rs.1,85,000	24.10.2017	Nil
Mr.Rajeshkumar.K. Pillai (EVP&Company Secretary)	Remuneration paid	Till the tenure of Employment	Remuneration paid Rs. 27,02,567/-	25-03-2015	Nil
Mr.Prasad.P (Chief.Financial Officer)	Remuneration paid	Till the tenure of Employment	Remuneration paid Rs.19,39,393/-	25-03-2015	Nil
Mrs.Sathialakshmi Unnikrishnan (Spouse of Managing Director Mr.IUnnikrishnan)	1. Issue of debenture 2.Interest Paid 3.Redemption of sub-ordinated debt	Till Maturity	Issue of debenture Rs-25,00,000 Interest paid on Debenture/SubdebtRs 10,60,063/- Redemption of sub ordinated -debt of Rs-9,50,000	16.01.2021 As per terms of issue As per terms of issue	Nil Nil Nil

Mrs.Remavijayan (Spouse of Director Mr.N.D Vijayan)	Interest paid	Till maturity	Interest paid on Debenture /Subdebt Rs-. 1,78,434	As per terms of issue	Nil
Mrs.Geeta Pushpangadan (Spouse of Independent Director Mr. Pushpangadan M.)	1.Issue of debenture 2.Interest Paid	Till maturity	Issue of debenture Rs-25,00,000 Interest paid on debenture- Rs-.8,03,045/-	27.10.2020 As per terms of issue	Nil Nil
Mrs Sreeja K (Spouse Of Independent Director Mr. Anoop G)	1.Interest Paid	Till maturity	Interest paid on debenture- Rs-.62,683	As per terms of issue	Nil
Mrs.Smitha Rajesh (Spouse of EVP & Company Secretary Mr. Rajeshkumar K Pillai)	1.Issue of sub ordinated debt 2.interest Paid	Till maturity	Issue of sub-ordinated debt Rs-1,50,000 Interest paid on subdebt Rs.26,126/-	01.07.2020 As per terms of issue	Nil Nil
Mrs.Archana G (Spouse of VP & CFO Mr. Prasad P)	1. Issue of sub-ordinated debt 2.interest Paid	Till maturity	Issue of sub-ordinated debt Rs-50,000 Interest paid on sub-debt Rs.527/-	01.03.2021 As per terms of issue	Nil Nil
Ms.Aishwarya Unnikrishnan (D/o of M.D Mr.Unnikrishnan I)	1.Redemption of sub-ordinated debt 2.Interest paid	Till maturity	Redemption of sub ordinated -debt of Rs-7,75,000 Interest paid on debenture/subdebt- Rs- 7,56,236/-	01.03.2021 As per terms of issue	Nil Nil
Mr.AbhijithUnnikrishnan (S/o M.D Mr. Unnikrishnan I)	1.Issue of sub-ordinated debt 2. Interest Paid on Loan from Directors & Relatives	Till maturity	Issue of sub-ordinated debt of Rs.5,00,000/- Interest paid on debenture/subdebt- Rs- 27,554	01.02.202	Nil Nil
Mr.Sureshkumar I (Brother of M.D Mr. Unnikrishnan I)	Salary Paid	For the period April 2020 to March 2021	Rs. 2,85,787	16.07.2018	Nil
Ottappathu projects & developers Pvt (Company in which Mr.Ramchandran Ottappath is interested)	Leasing of Premises Rent was fixed on the basis of prevailing market rate	For a period of 9 years	Monthly rent of Rs-1,96,500 was fixed for measuring about 5700 sqft with an increament of 15%. Every three years. Annual rent paid amounts to Rs. 27,82,440/- (including GST.)	29 -01 -2018	Nil

**By the Order of Board of Directors For
Yogakshemam Loans Limited ,**

Sd/-

Mr. Ramachandran Ottappath
(Chariman)

Gaborone, Botswana
09th August 2021

Sd/-

Mr.Unnikrishnan I.
(Managing Director & CEO)

Thrissur
09th August 2021

FormNo. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2021

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,
M/s Yogakshemam Loans Limited
Regd Office: 28/315 – D2.,
Ottappathu Tower, Aswini Junction
Thiruvambady P.O., TIRISSUR -680022

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s YOGAKSHEMAM LOANS LIMITED (hereinafter referred as the company) with Corporate Identity No U65992KL1991PLC005965. The Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s YOGAKSHEMAM LOANS LIMITED for the financial year ended on 31st March 2021 according to the provisions of:
 - (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - (iii) The Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
 - (iv) The following laws, regulations, directions, orders applicable specifically to the company:
 - (a) The Reserve Bank of India Act 1934;
 - (b) Non - Banking Financial Companies (Non-Deposit Accepting or Holding) Prudential Norms (Reserve Bank) Directions 2007.
 - (c) Non - Banking Financial Companies - Corporate Governance (Reserve Bank) Directions, 2015;
 - (d) Online Returns to be submitted by NBFC's - RBI Guidelines.

I have also examined compliance with the applicable clauses of Secretarial Standards I and II issued by The Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc referred above.

2. I further report that the Company has, in my opinion, complied with the provisions of the Companies Act, 2013 and the Rules made under that Act and the Memorandum and Articles of Association of the Company, with regard to:
 - a) maintenance of various statutory registers and documents and making necessary entries therein;
 - b) closure of the Register of Members / Debenture holders;
 - c) forms, returns, documents and resolutions required to be filed with the Registrar of Companies and the Central Government;
 - d) service of documents by the Company on its Members, Auditors and the Registrar of Companies;
 - e) notice of Board meetings and Committee meetings of Directors;

- f) the meetings of Directors and Committees of Directors including passing of resolutions by circulation;
- g) the 29th Annual General Meeting held on 14th September 2020;
- h) minutes of proceedings of General Meetings and of the Board and its Committee meetings;
- i) approvals of the Members, the Board of Directors, the Committees of Directors and the government authorities, wherever required;
- j) payment of remuneration to Directors, including the Managing Director
- k) appointment and remuneration of Statutory Auditors and Internal Auditors;
- l) transfers and transmissions of the Company's shares and debentures, and issue and dispatch of duplicate certificates of shares;
- m) borrowings and registration, modification and satisfaction of charges wherever applicable;
- n) investment of the Company's funds including inter-corporate loans and investments and loans to others;
- o) form of balance sheet as prescribed under Part I, form of statement of profit and loss as prescribed under Part II and General Instructions for preparation of the same as prescribed in Schedule III to the Act;
- p) preparation of Board's Report;
- q) execution of contracts, affixing of common seal, registered office and publication of rule of the company; and
- r) generally, all other applicable provisions of the Act and the Rules made under the Act.

3. I further report that:-

- a) the Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- b) the Directors have complied with the requirements as to disclosure of interests and concerns in contracts and arrangements, shareholdings/ directorships in other companies and interests in other entities.
- c) adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- d) majority decision is carried through, while the dissenting members' views are captured and recorded as part of the minutes.
- e) the company has obtained all necessary approvals under the various provisions of the Act.

4. The Company has not:-

- a) declared any dividends
 - b) transferred any amounts to the Investor Education and Protection Fund, as there was no unclaimed/ unpaid dividend/ application money due for refund, matured deposits, matured debentures and the interest accrued thereon, which have remained unclaimed or unpaid for a period of seven years or more for transferring to Investor Education and Protection Fund.
 - c) given any guarantee
5. I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines and that during the audit period, there were no other specific events/ actions in pursuance of the above referred laws, rules, regulations, guidelines etc having a major bearing on the Company's affairs.

Place : Cochin

Date : 30.06.2021

SATHISH V
Practicing Company Secretary
FCS 8005; CP 8343
UDIN : F008005C000554518

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,

The Members,
M/s Yogakshemam Loans Limited
Regd Office: 28/375 -D2. Ottappathu Tower
Aswinin Junction
Thiruvambady P.O
THRISSUR - 680022

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Cochin
Date: 30/06/2021

SATHISH V
Practicing Company Secretary
FCS 8005; CP 8343
UDIN : F008005C000554518

INDEPENDENT AUDITOR'S REPORT

S.R.BATLIBOI&ASSOCIATES LLP
Chartered Accountants

6th Floor – “A” Block
Tidel Park, No. 4, Rajiv Gandhi Salai
Taramani, Chennai – 600 113, India
Tel: +91 44 6117 9000

To the members of Yogakshemam Loans Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of Yogakshemam Loans Limited (“the Company”), which comprise the Balance sheet as at March 31, 2021, 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, 2021, its profit, and its cash flows 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 your attention to Note 2.2 to the Financial Statements, which describes the impact of COVID19 pandemic, and its possible consequential implications on the Company’s operations and financial metrics, including the Company’s estimates of impairment of loans and that such estimates may be affected by the severity and duration of the pandemic. 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 Annual report, but does not include the Financial Statements and our auditor’s report thereon.

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

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

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 Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. 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 charged with governance 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. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.
- 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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 books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on March 31, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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, refer to our separate Report in "Annexure 2" to this report;
 - (g) In our opinion, the managerial remuneration for the year ended March 31, 2021 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
 - (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.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

per Dhenuburieswaran V.

Partner

Membership Number: 215881

UDIN: 21215881AAAAAT4041

Place of Signature: Chennai

Date: 9th August, 2021

**Annexure 1 referred to in paragraph 1 under the heading
“Report on other legal and regulatory requirements” of our report of even date**

Re: Yogakshemam Loans Limited (“the Company”)

- (I) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, plant and equipment except for few assets in computer equipment, electrical fittings, office equipment and furniture & fixtures where the records are maintained for group of similar assets and not for each individual asset.
- (b) Property, plant and equipment have been physically verified by the Management during the year and no material discrepancies were identified on such verification.
- (c) According to the information and explanations given by the management, the title deeds of immovable properties included in property, plant and equipment are held in the name of the Company.
- (ii) The Company’s business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) during the year. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the services of the Company.
- (vii) (a) Undisputed statutory dues including provident fund, employees’ state insurance, incometax, goods and services tax, cess and other statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in one case of remittance of provident fund and one case of remittance of Goods and Service Taxes. Statutory dues in the nature of customs duty is not applicable to the Company.
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees’ State Insurance, Income-Tax, Goods and Services Tax, Cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
(c) According to the information and explanations given to us, there are no dues of Income Tax, Goods and Services Tax and Cess which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to debenture holders, banks and financial institutions. The Company did not have any outstanding dues to government during the year.
- (ix) In our opinion and according to the information and explanations given by the management, the Company has utilized the monies raised by way of debt instruments in the nature of nonconvertible debentures and term loans for the purpose for which they were raised. However, the Company has not raised any money by way of initial public offer / further public offer.

- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations given by the management, we report that the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 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) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully / partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the Company and, not commented upon.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

per Dhenuburieswaran V.

Partner

Membership Number: 215881

UDIN: 21215881AAAAAT4041

Place of Signature: Chennai

Date: 9th August, 2021

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF YOGAKSHEMAM LOANS LIMITED**Report on the Internal Financial Controls under Clause (lof
Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")**

We have audited the internal financial controls with reference to financial statements of Yogakshemam Loans Limited (the "Company") as of March 31, 2021 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these Financial Statements was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to these Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to these Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to these Financial Statements.

Meaning of Internal Financial Controls with Reference to these Financial Statements

A company's internal financial controls with reference to these Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to these Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls With Reference to these Financial Statements

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to these Financial Statements and such internal financial controls with reference to these Financial Statements were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

per Dhenuburieswaran V.

Partner

Membership Number: 215881

UDIN: 21215881AAAAAT4041

Place of Signature: Chennai

Date: 9thAugust, 2021

Balance Sheet as at March 31, 2021

(All amounts are in Indian Rupees, unless otherwise stated)

Particulars	Notes	As at March 31, 2021	As at March 31, 2020
Equity and liabilities			
Shareholders' funds			
Share capital	3	55,44,94,200	55,44,94,200
Reserves and surplus	4	13,69,75,447	4,32,10,558
		69,14,69,647	59,77,04,758
Non-current liabilities			
Long-term borrowings	5	1,77,20,37,264	1,27,37,87,640
Other long term liabilities	6	16,59,76,236	18,19,30,999
Long-term provisions	9	4,01,24,440	2,21,66,270
		1,97,81,37,940	1,47,78,84,909
Current liabilities			
Short-term borrowings	7	52,52,98,726	63,01,39,455
Other current liabilities	8	83,77,97,731	61,51,89,731
Short-term provisions	9	2,57,47,080	1,20,03,468
		1,38,88,43,537	1,25,73,32,654
Total		4,05,84,51,124	3,33,29,22,321
Assets			
Non-current assets			
Property, Plant and Equipment	10A	16,43,78,393	16,38,59,372
Intangible assets	10B	6,11,478	9,01,925
Capital work-in-progress		10,36,450	3,68,795
Deferred tax assets	11	2,00,78,500	1,38,48,074
Loans and advances	12	46,65,97,699	43,89,92,237
Other non-current assets	13	3,54,300	32,24,299
		65,30,56,820	62,11,94,702
Current assets			
Cash and bank balances	14	11,57,46,561	7,47,70,219
Loans and advances	12	3,07,19,41,055	2,48,60,75,698
Other current assets	13	21,77,06,688	15,08,81,702
		3,40,53,94,304	2,71,17,27,619
Total		4,05,84,51,124	3,33,29,22,321

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants
ICAI Firm registration number : 101049W/E300004

per Dhenuburieswaran V

Partner
Membership no: 215881

Place: Chennai
Date : 9th August 2021

For and on behalf of the board of directors

Unnikrishnan I
Managing Director & CEO
DIN: 01773417

N. D. Vijayan
Director
DIN: 3396044

Prasad P.
Chief Financial Officer

Rajeshkumar K. Pillai
Company Secretary
M. No. F9182

Statement of profit and loss for the year ended March 31, 2021
(All amounts are in Indian Rupees, unless otherwise stated)

Particulars	Notes	Year ended March 31, 2021	Year ended March 31, 2020
Income			
Revenue from operations	15	74,73,11,849	59,62,68,792
Other income	16	1,00,459	2,60,920
Total revenue (I)		74,74,12,308	59,65,29,712
Expenses			
Finance costs	17	31,90,35,210	25,34,87,338
Employee benefits expense	18	17,17,56,027	15,51,80,397
Other expenses	19	8,14,84,258	8,64,92,531
Provisions & Write off	20	3,66,92,978	3,24,38,004
Depreciation and amortization expense	21	1,40,49,036	1,46,08,738
Total Expenses (II)		62,30,17,509	54,22,07,008
Profit before tax (I - II)		12,43,94,799	5,43,22,704
Tax expenses			
Current tax			
Pertaining to profit for the current period		3,68,60,336	1,64,95,640
Adjustment of tax relating to earlier periods		-	13,80,112
Deferred Tax Expense/(Credit)		(62,30,426)	(1,38,48,074)
Total tax expense		3,06,29,910	40,27,678
Net Profit for the year		9,37,64,889	5,02,95,026
Earnings per equity share [nominal value of share Rs.10/-]			
Basic Earnings per share in Indian Rupees	22	1.69	0.91
Diluted Earnings per share in Indian Rupees	22	1.67	0.90

Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number : 101049W/E300004

per Dhenuburieswaran V

Partner

Membership no: 215881

Place: Chennai

Date : 9th August 2021

For and on behalf of the board of directors

Unnikrishnan I

Managing Director & CEO

DIN: 01773417

N. D. Vijayan

Director

DIN: 3396044

Prasad P.

Chief Financial Officer

Rajeshkumar K. Pillai

Company Secretary

M.No; F9182

Place: Thrissur

Date : 9th August 2021

Cash flow Statement for the year ended March 31, 2021

(All amounts are in Indian Rupees unless otherwise stated)

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
A. Cash flow from operating activities		
Net profit (loss) before taxation	12,43,94,799	5,43,22,704
Depreciation and amortization	1,40,49,036	1,46,08,738
(Profit)/loss on sale of Property Plant and Equipment	5,92,363	(46,460)
Operating profit before working capital changes	13,90,36,198	6,88,84,982
Movements in working capital :		
Increase/ (Decrease) in Other Current Liabilities	25,33,599	(59,41,387)
Increase/ (Decrease) in Provisions	2,66,57,681	73,95,805
Decrease / (Increase) in Long-Term Loans and advances	(2,76,05,460)	(16,78,35,111)
Decrease / (Increase) in Short Term Loans and Advances	(58,58,65,359)	(57,13,91,034)
Decrease / (Increase) in Other Current Assets	(6,68,24,986)	(1,48,41,437)
Decrease / (Increase) in Other Bank Balances	(9,92,181)	(17,65,058)
Increase/ (Decrease) in Other Long Term Liabilities	(1,59,54,763)	5,67,86,449
Cash generated from / (used in) operations	(52,90,15,271)	(62,87,06,791)
Less: Direct taxes paid net of refunds received	(2,89,46,234)	(1,52,50,170)
Net cash flow from/ (used in) operating activities (A)	(55,79,61,505)	(64,39,56,961)
B. Cash flows from investing activities		
Purchase of Property, Plant and Equipment, including Capital Work In Progress	(1,56,14,897)	(3,32,33,830)
Proceeds from disposal of Property, Plant and Equipment	77,267	85,374
Net cash flow from/ (used in) investing activities (B)	(1,55,37,630)	(3,31,48,456)
C. Cash flows from financing activities		
Proceeds from issuance of equity share capital	-	2,50,000
Proceeds from borrowings made - Non Convertible Debentures	17,46,60,000	14,95,56,000
Proceeds from borrowings made - Subordinated Debts	28,23,96,000	5,30,63,000
Proceeds from borrowings made - Term Loans	87,00,00,000	60,50,00,000
Repayments in connection with Non Convertible Debenture settlements	(2,66,40,000)	(11,60,96,538)
Repayments in connection with Subordinated Debts settlements	(10,72,87,000)	(49,98,000)
Repayments in connection with Term Loans	(47,48,04,975)	(21,94,52,019)
Net Increase/(Decrease) in Short term borrowings	(10,48,40,729)	24,30,27,208
Net cash flow from/ (used in) in financing activities	61,34,83,296	71,03,49,651
Net increase/(decrease) in cash and cash equivalents (A + B + C)	3,99,84,161	3,32,44,234
Cash and cash equivalents at the beginning of the year	7,27,69,004	3,95,24,770
Cash and cash equivalents at the end of the year	11,27,53,165	7,27,69,004

Cash flow Statement for the year ended March 31, 2021

(All amounts are in Indian rupees unless otherwise stated)

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Components of cash and cash equivalents		
Cash on hand	2,82,37,452	8,63,654
With banks		
- in current account	3,88,58,424	2,69,05,350
- in deposit account	4,56,57,289	4,50,00,000
Total cash and cash equivalents (note 14)	11,27,53,165	7,27,69,004

Previous year figures are regrouped or rearranged wherever necessary.

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants
ICAI Firm registration number : 101049W/E300004

per Dhenuburieswaran V

Partner
Membership no: 215881

Place: Chennai
Date : 9th August 2021

For and on behalf of the board of directors

Unnikrishnan I
Managing Director & CEO
DIN: 01773417

N. D. Vijayan
Director
DIN: 3396044

Prasad P.
Chief Financial Officer

Rajeshkumar K. Pillai
Company Secretary
M.No; F9182

Place: Thrissur
Date : 9th August 2021

Notes to the Financial statements for the year ended March 31, 2021

1) Corporate Information

M/s Yogakshemam Loans Limited ('the Company') was incorporated on February 13, 1991 in Thrissur, Kerala. The Company is a Non-Banking Finance Company ('NBFC') which offers a wide range of financial products including Gold Loans, Term Loans, Vehicle Loans, Business loans and Micro loans etc. The Company also offers a few ancillary services like Money Transfer etc. The Company operates through 115 branches spread across Kerala, Tamil Nadu and Karnataka as at March 31, 2021. The Company is a Non-Deposit taking Non-Systemically Important NBFC, as per the extant guidelines issued by the RBI in this regard.

2) Basis of accounting and 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 in accordance with the accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under Section 133 of the Companies Act 2013, read together with the Companies (Accounts) Rules 2014 and other accounting principles generally accepted in India mainly considering the Master Directions issued by Reserve Bank of India ('RBI') as applicable to Non-Banking Financial Companies - Non-Deposit taking Non-Systemically important. The financial statements have been prepared under the historical cost convention and on an accrual basis except for interest on non-performing assets and penal interest on loans and advances which are recognized on realization basis. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

The company follows the Prudential norms for income recognition, asset classification and provisioning as prescribed by Reserve Bank of India (RBI) for Non Systematically important, Non Deposit taking, Non Banking Finance Companies (NBFC-ND-NSI)

2.1) Statement of significant accounting policies

a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period.

Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

c) Property, Plant and Equipment and Depreciation thereon

Property, Plant and Equipment are stated at cost, less accumulated depreciation and impairment losses, if any. The cost comprises of 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. Subsequent expenditure on fixed assets after their purchase / completion is capitalised, only if such expenditure results in an increase in the future benefits from such asset beyond its

previously assessed standard of performance. Property, Plant and Equipment retired from active use and held for sale are stated at the lower of their net book value and net realisable value and are disclosed separately.

The Company identifies and determines cost of each component / part of the asset separately, if the component / part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

Depreciation is provided using written down value method and as per the 'usefullife' concept as prescribed in the Part C of Schedule II of the Companies Act 2013. Depreciation on additions to property, plant and equipment are provided on a pro-rata basis from the month of addition

Useful life of assets as per Schedule II -

Asset Classification	Useful Life (Years)
Computers	3
Office equipment	5
Motor Cycles	10
Motor Cars	8
Electric Fittings	10
Furniture & Fixtures	10
Buildings	60

d) Intangible assets - Computer software & licenses

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized on a straight line basis over the estimated useful economic life of 4 years or License Period, whichever is lower

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern

e) Impairment of Property, Plant and Equipment and intangible assets :

The carrying amount of assets is reviewed at each Balance Sheet date to ascertain impairment based on internal or external factors. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss statement in the year in which an asset is identified as impaired. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

f) Lease Accounting

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

g) Investments

Investments, which are readily realizable and 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. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

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.

h) Revenue Recognition

Interest Income is recognised under the Internal Rate of Return method on a time proportion basis to provide a constant periodic rate of return on net investment outstanding on the loan contracts. In the case of Non-Performing Loans, interest income is recognised upon realisation, as per the RBI guidelines. Unrealised interest recognised as income in the previous period is reversed in the month in which the loan is classified as Non Performing.

Service charges are recognised on issue of delivery instruction to the dealer/ manufacturer in respect of the assets financed or on release of disbursement amount, whichever is earlier, and when there is no uncertainty in receiving the same.

Income from non-financing activity is recognised as per the terms of the respective contract on accrual basis.

Profit/Loss from sale of investments is recognised at the time of sale or redemption.

Processing fees, Documentation charges, bad debts recovered, processing and appraisal charges, cheque bounce charges and Penal interest are accounted on receipt basis or when reasonable certainty of collection is established except for non-performing assets where such charges are accounted on cash basis.

I Retirement and Other Benefits

i. Defined Contribution Plans:

Provident fund: Retirement benefit in the form of Provident Fund is a defined contribution scheme. The Company has no obligation payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for the service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as the liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Employees' State Insurance:

The Company contributes to Employees State Insurance Scheme and recognises such contribution as an expense in the Statement of Profit and Loss in the period when services are rendered by the employees.

ii. Defined Benefit Plans:

Gratuity liability under the Payment of Gratuity Act which is a defined benefit scheme is accrued and provided for on the basis of an actuarial valuation as per projected unit credit method made at the end of each financial year.

iii. Actuarial gains / losses are immediately taken to statement of profit and loss and are not deferred.

iv. Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. Leave encashment which are not expected to occur within 12 months after the end of the period in which the employee renders the related services are recognised as a non current liability at the present value of the defined benefit obligation at the balance sheet date.

j) Finance Costs

Borrowing cost includes interest, ancillary costs incurred in connection with the arrangement of borrowings, including borrowings sanctioned but not availed, is amortised on a straight-line basis, over the tenure of the respective borrowings. Unamortised borrowing costs remaining, if any, are fully expensed off as and when the related borrowings are prepaid / cancelled.

k) Taxation

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.

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.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a 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.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period

l) Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary-items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations.

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

m) Provisions and Contingent Liabilities

Provisions are recognised only when the Company has present or legal or constructive obligations as a result of past events, for which it is probable that an outflow of economic benefit will be required to settle the transaction and a reliable estimate can be made for the amount of the obligation. Provisions are not discounted to their present value and

are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or nonoccurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized 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 recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Provision policy for gold loans and other loans

Secured loans / Others loans are classified / provided for, as per management's best estimates, subject to the minimum provision required as per Master Direction - Non-Banking Financial Company - Non Systemically Important, Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.

Other loans are classified/ provided for, as per management's best estimate, subject to the minimum provisions required as per Non Systemically Important, Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016. Unsecured loans are completely provided for in case the same is identified as a non performing asset.

n) Segment reporting

The Company operates in a single reportable segment i.e., financing, which has similar risks and returns for the purpose of AS 17 on Segment Reporting' The Company operates in a single geographical segment i.e., domestic.

o) Employee Share Based Payments

Measurement and disclosure of the employee share based payment plans is done in accordance with the Guidance Note on Accounting for Employee Share Based Payments, issued by the Institute of Chartered Accountants of India. The Company measures compensation cost relating to employee stock using the intrinsic value method.

p) Input tax credit (Goods and Service Tax)

Input Tax Credit is accounted for in the books in the period when the underlying service / supply received is accounted and when there is no uncertainty in availing / utilising the same.

2.2 Covid 19 impact.

The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in economic activities.

In accordance with the Reserve Bank of India (RBI) guidelines related to "COVID-19 regulatory package" dated March 27, 2020 and subsequent guidelines on EMI moratorium dated April 17, 2020 and May 23, 2020, the Company has offered moratorium to its customers based on the eligibility for EMIs falling due between March 1, 2020 to August 31, 2020. Further, the Company offered resolution plans to its customers pursuant to RBI's guideline "Resolution Framework for COVID-19 related stress" dated August 6, 2020. Disclosures as required by RBI for resolution framework and moratorium are given in note no. 28 and 29 respectively.

However, there has been no significant impact on the operations and financial position of the Company on account of the outbreak of the COVID-19 pandemic and the consequential lock-down restrictions imposed by the Government. There is also no further significant impact on the Company on account of the RBI package.

Based on the information (both internal and external) available and Management's assessment of the situation, the Company considers that the impairment loss/provision on the loan assets (standard and non-performing assets) as disclosed in Note 31 is adequate to cover any future uncertainties.

The extent to which the COVID-19 pandemic will impact the Company's future operations / performance will depend on developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether Government mandated or elected by the Company. The Company will continue to closely monitor any material changes to future economic conditions

Notes to the Financial statements for the year ended March 31, 2021
(All amounts are in Indian Rupees, unless otherwise stated)
NOTE: 3
Share Capital

	As at March 31, 2021	As at March 31, 2020
Authorized shares 6,00,00,000 Equity Shares of Rs 10 Each (6,00,00,000 Equity Shares of Rs 10 Each as at 31 st march 2020)	60,00,00,000	60,00,00,000
Issued, subscribed and fully paid-up shares 5,54,49,420 Nos Equity Shares @ Rs 10/ Share (5,54,49,420 Nos Equity Shares @ Rs 10/ Share as at 31 st march 2020)	55,44,94,200	55,44,94,200
Total issued, subscribed and fully paid-up share capital	55,44,94,200	55,44,94,200

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Particulars	As at March 31, 2021		As at March 31, 2020	
	No of Shares	Amount (in Rupees)	No of Shares	Amount (in Rupees)
At the beginning of the year	5,54,49,420	55,44,94,200	5,54,24,420	55,42,44,200
Issued during the period at face value - ESOP	—	—	25,000	2,50,000
Outstanding at the end of the period	5,54,49,420	55,44,94,200	5,54,49,420	55,44,94,200

b. The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. 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.

c. Aggregate number of bonus shares issued, and shares issued for consideration other than cash during the period of five years immediately preceding the reporting date: NIL

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

Name of shareholder	As at March 31, 2021		As at March 31, 2020	
	No of Shares	% holding	No of Shares	% holding
Mr. Unnikrishnan I	96,25,950	17.36	94,31,450	17.01
Mrs. Sathyalakshmy.M.	58,00,000	10.46	58,00,000	10.46
Mrs. Jalajakumari Ramachandran	1,23,27,660	22.23	1,71,27,660	30.88
Mr. Ramachandran Ottappath	1,22,39,700	22.07	61,00,500	11.00

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

NOTE: 4
Reserves and Surplus

	As at March 31, 2021	As at March 31, 2020
(i) Statutory reserve		
Balance as per the last financial statements	2,92,63,353	1,92,04,348
Add: Transfer to Reserve fund as per RBI Act, 1934	1,87,52,978	1,00,59,005
Closing Balance	4,80,16,331	2,92,63,353
(ii) Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statements	1,39,47,205	(2,62,88,816)
Profit/(Loss) for the year	9,37,64,889	5,02,95,026
Less: Appropriations	1,87,52,978	1,00,59,005
Transfer to statutory reserve as per Section 45-IC of RBI Act, 1934		
Net Surplus/(Deficit) in the statement of profit and loss	8,89,59,116	1,39,47,205
Total reserves and surplus (Deficit)	13,69,75,447	4,32,10,558

Notes:

As per Rule 18(7)(b) of the Companies (Share Capital & Debenture) Rules 2014, Non banking financial companies (NBFCs) and other financial institutions covered by section 2(72) of the Companies Act, 2013 are not required to maintain debenture redemption reserve for privately placed Debentures.

NOTE: 5
Long-term borrowings

	Non-current portion		Current maturities	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Sub-ordinated debt (Unsecured) (Note 5.1) Subordinated debts from others	54,90,06,000	41,68,74,000	15,02,64,000	10,97,59,000
Debentures (Secured) Non-convertible Debentures - Private placement - Retail (Note 5.2)	59,59,86,000	61,61,30,000	18,39,04,000	—
Term loans (Secured) (Note 5.3) Indian Rupee loan from banks	62,70,45,264	24,07,83,640	47,15,20,804	46,25,87,404
	1,77,20,37,264	1,27,37,87,640	80,56,88,804	57,23,46,404
The above amount includes Secured borrowings Unsecured borrowings Amount disclosed out of the above, under the head "other current liabilities" (refer note 8)	1,22,30,31,264 54,90,06,000 —	85,69,13,640 41,68,74,000 —	65,54,24,804 15,02,64,000 (80,56,88,804)	46,25,87,404 10,97,59,000 (57,23,46,404)
Net amount	1,77,20,37,264	1,27,37,87,640	—	—

Note 5.1
Subordinated debts from others:

Subordinated debts have a face value of Rs 1,000/- each. Details of rate of interest and maturity pattern from the date of the balance sheet is as under:

As on March 31, 2021

Redeemable at par within	Rate of interest (Pa)							
	>=10% to <=11%		>11% to <=12%		>12% to <=13%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due Above 5 years	—	—	76	4,99,28,000	—	—	76	4,99,28,000
Due within 4-5 years	1,365	23,24,68,000	99	1,87,65,000	—	—	1,464	25,12,33,000
Due within 3-4 years	299	5,30,63,000	1	2,00,000	—	—	300	5,32,63,000
Due within 2-3 Years	411	7,93,60,000	12	19,00,000	—	—	423	8,12,60,000
Due within 1-2 Years	472	7,98,50,000	182	3,21,28,000	48	13,44,000	702	11,33,22,000
Due within 1 Year	629	11,88,99,000	88	1,75,19,000	209	1,38,46,000	926	15,02,64,000
Grand total	3,176	56,36,40,000	458	12,04,40,000	257	1,51,90,000	3,891	69,92,70,000
Non-current portion								54,90,06,000
Current maturities								15,02,64,000
Sub Total								69,92,70,000
Matured but not claimed (Refer Note 8)								38,72,000
Total								70,31,42,000

As on March 31, 2020

Redeemable at par within	Rate of interest (Pa)							
	>=10% to <=11%		>11% to <=12%		>12% to <=13%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due Above 5 years	—	—	99	1,87,65,000	—	—	99	1,87,65,000
Due within 4-5 years	299	5,30,63,000	1	2,00,000	—	—	300	5,32,63,000
Due within 3-4 years	411	7,93,60,000	12	19,00,000	—	—	423	8,12,60,000
Due within 2-3 Years	472	7,98,50,000	182	3,21,28,000	48	13,44,000	702	11,33,22,000
Due within 1-2 Years	629	11,88,99,000	88	1,75,19,000	209	1,38,46,000	926	15,02,64,000
Due within 1 Year			288	4,44,29,000	868	6,53,30,000	1,156	10,97,59,000
Grand total	1,811	33,11,72,000	670	11,49,41,000	1,125	8,05,20,000	3,606	52,66,33,000
Non-current portion								41,68,74,000
Current maturities								10,97,59,000
Sub Total								52,66,33,000
Matured but not claimed (Refer Note 8)								14,00,000
Total								52,80,33,000

Note 5.2

Debentures (Secured) - Private placement retail - Redeemable Non Convertible Debentures of Rs. 1,000/- each.

As on March 31, 2021

Redeemable at par within	Rate of interest (Pa)							
	>=10% to <=11%		>11% to <=12%		>12% to <=13%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 5-6 Years	—	—	64	4,46,90,000	—	—	64	4,46,90,000
Due within 4-5 years	142	10,01,70,000	78	6,56,00,000	—	—	220	16,57,70,000
Due within 3-4 years	131	7,65,56,000	13	4,63,00,000	2	50,00,000	146	12,78,56,000
Due within 2-3 Years	197	11,49,57,000	04	20,50,000	—	—	201	11,70,07,000
Due within 1-2 Years	160	9,80,16,000	68	4,26,47,000	—	—	228	14,06,63,000
Due within 1 Year	116	6,74,03,000	108	8,86,00,000	42	2,79,01,000	266	18,39,04,000
Grand total	746	45,71,02,000	335	28,98,87,000	44	3,29,01,000	1,125	77,98,90,000

Non-current portion	59,59,86,000
Current maturities	18,39,04,000
Sub Total	
Matured but not claimed (Refer Note 8)	75,000
Total	77,99,65,000

As on March 31, 2020

Redeemable at par within	Rate of interest (Pa)							
	>=10% to <=11%		>11% to <=12%		>12% to <=13%		Total	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
Due within 5-6 Years	—	—	79	4,68,00,000	—	—	79	4,68,00,000
Due within 4-5 years	132	7,80,56,000	13	4,63,00,000	2	50,00,000	147	12,93,56,000
Due within 3-4 years	202	11,80,57,000	4	20,50,000	—	—	206	12,01,07,000
Due within 2-3 Years	160	9,80,16,000	72	4,71,47,000	—	—	232	14,51,63,000
Due within 1-2 Years	116	5,82,03,000	108	8,86,00,000	42	2,79,01,000	266	17,47,04,000
Grand total	610	35,23,32,000	276	23,08,97,000	44	3,29,01,000	930	61,61,30,000

Non-current portion	61,61,30,000
Current maturities	—
Sub Total	
Matured but not claimed (Refer Note 8)	1,58,15,000
Total	63,19,45,000

Nature of Security

Non Convertible Debentures shall rank pari passu and the amount including its principal and interest amount are fully secured by hypothecation of all current assets, book debts and receivables both present and future of the company, except those receivable specifically and exclusively charged. No debenture redemption reserve is created, being a private placement as per the requirements of the Companies (Share Capital & Debenture) Rules 2014

Note 5.3
Term loans

Particulars	Remaining Maturity as on March 31, 2021 (Monthly Instalments)	Remaining Maturity as on March 31, 2020 (Monthly Instalments)	Non-current portion		Current maturities	
			As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Indian Rupee loan from banks (Secured)						
ICICI Bank @ 8.35% pa	24	36	3,83,602	7,41,923	3,58,321	3,29,710
South Indian Bank Ltd (MCLR + 2.1%)	18	30	66,15,698	90,00,000	61,19,841	60,00,000
AU Small Finance Bank Ltd @ 12.26% (12 Month avg of one year T Bill + 6 %)	-	5	-	-	-	2,74,37,220
IDFC First Bank Ltd (Capital First Ltd) @ 14% pa	27	38	2,77,77,772	4,81,48,144	2,28,16,744	2,30,58,956
Muthoot Capital Services Ltd @ 13.5% pa	5	17	-	1,24,99,993	1,24,99,993	3,33,33,336
Vivriti Capital @ 14.75% pa	7	17	-	52,98,545	52,98,543	70,22,737
Vivriti Capital @ 14.75 % pa	14	24	21,27,031	1,51,63,455	1,30,36,424	97,77,970
Muthoot Finance Ltd @ 14 % pa	-	3(Quarterly)	-	-	-	3,00,00,000
Muthoot Finance Ltd @ 14.25% pa	2	12	-	85,00,000	85,00,000	4,15,00,000
AU Small Finance Bank @ 12.93%pa (12) month avg of one year T-Bill Rate + 6.79 %)	-	9	-	-	-	5,92,81,665
AU Small Finance Bank @ 12.85 % pa (Repo rate + 8.85%)	6	15	-	2,00,00,003	2,00,00,003	2,94,16,664
ESAF Small Finance Bank @ 14% (One year TB rate + 8.07%)	8	18	-	1,31,89,873	1,68,75,466	2,60,26,812
ESAF Small Finance Bank @ 12.85 % pa, (linked to Repo Rate)	13	23	43,12,142	5,21,72,000	5,21,76,000	4,80,56,901
Fincare Small Finance Bank @ 13.72 % pa (3 Month daily avg yiled of 10 yr G-Sec + Spread)	1	13	-	45,93,855	44,28,316	5,11,50,109
Magma Fincorp @ 12.07 % pa	5	15	-	1,53,83,409	1,53,83,409	2,62,87,764
Muthoot Capital Services Ltd @ 14.50% pa	18	30	99,99,992	2,99,99,996	2,00,00,004	2,00,00,004
Profectus Capital Pvt Ltd @ 14.10% pa	3	12	-	60,92,444	60,92,444	2,39,07,556
State Bank of India @ 9.50 % pa (one year MCLR + 2.50 %)	16 (Quarterly)	-	16,25,00,000	-	3,91,13,697	-
CSB Bank @ 11.75 % pa (one year MCLR + 2.25%)	42	-	3,11,83,609	-	1,25,00,400	-
CSB Bank @ 11.80 % pa (one year MCLR + 2.30%)	45	-	6,86,23,483	-	2,50,00,800	-
Bandhan Bank @ 11.85% pa	31	-	5,43,12,030	-	3,63,63,636	-
AU Small Finance Bank @ 11.50 % pa (REPO rate + 7.50%)	23	-	4,41,66,676	-	4,99,99,992	-
IDFC First Bank Ltd @ 11.85 % pa	36	-	13,33,32,872	-	6,66,67,128	-
ESAF Small Finance Bank @ 11.85% pa (REPO rate +7.85%)	36	-	6,85,67,500	-	3,14,32,500	-
Federal Bank @ 9.95% pa (one year MCLR + 2.05%)	35	-	1,31,42,857	-	68,57,143	-
Grand Total			62,70,45,264	24,07,83,640	47,15,20,804	46,25,87,404

Term loan from banks, is secured by paripassu charge on entire Gold Loan, Vehicle Loan, Business Loan, Micro Loan and Term Loan receivables. Term loans & Overdraft facilities from South Indian Bank and State Bank of India are secured by collateral charge over the land and properties owned by Mr I Unnikrishnan, in addition to the paripassu charge over the present and future loans and receivables of the Company.

Working Capital Demand Loans (WCDL) from Federal Bank Ltd is having a collateral charge over the land owned by the Company in addition to the paripassu charge over receivables of the company.

NOTE: 6
Other Long Term Liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Interest accrued on Non-convertible Debentures	8,18,59,112	5,92,05,109
Interest accrued on Subordinated Debt	8,41,17,124	12,27,25,890
Total	16,59,76,236	18,19,30,999

NOTE: 7
Short-term borrowings

Particulars	As at March 31, 2021	As at March 31, 2020
-Overdraft Facility from Banks (Refer Note 7.1)		
State Bank of India (Refer Note 7.2)	17,79,92,644	15,22,38,944
South Indian Bank Ltd (Refer note under note 5.3)	4,37,55,877	5,45,37,372
Dhanlaxmi Bank Ltd (Refer Note 7.3)	22,07,60,593	30,62,39,096
Karur Vysya Bank (Refer Note 7.4)	6,35,51,478	5,40,43,796
Federal Bank Ltd (Refer Note 7.4)	1,92,38,134	6,30,80,247
	52,52,98,726	63,01,39,455
The above amount includes		
Secured borrowings	52,52,98,726	63,01,39,455
Unsecured borrowings	-	-
Total	52,52,98,726	63,01,39,455

Interest rates on the bank facilities ranges from 9.45 % p.a. to 11.90 % p.a.

7.1: Overdraft facility from banks are secured by paripasu charge on hypothecation of all movable assets, current assets, book debts, and receivables (both present & future) in the name of the Company.

7.2: Overdraft facility from State Bank of India is having collateral charge over residential property owned by Mr I Unnikrishnan and cash collateral for Rs 4.5 Crores.

7.3: Overdraft facility from Dhanlaxmi Bank is secured by charge on Foreign Currency Non Repatriable (FCNR) deposit of directors & his relatives, in addition to paripasu charge on Company's assets & receivables.

7.4: Overdraft facilities from Karur Vysya Bank & Federal Bank Ltd are having a collateral charge over the land owned by the Company.

NOTE: 8
Other current liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Current maturities of long-term borrowings (Note 5)	80,56,88,804	57,23,46,404
Interest payable on subordinated debts	39,30,252	29,83,084
Interest Payable on debentures	50,89,897	39,93,954
Other Interest payable	11,02,716	39,26,264
Statutory dues payable	47,32,471	44,19,717
Expenses payable	1,03,39,813	79,55,375
Security deposit placed by Vendor	-	5,00,000
Unclaimed matured Non convertible debentures	75,000	1,58,15,000
Unclaimed matured Subordinated Debts	38,72,000	14,00,000
Others	29,66,778	18,49,933
Total	83,77,97,731	61,51,89,731

**NOTE: 9
Provisions**

Particulars	Non - Current		Current	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Provision for employee benefits				
- Gratuity (refer note 24)	1,35,19,000	63,45,000	-	-
- Leave encashment	7,41,000	8,09,000	1,99,000	2,25,000
- Bonus	-	-	98,52,650	43,00,000
Total (A)	1,42,60,000	71,54,000	1,00,51,650	45,25,000
Provision against loans & advances				
- Provision for non performing loan portfolio	2,40,91,942	1,38,85,191	-	-
- Provision for standard assets	10,90,324	11,27,079	91,72,054	74,58,214
- Provision for restructured loans	6,82,174	-	14,59,021	-
Total (B)	2,58,64,440	1,50,12,270	1,06,31,075	74,58,214
Provision of Income Tax net of advance tax paid				
Total (C)	-	-	50,64,355	20,254
Total Provisions (A+B+ C)	4,01,24,440	2,21,66,270	2,57,47,080	1,20,03,468

NOTE: 10A
Property, Plant and Equipment

Particulars	Freehold Land	Building	Office equipment	Computer equipment	Furniture and Fittings	Motor Car	Motor cycle	Electrical Fittings	Total
Gross Block									
At April 1, 2019	10,69,61,341	34,22,100	1,94,20,313	2,75,31,421	5,99,02,464	44,72,116	5,79,159	84,54,646	23,07,43,560
Additions FY 2019-20	70,84,035	99,92,565	23,26,126	31,06,859	1,03,04,116	1,40,000	-	23,600	3,29,77,301
Deletions/adjustment	-	1,45,030	2,13,919	3,000	1,00,000	-	-	22,150	4,84,099
At March 31, 2020	11,40,45,376	1,34,14,665	2,16,01,409	3,04,24,361	7,02,03,580	45,12,116	5,79,159	84,56,096	26,32,36,762
Additions FY 2020-21	2,02,312	-	20,95,050	22,73,500	98,53,320	3,80,000	-	-	1,43,060
Deletions/adjustment	-	53,73,195	85,62,991	66,23,956	-	21,694	14,27,857	-	2,20,09,693
At March 31, 2021	11,42,47,688	1,34,14,665	1,83,23,264	2,41,34,870	7,34,32,944	48,92,116	5,57,465	71,71,299	25,61,74,311
Accumulated Depreciation									
At April 1, 2019	12,15,396	1,62,65,919	2,41,75,515	3,62,16,792	28,83,016	5,55,005	42,15,835	8,55,27,478	
Charge for the year 2019-20	4,07,086	19,06,027	29,33,890	74,20,740	5,15,824	2,475	11,09,055	1,42,95,097	
Disposal/Adjustment	-	1,30,881	2,06,376	2,952	84,869	-	20,107	4,45,185	
At March 31, 2020	16,22,482	1,80,41,065	2,69,03,029	4,36,34,580	33,13,971	5,57,480	53,04,783	9,93,77,390	
Charge for the year 2020-21	-	12,96,570	15,95,737	23,22,988	72,49,217	4,52,946	944	8,40,188	1,37,58,590
Disposal/Adjustment	-	52,33,753	85,39,915	62,34,889	-	21,301	13,10,204	2,13,40,062	
At March 31, 2021	29,19,052	1,44,03,049	2,06,86,102	4,46,48,908	37,66,917	5,37,123	48,34,767	9,17,95,918	
Net block									
At March 31, 2020	11,40,45,376	1,17,92,183	35,60,344	35,21,332	2,65,69,000	11,98,145	21,679	31,51,313	16,38,59,372
At March 31, 2021	11,42,47,688	1,04,95,613	39,20,215	34,48,768	2,87,84,036	11,25,199	20,342	23,36,532	16,43,78,393

NOTE: 10B
Intangible assets

Particulars	Computer Software
Gross Block	
At April 1, 2019	42,62,766
Purchase	7,36,775
Deletions	-
At March 31, 2020	49,99,541
Purchase	-
Deletions	-
At March 31, 2021	49,99,541
Amortization	
At April 1, 2019	37,83,975
Charge for the year 2019-20	3,13,641
Deletions	-
At March 31, 2020	40,97,616
Charge for the year 2020-21	2,90,446
Deletions	-
At March 31, 2021	43,88,062
Net block	
At March 31, 2020	
	9,01,925
At March 31, 2021	6,11,479

NOTE: 11
Deferred Tax Assets

Particulars	As at 31st March 2021	As at 31st March 2020
Property, Plant & Equipment: Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	79,27,756	70,33,127
Provision on advances/ loan portfolio	87,48,011	52,17,910
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	34,02,733	15,97,037
Total Deferred Tax Asset	2,00,78,500	1,38,48,074

NOTE: 12
Loans and advances

Particulars	Non - Current		Current	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Portfolio Loan Secured, considered good				
- Gold Loan	-	-	2,58,45,34,633	2,05,93,43,875
- Term Loan*	4,40,35,700	8,16,64,122	3,61,14,992	4,01,24,803
- Vehicle Loan*	32,08,47,592	28,91,30,955	32,23,62,970	19,44,54,268
	36,48,83,292	37,07,95,077	2,94,30,12,595	2,29,39,22,946
Secured, considered doubtful				
- Gold Loan	38,67,440	13,91,486	-	-
- Term Loan*	3,41,47,726	2,11,66,430	-	-
- Business Loan*	4,25,967	4,57,419	-	-
- Vehicle Loan*	2,63,04,108	1,47,15,342	-	-
	6,47,45,241	3,77,30,677	-	-
Portfolio Loan Unsecured, considered good				
- Business Loan*	42,90,047	40,98,175	8,81,73,615	10,65,50,776
- Micro Loans*	-	-	4,03,90,906	8,53,28,326
	42,90,047	40,98,175	12,85,64,521	19,18,79,102
Unsecured, considered doubtful				
- Business Loan*	24,44,409	24,70,059	-	-
- Micro Loans*	10,07,265	54,595	-	-
	34,51,674	25,24,654	-	-
Unsecured, considered good				
Advances recoverable in cash or kind	10,89,793	7,99,660	4,739	-
Trade Advances	-	-	3,59,200	2,69,000
	10,89,793	7,99,660	3,63,939	2,69,000
Deposits (Unsecured, considered good)				
Rental deposits	2,55,48,488	2,04,68,488	-	-
Security Deposit under Kerala Money Lending Act	24,90,000	24,90,000	-	-
Other security deposits	99,164	85,506	-	4,650
	2,81,37,652	2,30,43,994	-	4,650
Total	46,65,97,699	43,89,92,237	3,07,19,41,055	2,48,60,75,698

* including interest on instalments due

NOTE: 13
Other assets

Particulars	Non - Current		Current	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Interest accrued but not due on loans	-	-	19,67,31,079	13,62,82,435
Interest accrued on Deposits	-	-	6,89,810	7,95,493
Advance taxes net of provisions	35,4300	32,24,299	-	-
Prepaid Expenses	-	-	74,23,412	1,04,99,341
Covid Exgratia Claim Receivable	-	-	78,18,428	-
Others	-	-	50,43,959	33,04,433
Total	3,54,300	32,24,299	21,77,06,688	15,08,81,702

NOTE: 14
Cash and bank balances

Particulars	Non - Current		Current	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
Cash and cash equivalents				
Balances with banks:				
On current accounts	-	-	3,88,58,424	2,69,05,350
Cash on hand	-	-	2,82,37,452	8,63,654
Total Cash and Cash Equivalents (A)	-	-	6,70,95,876	2,77,69,004
Fixed deposits				
Deposits with remaining maturity for less than 12 months (Refer Note 14.1)	-	-	4,56,57,289	4,50,00,000
Total Fixed deposits(B)	-	-	4,56,57,289	4,50,00,000
Total (A+B)	-	-	11,27,53,165	7,27,69,004
Other Bank Balance				
Auction Surplus Account (c)	-	-	29,93,396	20,01,215
Total (A)+(B)+(C)	-	-	11,57,46,561	7,47,70,219

Note: 14.1 - Represents the Fixed Deposits held with SBI, as collateral for the CC facility provided by the Bank

	Year ended March 31, 2021	Year ended March 31, 2020
NOTE: 15		
Revenue from operations		
Interest Received on Gold Loans	51,91,93,979	40,30,45,393
Interest Received on Term Loans	2,06,41,928	2,96,91,394
Interest Received on Vehicle loans	12,69,53,117	7,59,39,948
Interest Received on Business loans	2,17,53,612	2,71,35,033
Interest Received on Micro Loans	1,41,02,287	1,58,86,863
Other Loans	1,41,942	2,51,956
Total Interest income (A)	70,27,86,865	55,19,50,587
Other operating revenue		
Documentation fee	89,69,532	1,43,54,807
Processing & related charges	1,28,92,838	1,21,24,978
Overdue collection charges	38,15,353	21,70,248
Money transfer	3,945	29,009
Interest on Bank deposits	28,14,277	4,60,478
Collection commission	3,334	30,522
Bad debts recovered	45,42,826	51,43,287
Penal Interest	93,56,139	87,68,763
Others	21,26,740	12,36,113
Total other operating revenue (B)	4,45,24,984	4,43,18,205
Revenue from operations (A+B)	74,73,11,849	59,62,68,792
NOTE: 16		
Other Income		
Interest on Income tax refund	1,00,459	1,03,371
Gain on sale of property, plant and equipment	-	46,460
Miscellaneous receipts	-	1,11,089
Total	1,00,459	2,60,920
NOTE: 17		
Finance Cost		
Interest charges on		
- Debentures	8,55,66,840	7,08,74,851
- Subordinated debts	8,09,79,261	6,84,74,759
- Bank overdrafts	5,74,44,154	5,07,62,062
- Term Loan from Bank / Financial institutions	9,50,11,605	6,23,45,068
- Security deposit	33,350	96,207
- Loan from Directors & their relatives	-	9,34,391
Total	31,90,35,210	25,34,87,338

	Year ended March 31, 2021	Year ended March 31, 2020
NOTE: 18 Employee benefit expense		
Salaries, wages and bonus	14,78,41,294	13,83,90,856
Contribution to provident and other funds	1,34,13,849	1,20,62,904
Gratuity expense (Note 24)	88,30,233	29,85,356
Staff welfare expenses	16,70,651	17,41,281
Total	17,17,56,027	15,51,80,397
NOTE: 19 Other expenses		
Rent	2,26,39,957	2,30,53,577
Legal and professional fees	1,61,40,454	1,62,26,363
Brokerage & commission expenses	39,67,469	72,93,592
Office expenses	58,23,655	58,00,144
Rates and taxes	52,16,943	52,71,632
Insurance	6,98,657	5,72,686
Repairs and maintenance	21,05,587	39,69,109
Advertising and sales promotion	16,98,844	39,96,341
Travelling and conveyance	48,02,555	57,80,943
Communication costs	44,75,936	40,54,072
Printing and stationery	28,92,637	25,30,383
IT Support costs	9,94,919	7,01,557
Sitting fee to directors	11,20,000	12,32,000
Miscellaneous expenses	9,25,005	4,80,460
Bank charges	73,89,277	55,29,672
Loss on sale of Property, Plant and Equipment	5,92,363	-
Total	8,14,84,258	8,64,92,531
Legal and professional fees includes payment to statutory auditors		
- For statutory audit	16,00,000	15,00,000
- For other certification	3,00,000	1,00,000
	19,00,000	16,00,000
NOTE: 20 Provisions & Write off		
Bad debts / advances written off	2,26,67,946	2,51,45,830
Provision for non performing assets	1,02,06,751	50,37,641
Provision for standard assets	16,77,086	22,54,533
Provision for Restructured Loans	21,41,195	-
Total	3,66,92,978	3,24,38,004
NOTE: 21 Depreciation and amortization expense		
Depreciation (Note 10A)	1,37,58,590	1,42,95,097
Amortization of intangible assets (Note 10B)	2,90,446	3,13,641
Total	1,40,49,036	1,46,08,738

	Year ended March 31, 2021	Year ended March 31, 2020
Note: 22		
Earnings per share (EPS)		
The following reflects the profit and share data used in the basic and diluted EPS Computations		
Net Profit after tax for the year	9,37,64,889	5,02,95,026
Weighted average number of equity shares in calculating Basic EPS (Nos.)	5,54,49,420	5,54,24,762
Effect of dilution		
Stock option granted under ESOP (Nos)	6,04,500	6,04,500
Weighted average number of equity shares in calculating Diluted EPS (Nos.)	5,60,53,920	5,60,29,262
Basic Earnings per Share (BEPS) in Rupees	1.69	0.91
Diluted Earnings per Share (DEPS) in Rupees	1.67	0.90

Note 23
Related parties with whom transactions have taken place during the year

Names of Related Parties Relationship	Name of the party
Associates / Enterprises owned or significantly influenced by key management personnel or their relatives	M/s Yogakshemam Management & Insurance services Ltd M/s Ottappath Projects & Developers Pvt Ltd M/s Perigottukara Chits Ltd
Key Management Personnel	Mr. I Unnikrishnan (Managing Director & Chief Executive Officer) Mr. Rajeshkumar K Pillai (Company Secretary) Mr. Prasad P (Chief Financial Officer)
Other Directors	Mr. Ramachandran Ottappath (Chairman) Mr. N D Vijayan Dr. Pushpangadan M Mr. Anoop G Mr. Santhosh Kurup Mr. P N Unnirajan
Relatives of Directors & key management personnel	Sathyalakshmi Unnikrishnan (Wife of Mr I Unnikrishnan) Jalajakumari Ramachandran (Wife of Mr Ramachandran Ottappath) Abhijith Unnikrishnan (Son of Mr I Unnikrishnan) Rema Vijayan (Wife of Mr N D Vijayan) Geetha Pushpangadan (Wife of Mr Pushpangadan M) Aiswarya Unnikrishnan (Daughter of Mr I Unnikrishnan) Sureshkumar I (Brother of Mr Unnikrishnan I) Sreeja K (Wife of Mr Anoop G.) Smitha Rajesh (Wife of Mr Rajeshkumar K Pillai) Archana G. (Wife of Mr. Prasad P.)

Related Party transactions during the year:

Particulars	Associates / Enterprises owned or significantly influenced by key management personnel or their relatives		Directors & Key Management Personnel		Relatives of Key Management Personnel	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Debentures and Subordinated Debt issued during the year					25,00,000 25,00,000 5,00,000 - 1,50,000 50,000	- 25,00,000 - 5,00,000 - -
- Sathyalakshmi Unnikrishnan - Geetha Pushpangadhan - Abhijith Unnikrishnan - Sreeja K - Smitha Rajesh - Archana G						
Debentures and Subordinated Debt redeemed during the year					9,50,000 7,75,000	- -
- Sathyalakshmi Unnikrishnan - Aiswarya Unnikrishnan						
Interest paid on Debentures & Subordinated debts					10,60,063 1,78,434 8,03,045 7,56,236 27,554 62,683 26,126 527	9,02,616 1,60,958 4,67,090 6,93,752 15,786 28,369 8,221 -
- Sathyalakshmi Unnikrishnan - Rema Vijayan - Geetha Pushpangadhan - Aiswarya Unnikrishnan - Abhijith Unnikrishnan - Sreeja K - Smitha Rajesh - Archana G						
Rent Paid (including GST)	27,82,440	27,82,440				
- Ottapath Projects & Developers Pvt Ltd						
Salary Paid					2,85,787	2,87,871
- Mr Sureshkumar I						
Loan taken from directors			-	35,00,000		
- Unnikrishnan I						
Loan repaid to directors			-	35,00,000		
- Unnikrishnan I						
Loan taken from director's relatives					-	35,00,000
- Sathyalakshmi Unnikrishnan - Abhijith Unnikrishnan						85,00,000
Loan repaid to director's relatives					-	35,00,000
- Sathyalakshmi Unnikrishnan - Abhijith Unnikrishnan						85,00,000
Interest Paid on Loan from Directors & Relatives			-	2,19,490		
- Unnikrishnan I - Sathyalakshmi Unnikrishnan - Abhijith Unnikrishnan						2,48,871 4,66,030

Sitting fee paid to directors				1,90,000 2,05,000 2,35,000 2,15,000 2,14,000 - Santhosh Kurup 1,85,000 1,88,000 - N D Vijayan 2,75,000 2,95,000 - P N Unnirajan 2,40,000 1,10,000	
Remuneration to Directors & Key Management Personnel			57,50,000 27,02,567 19,39,393	51,83,871 26,60,200 19,12,888	
Service charges from Yogakshemam Management & Insurance Services Ltd.	-	39,500			
Balance outstanding as at the year end:		79,000 39,500			
Debentures and Subordinated debts outstanding as at year end -				90,45,000 6,50,000 39,50,000 12,00,000 75,00,000 5,00,000 2,28,000 50,000	69,95,000 1,50,000 47,25,000 12,00,000 50,00,000 5,00,000 28,000 -
Interest payable on the borrowings referred to above -				12,48,406 13,074 18,50,400 5,88,817 12,11,722 82,958 78,877 527	16,38,153 - 19,12,271 4,10,384 7,59,413 22,869 8,221 -

Note:

* Mr N D Narayanan retired from directorship on 6th Sept 2019

Related parties have been identified on the basis of the declarations received by the management and other records available.

Note 24

Employment benefits disclosures:

The amounts of provident fund contribution charged to the statement of profit and loss during the year aggregates to Rs 1.04 Crores for March 31, 2021 (March 31, 2020 Rs. 91.80 Lakhs)

The company has availed Pradhan Mantri Rojgar Protsahan Yojana (PMR PY) scheme and Aatmanirbhar Bharat Rozgar Yojana (ABRY) schemes during the year and an amount of INR 9.37 Lakhs (Year ended March 31, 2020 - INR 23.27 Lakhs) and INR 0.47 Lakhs (Year ended March 31, 2020 - NIL) respectively benefitted as government grant by the Company has been shown reduced from contribution to provident fund.

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with Life Insurance Corporation of India and Kotak Mahindra Old Mutual Life Insurance Limited.

The following tables summaries the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for the gratuity plan.

Statement of Profit and Loss

Net employee benefit expense recognised in the employee cost

	31-Mar-21	31-Mar- 20
Current service cost	31,67,000	22,41,000
Interest cost on benefit obligation	6,63,000	6,37,356
Expected return on plan assets	(2,88,000)	(2,90,000)
Net actuarial (gain)/loss recognized in the year	52,88,000	3,97,000
Net (benefit) / expense	88,30,000	29,85,356
Actual return on plan assets (% pa)	5.60%	6.70%

Balance sheet

Reconciliation of present value of the obligation and the fair value of plan assets

	31-Mar-21	31-Mar- 20
Defined benefit obligation	1,99,58,000	1,18,42,000
Fair value of plan assets	(64,39,000)	(54,97,000)
(Asset)/liability recognized in the balance sheet	1,35,19,000	63,45,000
Experience adjustments on plan liabilities (Gain) / Loss	46,82,000	(2,42,000)
Experience adjustments on plan assets Gain / (Loss)	(1,68,000)	(1,46,000)

Changes in the present value of the defined benefit obligation are as follows:

	31-Mar-21	31-Mar- 20
Opening defined benefit obligation	1,18,42,000	95,04,000
Interest cost	6,63,000	6,37,356
Current service cost	31,67,000	22,41,000
Benefits paid	(8,91,000)	(8,21,000)
Actuarial loss / (gain) on obligation	51,77,000	2,81,000
Closing defined benefit obligation	1,99,58,000	1,18,42,356

Changes in the fair value of plan assets are as follows:

	31-Mar-21	31-Mar- 20
Opening fair value of plan assets	54,97,000	33,02,000
Expected return	2,88,000	2,90,000
Contributions by employer	16,56,000	28,42,000
Benefits paid	(8,91,000)	(8,21,000)
Actuarial gains / (losses)	(1,11,000)	(1,16,000)
Closing fair value of plan assets	64,39,000	54,97,000

Expected contribution to fund to be made in the next year

50 00 000

30 00 000

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

Particulars	31-Mar-21 %	31-Mar-20 %
Discount rate	5.00	5.60
Attrition rate	20.00	20.00
Salary growth rate	5.00	5.00

The fund is administered by Life Insurance Corporation of India ("LIC") and Kotak Mahindra Old Mutual Life Insurance Limited. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Note 25

Lease Disclosures

(I) operating Lease:

Office premises are obtained on operating lease which are cancellable in nature. Operating lease payments are recognized as an expense in the statement of profit and loss. There are no non-cancellable leases in books as at March 31, 2021 and as at 31st March, 2020 and hence lease commitments are not disclosed.

(ii) Finance Leases:

The Company has no assets taken on finance lease, as on March 31, 2021 and as at 31st March, 2020.

Note 26

Disclosure required under MSMED Act 2006

There is no amount payable to Micro and Small Enterprises as defined under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED). Further, the Company has not paid any interest to any Micro, Small and Medium Enterprises during the current year. The list of Micro and Small Enterprises was determined based on the information available with the Company.

Note 27

:Additional disclosures as required by circular no DNBS.CC.PD.No.356/03.10.01/2013-2014 dated September 16, 2013 issued by the Reserve Bank of India:

a) Year ended March 31, 2021

S.No	Item description	Number of Loan Accounts	Principal Amount outstanding at the dates of auctions (A)	Interest Amount outstanding at the dates of auctions (B)	Total (A+B)	Value fetched
1	Gold Ornaments	425	87,60,720	24,93,161	1,12,53,881	1,25,73,842
2	Vehicles	381	3,29,68,058	45,36,825	3,75,04,883	2,37,28,100

b) Year ended March 31, 2020

S.No	Item description	Number of Loan Accounts	Principal Amount outstanding at the dates of auctions (A)	Interest Amount outstanding at the dates of auctions (B)	Total (A+B)	Value fetched
1	Gold Ornaments	1581	4,94,05,813	1,67,18,621	6,61,24,434	6,85,20,024
2	Vehicles	75	59,89,575	6,51,334	66,40,909	39,40,300

Note:

No sister concerns participated in the auctions during the period ended March 31, 2021 and March 31, 2020.

Note 28

**Additional disclosures as required by circular no RBI/2020-21/16 - DOR No BP. BC/3/21.04.048/2020-21
Dated 6th August 2020 issued by the Reserve Bank of India**

Summary of restructured assets & provision as on March 31, 2021

Type of the borrower	(A) Number of accounts where resolution plan has been implemented under the window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned if any including between invocation of the plan and implementation	Outstanding balance of restructured accounts as at 31.03.2021	(E) Increase in provisions on account of the implementation of the resolution plan
Personal loans	1,546	2,95,01,905	-	-	2,14,11,947	21,41,195
Corporate persons*	-	-	-	-	-	-
Of which MSMEs	-	-	-	-	-	-
Others	-	-	-	-	-	-
Total	1,546	2,95,01,905	-	-	2,14,11,947	21,41,195

* As defined in section 3(7) of the insolvency and bankruptcy code, 2016

Note 29

**Additional disclosures as required by circular no RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20
Dated 17th April 2020 issued by the Reserve Bank of India**

Summary of moratorium given during April to August 2020 and provisions held as on March 31, 2021

Sl. No	Particulars	Amount in Rs.
1	Amounts in SMA /overdue categories, where the moratorium/deferment was extended	38,07,57,172
2	Amount where asset classification benefits extended	1,06,11,02,748
3	Provision made as on 31 march 2021 for those accounts which moratorium extended	1,35,50,919

Note 30

**Additional disclosures as required by circular no RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22
dated 7th April 2021 issued by the Reserve Bank of India**

In accordance with the instructions in the circular RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22 dated April 07, 2021, the Company shall refund/adjust interest on interest to all borrowers including those who had availed of working capital facilities during the moratorium period, irrespective of whether moratorium had been fully or partially availed, or not availed. Pursuant to these instructions, the methodology for calculation of the amount of such, interest on interest has been finalised by the Indian Banks Association (IBA) in consultation with other industry participants / bodies, on April 19, 2021. The Company does not have any such refund/interest reversal liability as at March 31, 2021

Note 31
Gold and other loan portfolio classification and provision for non performing assets (As per RBI Prudential Norms)

Particulars	Gross Loan Outstanding		Provision For Assets		Net Loan Outstanding	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Secured Loans						
A) Gold Loan						
Standard Asset	2,58,45,34,633	2,05,93,43,875	77,53,604	61,78,032	2,57,67,81,029	2,05,31,65,843
Sub Standard Asset	6,02,271	12,89,486	60,227	1,28,948	5,42,044	11,60,538
Doubtful Asset	32,65,169	1,02,000	32,65,169	1,02,000	—	—
Total - A	2,58,84,02,073	2,06,07,35,361	1,10,79,000	64,08,980	2,57,73,23,073	2,05,43,26,381
B) Business Loan						
Doubtful Asset	4,25,967	4,57,419	4,25,967	4,57,419	—	—
Total - B	4,25,967	4,57,419	4,25,967	4,57,419	—	—
C) Term Loan						
Standard Asset*	8,01,50,692	12,17,88,925	8,60,335	3,65,367	7,92,90,357	12,14,23,558
Sub Standard Asset	1,65,36,808	88,57,133	16,53,681	8,85,713	1,48,83,127	79,71,420
Doubtful Asset	1,75,87,844	1,22,86,223	73,89,099	59,01,265	1,01,98,745	63,84,958
Loss Asset	23,074	23,074	23,074	23,074	—	—
Total - C	11,42,98,418	14,29,55,355	99,26,189	71,75,419	10,43,72,229	13,57,79,936
D) Vehicle loans						
Standard Asset	64,32,10,562	48,35,85,223	19,29,632	14,50,756	64,12,80,930	48,21,34,467
Sub Standard Asset	2,63,04,108	1,47,15,342	78,23,052	38,62,116	1,84,81,056	1,08,53,226
Doubtful Asset	—	—	—	—	—	—
Loss Asset	—	—	—	—	—	—
Total - D	66,95,14,670	49,83,00,565	97,52,684	53,12,872	65,97,61,986	49,29,87,693
Secured Total						
Standard Asset*	3,30,78,95,887	2,66,47,18,023	1,05,43,571	79,94,155	3,29,73,52,316	2,65,67,23,868
Sub Standard Asset	4,34,43,187	2,48,61,961	95,36,960	48,76,777	3,39,06,227	1,99,85,184
Doubtful Asset	2,12,78,980	1,28,45,642	1,10,80,235	64,60,684	1,01,98,745	63,84,958
Loss Asset	23,074	23,074	23,074	23,074	—	—
Total Secured (A+B+C+D)	3,37,26,41,128	2,70,24,48,700	3,11,83,840	1,93,54,690	3,34,14,57,288	2,68,30,94,010
Unsecured Loans						
A) Business Loan						
Standard Asset*	9,24,63,662	11,06,48,951	10,52,259	3,31,947	9,14,11,403	11,03,17,004
Sub Standard Asset	24,44,409	24,70,059	24,44,409	24,70,059	—	—
Doubtful Asset	—	—	—	—	—	—
Total - A	9,49,08,071	11,31,19,010	34,96,668	28,02,006	9,14,11,403	11,03,17,004
B) Micro Loans						
Standard Asset*	4,03,90,906	8,53,28,326	8,03,380	2,55,985	3,95,87,526	8,50,72,341
Sub Standard Asset	10,07,265	54,595	10,07,265	54,595	—	—
Total - B	4,13,98,171	8,53,82,921	18,10,645	3,10,580	3,95,87,526	8,50,72,341
C) Other Advances						
Standard Asset	14,53,732	10,68,660	4,362	3,206	14,49,370	10,65,454
Total - C	14,53,732	10,68,660	4,362	3,206	14,49,370	10,65,454
Unsecured Total						
Standard Asset*	13,43,08,300	19,70,45,937	18,60,001	5,91,138	13,24,48,299	19,64,54,799
Sub Standard Asset	34,51,674	25,24,654	34,51,674	25,24,654	—	—
Doubtful Asset	—	—	—	—	—	—
Total Unsecured (A+B+C)	13,77,59,974	19,95,70,591	53,11,675	31,15,792	13,24,48,299	19,64,54,799
Grand Total	3,51,04,01,102	2,90,20,19,291	3,64,95,515	2,24,70,482	3,47,39,05,587	2,87,95,48,809

* Standard Assets includes assets restructured under circular RBI 2020-21/16-DOR No.BP.-BC/3/21.04.048/2020-21 dated August6, 2020 is sued by the Reserve Bank of India

Note 32
Employee Stock option plans

The Company has provided share-based payment schemes to its employees. During the year ended March 31, 2021, the Yog Loans ESOP 2015 scheme was in operation. The relevant details of the scheme and the grant are as below:

Date of grant	19-Aug-15
Date of board approval	19-Aug-15
Number of options granted	11,00,000
Method of settlement (Cash/Equity)	Equity
Exercise price	Rs 10 per share
Vesting period	Grant vesting over a 5 year period in the following manner • Year 1 (On 19th August 2016)–20% of the granted options • Year 2 (on 19th August 2017)–20% of the granted options • Year 3 (On 19th August 2018)–20% of the granted options • Year 4 (on 19th August 2019)–20% of the granted options • Year 5 (on 19th August 2020)–20% of the granted options
Vesting conditions	Performance of the employees and/ or such other criteria as it may be deemed fit
Exercise period	Within a period 36 months from the date of each vesting or as extended period

The details of activity under the scheme is summarised below :

Particulars	April 1, 2020 - March 31, 2021		April 1, 2019- March 31, 2020	
	Number of shares	Exercise price	Number of shares	Exercise price
Outstanding at the beginning of the year	6,04,500	10	5,79,500	10
Granted during the year	-	-	50,000	10
Forfeited during the year	-	-	-	-
Exercised during the year	-	-	25,000	10
Expired during the year	-	-	-	-
Outstanding at the end of the year	6,04,500	10	6,04,500	10
Exercisable at the end of the year	5,32,500	10	4,40,500	10

Note 33

Additional disclosures as required by circular no DNBS.CC.PD.No.265/03.10.01/2011-2012 dated March 21, 2012 issued by the Reserve Bank of India:

Particulars	March 31, 2021	March 31, 2020
Total Gold loan portfolio	2,58,84,02,073	2,06,07,35,361
Total Assets	4,05,84,51,125	3,33,29,22,321
Gold loan portfolio as a percentage of total assets	63.78%	61.83%

Note 34

Expenditure in foreign currency - NIL

Note 35

Value of imports on C.I.F basis - NIL

Note 36
Capital commitments

As at March 31, 2021, the estimated amount of contracts remaining to be executed on capital account and not provided for is Rs. 32.67 lakhs. (March 31, 2020 - Rs. 17.19 Lakhs)

Note 37
Previous year figures

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

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number : 101049W/E300004

For and on behalf of the Board of Directors

Unnikrishnan I

Managing Director& CEO

DIN: 01773417

N. D. Vijayan

Director

DIN: 3396044

per Dhenuburieswaran V

Partner

Membership no: 215881

Prasad P.

Chief Financial Officer

Rajeshkumar K.Pillai

Company Secretary

M No. 9182

Place: Chennai

Date : 9th August 2021

Place: Thrissur

Date : 9th August 2021

Schedule to the balance sheet of a non-deposit taking, non-banking financial company

(as required in terms of paragraph 13 of Non-Banking Financial (Non- Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007)

SI No	Particulars as on 31st March 2021	Amount Outstanding	Amount Overdue
Liabilities side :			
(1)	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a)	Debentures : Secured : Unsecured (other than falling within the meaning of public deposits*)	86,69,14,009 —	51,87,009 —
(b)	Deferred Credits	—	—
(c)	Term Loans from Banks	1,09,85,66,068	—
(d)	Inter-corporate loans and borrowing	—	—
(e)	Commercial Paper	—	—
(f)	Other Loans: Subordinated debts (Unsecured) Working capital facilities from Banks (Secured) Others	79,11,89,376 52,52,98,726 —	1,12,27,581 — —
* Please see Note 1 below			
Assets side :			
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		Amount outstanding
(a)	Secured	3,37,26,41,128	
(b)	Unsecured	13,77,59,974	
(3)	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities		
(i)	Lease assets including lease rentals under sundry debtors:	—	
(a)	(a) Financial lease	—	
(b)	(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 AFC activities	—	
(a)	Loans where assets have been repossessed	—	
(b)	Loans other than (a) above	—	
(4)	Break-up of Investments :		
Current Investments:			
1	Quoted:		
(i)	Shares : (a) Equity (b) Preference	—	
(ii)	Debentures and Bonds	—	
(iii)	Units of mutual funds	—	
(iv)	Government Securities	—	
(v)	Others	—	
2	Unquoted:		
(i)	Shares : (a) Equity (b) Preference	—	
(ii)	Debentures and Bonds	—	
(iii)	Units of mutual funds	—	
(iv)	Government Securities	—	
(v)	Others	—	

Long Term investments:	
1	Quoted :
(i)	Shares : (a) Equity
	(b) Preference
(ii)	Debentures and Bonds
(iii)	Units of mutual funds
(iv)	Government Securities
(v)	Others
2	Unquoted :
(i)	Shares : (a) Equity
	(b) Preference
(ii)	Debentures and Bonds
(iii)	Units of mutual funds
(iv)	Government Securities
(v)	Others

(5) Borrower group-wise classification of assets financed as in (2) and (3) above :
Please see Note 2 below

Category	Secured	Amount net of provisions Unsecured	Total
1. Related Parties **			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties		3,37,26,41,128	13,77,59,974
Total		3,37,26,41,128	13,77,59,974
			3,51,04,01,102

** As per Accounting Standard of ICAI (please see Note 3)

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties **		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	-	-
Total	-	-

(7) Other Information :

	Amount outstanding
(i) Gross Non-Performing Assets	-
(a) Related parties	-
(b) Other than related parties	6,81,96,915
(ii) Net Non-Performing Assets	-
(a) Related parties	-
(b) Other than related parties	4,41,04,972
Assets acquired in satisfaction of debt	-

Notes:

1. As defined in paragraph 2(1)(xii) of the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.

2. Provisioning norms shall be applicable as prescribed in the Non-Banking Financial (Non Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in (4) above

For and on behalf of the Board of Directors

I. Unnikrishnan
 Managing Director & CEO
 DIN:01773417

N. D. Vijayan
 Director
 DIN: 3396044

Place: Thrissur
 Date : 9th August 2021

Prasad P.
 Chief Financial Officer

Rajeshkumar K. Pillai
 Company Secretary
 M No F9182

Our Corporate Office



ANNUAL REPORT 2020-21



Yogakshemam Loans Ltd

CIN:U65992KL1991PLC005965

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